## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 2578 Session of 2010

INTRODUCED BY GEORGE, BUXTON, CARROLL, COHEN, DePASQUALE, GERBER, GRUCELA, HANNA, HARHAI, HORNAMAN, JOSEPHS, KESSLER, MANN, MCILVAINE SMITH, MICCARELLI, PALLONE, PRESTON, SIPTROTH, STURLA AND YOUNGBLOOD, JUNE 15, 2010

REFERRED TO COMMITTEE ON ENVIRONMENTAL RESOURCES AND ENERGY, JUNE 15, 2010

## AN ACT

1 2 3 4 5 6	Amending the act of July 10, 2008 (P.L.1009, No.78), entitled "An act providing for the study and mandated content of biofuels," further providing for definitions, for biodiesel content in diesel fuel sold for on-road use, for agency responsibilities and for infrastructure reports; and providing for Biofuel Development Fund.
7	The General Assembly of the Commonwealth of Pennsylvania
8	hereby enacts as follows:
9	Section 1. Section 2 of the act of July 10, 2008 (P.L.1009,
10	No.78), known as the Biofuel Development and In-State Production
11	Incentive Act, is amended by adding definitions to read:
12	Section 2. Definitions.
13	The following words and phrases when used in this act shall
14	have the meanings given to them in this section unless the
15	context clearly indicates otherwise:
16	"American Society for Testing and Materials International" or
17	"ASTM." A private organization that utilizes committees of
18	industry representatives and regulators to develop product

1	quality standards and test methods to be used by industries,
2	regulatory agencies and purchasing agents.
3	"Annualized basis." The sum of three consecutive months of
4	in-State production multiplied by four.
5	"Approved biodiesel blending method." A blending method
6	where biodiesel, diesel fuel, off-road diesel fuel or oilheat
7	fuel are blended to maintain a consistent blend throughout the
8	entire volume and done at a facility capable of maintaining the
9	biodiesel at ten degrees Fahrenheit above the cloud point of the
10	biodiesel through the use of department-approved meters to track
11	the volume of each product individually and maintaining the
12	blend percentage within a margin of one half of one percent of
13	the total volume of biodiesel required to make the desired
14	blending percentage.
15	"ASTM specification." A standard quality specification
16	developed and published by the American Society for Testing and
17	Materials International. Each specification includes references
18	to standard test methods, also developed and published by ASTM.
19	* * *
20	"Biodiesel blend." A blend of biodiesel, diesel fuel, off-
21	road diesel fuel or oilheat fuel intended to be sold or offered
22	for sale to ultimate consumers in this Commonwealth for use in
23	on-road or off-road compression ignition engines or for
24	residential, commercial or industrial heating applications.
25	* * *
26	"Consumer." A person that purchases biodiesel blend, diesel
27	fuel, off-road diesel fuel or oilheat fuel for purposes other
28	than resale.
29	* * *
30	"Diesel fuel." Petroleum diesel fuel that complies with ASTM

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1	<u>D975 or its successor standard having a maximum allowable</u>
2	sulphur content at the point of use of no more than 15 parts per
3	million (PPM).
4	"Distributor." A person that manufactures, refines, receives
5	for storage, distributes or sells diesel fuel, off-road diesel
6	fuel or oilheat fuel biodiesel or biodiesel blend in this
7	Commonwealth for subsequent distribution to another person other
8	than the consumer.
9	"Fund." The Biofuel Development Fund established in section
10	<u>8(a).</u>
11	"Manufacture." To produce, mix, blend, repackage or further
12	process.
13	* * *
14	"Off-road diesel fuel." Fuel as defined in 75 Pa.C.S. § 9002
15	(relating to definitions) as "dyed diesel fuel" which is
16	intended to be sold for or used in off-road compression ignition
17	engines that complies with ASTM D975 or its successor standard
18	having a maximum allowable sulphur content at the point of use
19	of no more than 500 parts per million (PPM), or other lower
20	maximum allowable sulphur content as shall become required by
21	Federal law.
22	"Oilheat fuel." Petroleum heating fuel that complies with
23	ASTM D396 or its successor standard having a maximum allowable
24	sulphur content at the point of use of no more than 2,000 parts
25	per million (PPM), or other lower maximum allowable sulphur
26	content as shall become required by this act and intended to be
27	sold for or used in residential, commercial or industrial
28	heating applications.
29	"Person." An individual, corporation, partnership, stock
30	company, society, association or business unit or agent or
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1 <u>employee thereof.</u>

