# SENATE BILL 103

M3, R7 (7lr0176)

# ENROLLED BILL

— Judicial Proceedings / Environmental Matters —

Introduced by The President (By Request - Administration) and Senator Frosh
Senators Frosh, Britt, Brochin, Conway, Garagiola, Gladden, Jones,
Kelley, Kramer, Lenett, Madaleno, Muse, Peters, Pinsky, Pugh, Raskin,
Rosapepe, and Zirkin

Read and	Examined by Proofreaders:	
		Proofreader.
		Proofreader.
Sealed with the Great Seal and	presented to the Governor,	for his approval this
day of	at	o'clock,M.
		President.
	CHAPTER	
AN ACT concerning		
Maryland	d Clean Cars Act of 2007	
a certain low emissions ver certain date; <u>authorizing a</u> <u>program to vehicles of ce</u>	Department of the Environment inistration, to establish by residue to the program applicable to a modification concerning the ertain model years; author of the program to vehicles of	egulation and maintain certain vehicles by a he applicability of the rizing a modification

# EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments.



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requiring the Administration and the Department to establish certain motor vehicle emissions standards and certain compliance requirements; prohibiting the Department or any other State agency from adopting a regulation that requires the sale or use of certain gasoline; authorizing and requiring the adoption of certain regulations; authorizing the Department to work with certain jurisdictions for certain purposes; prohibiting the Administration from titling, registering, or transferring the registration of certain vehicles under certain circumstances; exempting a certain zero-emission vehicle from certain emissions testing and inspection requirements; extending the termination of a certain exemption for qualified hybrid vehicles from certain emissions testing and inspection requirements; requiring the Administration and the Secretary to adopt certain regulations; providing that a qualified hybrid vehicle is not required to submit to a certain exhaust emissions test and emissions equipment and misfueling inspection until a certain time after the vehicle was first registered in the State; prohibiting authorizing the Department, in consultation with the Administration, to prohibit certain acts related to certain vehicles or vehicle engines under certain circumstances: authorizing the Department, in consultation with the Administration, to adopt regulations to exempt certain motor vehicles from the program; requiring the Administration to note exemptions for certain motor vehicles on the title of the motor vehicle; providing for the application of certain enforcement and penalty provisions; requiring the Department to submit a certain report to the Administrative, Executive, and Legislative Review Committee on or before a certain date each year; establishing a Maryland Clean Car and Energy Policy Task Force; specifying the chair, membership, staffing, and duties of the Task Force; requiring the Task Force to make legislative recommendations; requiring the Task Force to provide a certain annual report to the Governor and the General Assembly; defining certain terms; requiring the Department, in consultation with the Administration, to consult with certain stakeholders, consider the implementation of efforts of certain states, and consider the needs of certain individuals in adopting regulations under this Act; specifying that certain provisions of federal law apply to a certain extent; providing for the effective date of certain provisions of this Act; providing for the termination of certain provisions of this Act; and generally relating to the establishment of a low emissions vehicle program.

# 36 BY adding to

Article – Environment

Section 2–1101 through  $\frac{2-1106}{2-1108}$  to be under the new subtitle "Subtitle

11. Low Emissions Vehicle Program"

40 Annotated Code of Maryland

(1996 Replacement Volume and 2006 Supplement)

1	BY repealing and reenacting, with amendments,		
2	Article – Transportation		
3 4	Section 13–110 <del>and 13–406</del> , <i>13–406</i> , <i>and 23–202(b)</i> Annotated Code of Maryland		
5	(2006 Replacement Volume and 2006 Supplement)		
5	(2000 Replacement Volume and 2000 Supplement)		
6	BY repealing and reenacting, without amendments,		
7	$\overline{Article-Transportation}$		
8	Section 23–206.3		
9	Annotated Code of Maryland		
10	(2006 Replacement Volume and 2006 Supplement)		
1.1			
11	BY adding to		
12	$\frac{Article - Transportation}{22,200,4}$		
13	<u>Section 23–206.4</u>		
14	Annotated Code of Maryland		
15	(2006 Replacement Volume and 2006 Supplement)		
16	BY repealing and reenacting, with amendments,		
17	Chapter 273 of the Acts of the General Assembly of 2003, as amended by Chapter		
18	370 of the Acts of the General Assembly of 2005		
19	Section 2		
20	CECTION 1 DE 10 ENACTED DY DIE CENEDAL ACCEMDIN OF		
20 21	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:		
<i>L</i> 1	MAILIDAND, That the Laws of Maryland read as lonows.		
22	Article - Environment		
23	SUBTITLE 11. LOW EMISSIONS VEHICLE PROGRAM.		
24	2–1101.		
25	(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS		
26	INDICATED.		
20			
27	(B) "ADMINISTRATION" MEANS THE MOTOR VEHICLE		
28	ADMINISTRATION.		
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29	(C) "PROGRAM" MEANS THE LOW EMISSIONS VEHICLE PROGRAM		
30	ESTABLISHED UNDER THIS SUBTITLE.		
31	(D) "TRANSFER" INCLUDES ACQUIRE, PURCHASE, SELL, AND LEASE.		
J 1	(2) I I I I I I I I I I I I I I I I I I I		

1 **2-1102.** 

- 2 (A) IN <del>CONJUNCTION</del> <u>CONSULTATION</u> WITH THE ADMINISTRATION AND 3 AS PROVIDED UNDER THIS SUBTITLE, THE DEPARTMENT SHALL ESTABLISH BY