2	"Petroleum load rack terminals." A location, supplied by
3	pipeline, barge, or direct refinery access, where the commercial
4	transfer of diesel fuel, off-road diesel fuel or oilheat fuel,
5	biodiesel and biodiesel blend, at the wholesale level is
6	conducted utilizing meters employed in the measurement of
7	product delivered to a seller by a buyer.
8	"Producer." A person that purchases component elements and
9	blends them to produce biodiesel blend.
10	"Refinery" or "terminal." A petroleum refinery, pipeline
11	terminal, river terminal, load rack terminal, storage facility,
12	producer facility or other point of origin of diesel fuel, off-
13	road diesel fuel or oilheat fuel, biodiesel and biodiesel blend,
14	that is manufactured, blended or imported by rail, truck, barge
15	or pipe and held, stored, transferred, offered for distribution,
16	distributed, offered for sale or sold.
17	* * *
17 18	* * * "Retailer." A person that sells diesel fuel, off-road diesel
18	"Retailer." A person that sells diesel fuel, off-road diesel
18 19	"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the
18 19 20	"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.
18 19 20 21	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.    "Sale," "sell" or "sold." To transfer title for</pre>
18 19 20 21 22	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.    "Sale," "sell" or "sold." To transfer title for consideration.</pre>
18 19 20 21 22 23	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.    "Sale," "sell" or "sold." To transfer title for consideration.    "Unclassified importer." A person that imports or causes to</pre>
18 19 20 21 22 23 24	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.    "Sale," "sell" or "sold." To transfer title for consideration.    "Unclassified importer." A person that imports or causes to be imported diesel fuel, off-road diesel fuel or oilheat fuel,</pre>
18 19 20 21 22 23 24 25	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer. "Sale," "sell" or "sold." To transfer title for consideration. "Unclassified importer." A person that imports or causes to be imported diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend for use, distribution or sale in</pre>
18 19 20 21 22 23 24 25 26	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.    "Sale," "sell" or "sold." To transfer title for consideration.    "Unclassified importer." A person that imports or causes to be imported diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend for use, distribution or sale in this Commonwealth, but that does not qualify as a distributor.</pre>
18 19 20 21 22 23 24 25 26 27	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.    "Sale," "sell" or "sold." To transfer title for consideration.    "Unclassified importer." A person that imports or causes to be imported diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend for use, distribution or sale in this Commonwealth, but that does not qualify as a distributor.    Section 2. Section 3 heading and subsections (a) and (f) of</pre>
18 19 20 21 22 23 24 25 26 27 28	<pre>"Retailer." A person that sells diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend to the consumer.     "Sale," "sell" or "sold." To transfer title for consideration.     "Unclassified importer." A person that imports or causes to be imported diesel fuel, off-road diesel fuel or oilheat fuel, biodiesel or biodiesel blend for use, distribution or sale in this Commonwealth, but that does not qualify as a distributor.     Section 2. Section 3 heading and subsections (a) and (f) of the act are amended to read:</pre>

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(a) [Volume standards] <u>Standards</u>.--The following standards
 2 shall apply:

(1) All diesel fuel sold or offered for sale to ultimate 3 consumers in this Commonwealth for use in on-road compression 4 5 ignition engines must [contain] be blended with biodiesel so 6 as to achieve a biodiesel blend of at least 2% biodiesel by 7 volume one year after the in-State production volume of 8 40,000,000 gallons of biodiesel has been reached and 9 sustained for three months on an annualized basis as 10 determined by the department. The biodiesel blend shall comply with ASTM specification D975 or its successor 11

12 <u>standard.</u>

13 (2)All diesel fuel sold or offered for sale to ultimate 14 consumers in this Commonwealth for use in on-road compression ignition engines must [contain] be blended with biodiesel so 15 as to achieve a biodiesel blend of at least 5% biodiesel by 16 17 volume one year after the in-State production volume of 18 100,000,000 gallons of biodiesel has been reached and 19 sustained for three months on an annualized basis as 20 determined by the department. The biodiesel blend shall comply with ASTM specification D975 or its successor 21

22 <u>standard.</u>

23 (3)All diesel fuel sold or offered for sale to ultimate 24 consumers in this Commonwealth for use in on-road compression 25 ignition engines must [contain] be blended with biodiesel so 26 as to achieve a biodiesel blend of at least 10% biodiesel by 27 volume one year after the in-State production volume of 200,000,000 gallons of biodiesel has been reached and 28 29 sustained for three months on an annualized basis as 30 determined by the department. The biodiesel blend shall

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1 <u>comply with ASTM specification D7467 or its successor</u>

2 <u>standard.</u>

All diesel fuel sold or offered for sale to ultimate 3 (4) consumers in this Commonwealth for use in on-road compression 4 5 ignition engines must [contain] be blended with biodiesel so 6 as to achieve a biodiesel blend of at least 20% biodiesel by volume one year after the in-State production volume of 7 8 400,000,000 gallons of biodiesel has been reached and 9 sustained for three months on an annualized basis as 10 determined by the department. The biodiesel blend shall comply with ASTM specification D7467 or its successor 11 12 standard. 13 (5) All oilheat fuel and off-road diesel fuel sold or 14 offered for sale to ultimate consumers in this Commonwealth must be blended with biodiesel to achieve a biodiesel blend 15 of at least 5% biodiesel by volume after May 1, 2011. 16 17 (6) All oilheat fuel and off-road diesel fuel sold or 18 offered for sale to ultimate consumers in this Commonwealth 19 must be blended with biodiesel to achieve a biodiesel blend 20 of at least 10% biodiesel by volume after May 1, 2013, provided one of the following conditions is met: 21 22 (i) The national biodiesel board and the national 23 oilheat research alliance both certify by resolution to 24 the department that a blend of oilheat fuel and biodiesel 25 of at least 10% biodiesel by volume is not detrimental to the operation of a residential, commercial or industrial 26 27 heating system if used for its intended use. (ii) The ASTM amends its standard D396 to include 28 blends of at least 10% biodiesel. 29 (7) (i) On or after May 1, 2011, oilheat fuel sold for 30

1	use in residential, commercial or industrial heating
2	within this Commonwealth shall have a sulphur content of
3	no more than 15 parts per million (PPM).
4	(ii) The department, with the concurrence of the
5	Department of Environmental Protection, may suspend or
6	modify to increase the allowable sulphur content of
7	oilheat fuel required by this subsection if the
8	department determines the suspension or modification is
9	warranted by an insufficient quantity of reasonable
10	available oilheat fuel of the required sulphur content in
11	<u>a particular geographic area.</u>
12	* * *
13	(f) ExceptionThe requirements of this section shall not
14	apply [to aviation fuel, home heating fuel or where prohibited
15	by law.] <u>:</u>
16	(1) to aviation fuel;
17	(2) to home heating fuel;
18	(3) to locomotive fuel;
19	(4) to marine fuel;
20	(5) to grades of fuel oil other than grades numbered 1
21	and 2 under ASTM specifications D396 AND D975;
22	(6) to diesel fuel produced from 100% Pennsylvania grade
23	crude oil by a small refiner, as defined in 40 CFR 80.1101(g)
24	(relating to definitions), through December 31, 2010; or
25	(7) where prohibited by law.
26	Section 3. Section 5 of the act is amended by adding
27	subsections to read:
28	Section 5. Agency responsibilities.
29	* * *
30	(e) Enforcement
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1	(1) The department is charged with the general
2	enforcement of this act. The department may employ all proper
3	means for the enforcement of this act, including issuing
4	notices and orders, filing violations for criminal
5	prosecution, seeking injunctive relief, imposing civil
6	penalties and entering into consent agreements.
7	(2) Any person that imports, transfers, offers for sale
8	or sells biodiesel, diesel fuel, off-road diesel fuel,
9	oilheat fuel or biodiesel blend in this Commonwealth for use
10	in on-road or off-road compression ignition engines or for
11	residential, commercial or industrial heating applications
12	shall register with the department.
13	(3) Biodiesel blend shall be created using an approved
14	biodiesel blending method at such a time and place where the
15	diesel fuel, off-road diesel fuel or oilheat fuel is loaded
16	out of a petroleum load rack terminal in this Commonwealth
17	for further distribution, storage, transfer, offer for sale
18	<u>or sale in this Commonwealth.</u>
19	(4) Diesel fuel, off-road diesel fuel and oilheat fuel
20	imported into this Commonwealth must be imported by
21	registered importers and must be blended with biodiesel to
22	create biodiesel blend by an approved biodiesel blending
23	method before the fuel may be sold or offered for sale within
24	this Commonwealth to any person other than the importer.
25	(5) If a person has multiple locations where the person
26	conducts the activities set forth in paragraphs (2), (3) and
27	(4), each location shall be separately registered, but may be
28	submitted in a single electronic form. This paragraph
29	includes in-State and out-of-State persons, such as
30	refineries, terminals, distributors, producers, retailers and
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1	unclassified importers that transfer, sell or offer for sale
2	biodiesel and biodiesel blend products for use in on-road or
3	off-road compression ignition engines or for residential,
4	commercial or industrial heating applications in this
5	Commonwealth.
6	(6) Any time biodiesel blend is sold or transferred from
7	<u>a refinery, terminal, distributor, producer, unclassified</u>
8	importer or any person, for sale to ultimate consumers in
9	this Commonwealth, either directly or through a retailer or
10	other person, a bill of lading or shipping manifest shall be
11	provided to the person that receives the biodiesel blend. The
12	shipping manifest or bill of lading shall accompany the
13	biodiesel blend to the retailer. For direct consumer sales of
14	<u>biodiesel blend by a refinery, terminal, distributor,</u>
15	producer, unclassified importer or any person other than a
16	retailer, such bills of lading or shipping manifest shall be
17	retained at the point of sale. A copy of such records shall
18	be retained by the refinery, terminal, distributor, producer,
19	unclassified importer or person conducting the sale for a
20	period of one year from delivery of the biodiesel blend
21	product or for a longer period of time if part of an
22	enforcement action. For biodiesel blend, the bill of lading
23	or shipping manifest shall contain and disclose the following
24	information:
25	(i) The Pennsylvania registration number, name and
26	location of the terminal, refinery, distributor,
27	producer, unclassified importer or person that created
28	the biodiesel blend.
29	(ii) The biodiesel content, stating volume
30	percentage, based upon gallons of biodiesel per gallons

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1	of diesel fuel base-stock, or an ASTM "Bxx" designation
2	where "xx" denotes the volume percentage biodiesel
3	included in the blended product.
4	(iii) The ASTM specification of the biodiesel used
5	in the biodiesel blend.
6	(iv) The grade and ASTM specification of the diesel
7	fuel, off-road diesel fuel or oilheat fuel used in the
8	biodiesel blend and, for biodiesel blends made with
9	oilheat fuel, the sulfur content of the oilheat fuel.
10	(v) The ASTM specification of the biodiesel blend.
11	(vi) The total gallons of biodiesel blend sold,
12	shipped or transferred.
13	(vii) A certification signed by the refinery,
14	terminal, distributor, producer, unclassified importer or
15	other person that created the biodiesel blend stating
16	that it was created by an approved biodiesel blending
17	method and the information contained in the bill of
18	lading or shipping manifest is true and correct subject
19	to the penalties of 18 Pa.C.S. § 4904 (relating to
20	unsworn falsification to authorities).
21	(7) Retailers offering a biodiesel blend product for
22	<u>ultimate sale to consumers for use in on-road or off-road</u>
23	compression ignition engines or for residential, commercial
24	or industrial heating applications in this Commonwealth
25	shall:
26	(i) Assure they receive and retain a copy of the
27	bills of lading and shipping manifests required by this
28	section.
29	(ii) With regard to the sale or delivery of
30	biodiesel blending utilizing oilheat fuel, provide the

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1	consumer as part of the sale or delivery a receipt
2	showing the Pennsylvania registration number of the
3	person that created the biodiesel blend and the biodiesel
4	and sulfur content as required to be included in the
5	bills of lading by subsection (e)(6)(ii) and (iv). These
6	records shall be retained for a period of one year from
7	receipt of the biodiesel blend product, or for a longer_
8	period of time if requested by the department as part of
9	an enforcement action, either at the facility where the
10	product is sold or at the corporate headquarters, so long
11	as the bills of lading and shipping manifests remain at
12	the facility where the product is sold until such time as
13	that product is sold or is no longer present at the
14	facility. Notwithstanding the provisions of this
15	subsection, no retailer shall be found in violation of
16	this act for failure to make the records required by this
17	section immediately available to the department upon
18	inspection of the facility where the product is sold,
19	provided that the records are submitted to the department
20	within two business days.
21	(8) Any time biodiesel is sold or transferred from any
22	person to be sold or offered for sale to ultimate consumers
23	in this Commonwealth for use in on-road or off-road
24	compression ignition engines or for residential, commercial
25	or industrial heating applications as part of a biodiesel
26	blend, a certification shall be provided to the person that
27	receives the biodiesel. The certification shall accompany the
28	biodiesel to the person that creates the biodiesel blend and
29	shall accompany the biodiesel blend into which the biodiesel
30	has been incorporated to the retailer. The certification

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1	shall be signed by the person selling or transferring the
2	biodiesel and state that the biodiesel is compliant with the
3	definition and quality standards for biodiesel under this
4	act, including ASTM D-6751-02, or its successor standard, and
5	be made subject to the penalties of 18 Pa.C.S. § 4904. A copy
6	of the certification shall be retained by the person selling
7	or transferring the biodiesel, the person creating the
8	biodiesel blend and by the retailer for a period of one year
9	from delivery of the biodiesel or biodiesel blend, as
10	applicable, or for a longer period of time if requested by
11	the department as part of an enforcement action. With regard
12	to a retailer, a copy of the certification may be retained at
13	the corporate headquarters so long as the certification
14	remains at the facility where the product is sold until such
15	time as that product is sold or is no longer present at the
16	facility. Notwithstanding the provisions of this subsection,
17	no retailer shall be found in violation of this act for
18	failure to make the records required by this section
19	immediately available to the department upon inspection of
20	the facility where the product is sold, provided that the
21	records are submitted to the department within two business
22	<u>days.</u>
23	(9) The department shall have the following authority:
24	(i) To conduct unannounced random inspections of any
25	person or establishment located in this Commonwealth that
26	stores, holds, blends, sells or offers for sale diesel
27	fuel, off-road diesel fuel, oilheat fuel, biodiesel or
28	biodiesel blend. Inspections shall include the premises,
29	tanks, storage facilities, transportation and storage
30	vehicles, dispensing devices and any other place where

1	diesel fuel, off-road diesel fuel, oilheat fuel,
2	biodiesel or biodiesel blend is stored, held, blended,
3	sold or offered for sale.
4	(ii) To take samples of and test the diesel fuel,
5	off-road diesel fuel, oilheat fuel, biodiesel and
6	biodiesel blend being stored, held, blended, sold or
7	offered for sale.
8	(iii) To audit the books and records, including
9	copying, pertaining to the diesel fuel, off-road diesel
10	fuel, oilheat fuel, biodiesel or biodiesel blend being
11	stored, held, sold or offered for sale, and its component
12	parts, including:
13	(A) Delivery invoices, bills of lading and
14	shipping manifests.
15	(B) Sales invoices, bills of lading and shipping
16	manifests.
17	(C) Inventory records.
18	(D) Contracts and agreements between suppliers,
19	buyers and sellers.
20	(10) The department is authorized to access, during
21	regular business hours, the premises, including the tanks,
22	storage facilities, transportation and storage vehicles,
23	dispensing devices and any other place where diesel fuel,
24	off-road diesel fuel, oilheat fuel, biodiesel or biodiesel
25	blend is stored, held, blended, sold or offered for sale, and
26	the records of any establishment, located in this
27	Commonwealth, where diesel fuel, off-road diesel fuel,
28	oilheat fuel, biodiesel or biodiesel blend is stored, held,
29	processed, distributed, offered or exposed for sale or sold
30	in this Commonwealth for the purpose of investigation and
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1	enforcement of this act, including auditing records and
2	taking samples of diesel fuel, off-road diesel fuel, oilheat
3	fuel, biodiesel or biodiesel blend from tanks, storage
4	facilities, transportation and storage vehicles, dispensing
5	devices and any other place where diesel fuel, off-road
6	diesel fuel, oilheat fuel, biodiesel or biodiesel blend is
7	stored, held, blended, sold or offered for sale. A person
8	that willfully and intentionally interferes with an employee
9	of the department in the performance of duties or activities
10	authorized under this act commits a misdemeanor of the third
11	<u>degree.</u>
12	(11) The department shall have the authority to issue
13	stop-sale orders with respect to all biodiesel and biodiesel
14	blend stored, held, blended, sold or offered for sale to
15	ultimate consumers in this Commonwealth for use in on-road or
16	off-road compression ignition engines or for residential,
17	commercial or industrial heating applications where the
18	department determines, after sampling and analysis, that the
19	biodiesel or biodiesel blend does not comply with the
20	standards established by this act or the regulations
21	promulgated under this act and would be detrimental to the
22	operation of on-road or off-road compression ignition engines
23	or residential, commercial or industrial heating if used for
24	its intended use. The department shall release the
25	noncompliant biodiesel or biodiesel blend for sale only when
26	the department determines the biodiesel or biodiesel blend is
27	either brought into compliance with this act or regulations
28	promulgated under this act or it would no longer be
29	detrimental to the operation of on-road or off-road
30	compression ignition engines or residential, commercial or
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1	industrial heating systems if used for its intended use. All
2	such biodiesel or biodiesel blend must be properly labeled as
3	to its noncompliant characteristics if released and permitted
4	to be sold without being brought into compliance with this
5	act or regulations promulgated under this act. A person that
6	knowingly sells or offers for sale biodiesel or biodiesel
7	blend subject to a stop-sale order in this Commonwealth for
8	use by ultimate consumers in on-road or off-road compression
9	ignition engines or for residential, commercial or industrial
10	heating applications commits a misdemeanor of the third
11	<u>degree.</u>
12	(f) Penalties
13	(1) The department may assess a civil penalty of not
14	less than \$100 nor more than \$1,000 per day for each knowing
15	violation of this act or a regulation promulgated under this
16	<u>act.</u>
17	(2) The department shall provide written notice of the
	(2) The deparement sharr provide written notice of the
18	penalty amount as well as the general factual and legal basis
18 19	
	penalty amount as well as the general factual and legal basis
19	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that,
19 20	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file
19 20 21	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an
19 20 21 22	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an administrative hearing. Unless a timely request has been
19 20 21 22 23	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an administrative hearing. Unless a timely request has been filed, the written notice shall become final. If a written
19 20 21 22 23 24	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an administrative hearing. Unless a timely request has been filed, the written notice shall become final. If a written request for a hearing is timely filed, the hearing on the
19 20 21 22 23 24 25	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an administrative hearing. Unless a timely request has been filed, the written notice shall become final. If a written request for a hearing is timely filed, the hearing on the penalty assessment shall be held in accordance with the
19 20 21 22 23 24 25 26	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an administrative hearing. Unless a timely request has been filed, the written notice shall become final. If a written request for a hearing is timely filed, the hearing on the penalty assessment shall be held in accordance with the provisions of 2 Pa.C.S. Chs. 5 Subch. A (relating to practice
19 20 21 22 23 24 25 26 27	penalty amount as well as the general factual and legal basis for the penalty and shall advise the affected person that, within 15 days of receipt of the notice, the person may file with the Secretary of Agriculture a written request for an administrative hearing. Unless a timely request has been filed, the written notice shall become final. If a written request for a hearing is timely filed, the hearing on the penalty assessment shall be held in accordance with the provisions of 2 Pa.C.S. Chs. 5 Subch. A (relating to practice and procedure of Commonwealth agencies) and 7 Subch. A

1	penalty, the department may refer the matter to the Office of
2	General Counsel or the Office of Attorney General, which
3	shall institute an action in the appropriate court to recover
4	the penalty.
5	(4) A person that knowingly violates a provision of this
6	act or a rule or regulation adopted or order issued under
7	this act:
8	(i) Unless otherwise specified in this act, for the
9	first offense, commits a summary offense and shall, upon
10	conviction, be sentenced to pay a fine of not less than
11	<u>\$100 nor more than \$500 plus costs of prosecution or to</u>
12	imprisonment for not more than 90 days, or both.
13	(ii) For a subsequent offense at a registered
14	location that occurs within two years of sentencing for
15	the prior violation, commits a misdemeanor of the third
16	degree and shall, upon conviction, be sentenced to pay a
17	<u>fine of not less than \$500 nor more than \$1,000 plus</u>
18	costs of prosecution or to imprisonment of not more than
19	<u>one year, or both.</u>
20	(5) In addition to any other remedies set forth under
21	this act, a violation of this act or a regulation promulgated
22	under this act shall be abatable in the manner provided by
23	law or equity. In cases where the circumstances require it, a
24	mandatory preliminary injunction, special injunction or
25	temporary restraining order may be issued upon the terms
26	prescribed by the court, provided notice of the application
27	has been given to the respondent in accordance with the rules
28	of equity practice. In any proceeding, the court shall issue
29	a prohibitory or mandatory injunction if it finds that the
30	respondent is engaging in unlawful conduct as defined under
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1 this act or is engaging in conduct which is causing immediate 2 and irreparable harm to the public. In addition to the injunction, the court, in the equity proceeding, may assess 3 civil penalties in accordance with this section. 4 5 (q) Fees.--The department may impose registration and user fees to recover costs of enforcement, such as, sampling, 6 inspection, lab analysis and testing, supplies, equipment and 7 8 administration costs and other fixed overhead costs incurred in 9 the enforcement and administration of this act. Unless otherwise specified in this chapter, such fees shall be established by the 10 department through regulations. 11 Section 4. Section 6(a) of the act is amended to read: 12 13 Section 6. Infrastructure reports. 14 Certification.--At least six months prior to the (a) 15 effective dates of the mandated content requirements contained 16 in sections 3(a)(1), (2), (3) [and], (4), (5) and (6) and 4, the 17 department and the Department of Transportation shall jointly 18 make a certification as to whether there is sufficient 19 transportation, distribution and other necessary infrastructure, 20 including rail capability and terminal facilities, in this 21 Commonwealth to meet the requirements of this act. 22 \* \* \* 23 Section 5. The act is amended by adding a section to read: 24 Section 8. Biofuel Development Fund. 25 (a) Establishment.--There is hereby established in the State 26 Treasury a nonlapsing fund to be known as the Biofuel 27 Development Fund. Fees, fines and penalties, including\_ administrative, civil and criminal penalties and interest 28 29 collected by the department under this act or regulations promulgated under it shall be paid into the fund. 30

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1	(b) AppropriationMoney and interest in the fund are
2	hereby appropriated to the department on a continuing basis for
3	activities necessary to meet the requirements of the act and
4	regulations promulgated under it.
5	(c) SupplementsThe Biofuel Development Fund may be
6	supplemented by money received from the following sources:
7	(1) Federal funds appropriated to the department.
8	(2) State funds appropriated to the department.
9	(3) Proceeds from the sale of bonds made available to
10	the department.
11	(4) Another source, including, gifts and other
12	contributions from public and private sources.
13	(d) AdministrationThe department shall have authority to
14	adopt procedures for the use of money in the fund including the
15	establishing of accounts within the fund for the purpose of
16	administration of the act and regulations promulgated under it.
17	(e) ApplicabilityThe provisions of 42 Pa.C.S. Ch. 37
18	Subch. C (relating to judicial computer system) shall not apply
19	to the Biofuel Development Fund and fines collected as criminal
20	penalties under the act.
21	(f) Deposit and use of moneyAdministrative action shall_
22	not prevent the deposit of money into the fund in the fiscal
23	year in which it is received. The money shall be used only for
24	the purposes authorized under this act and shall not be
25	transferred or diverted to another purpose by administrative
26	action.
27	Section 6. This act shall take effect in 60 days.

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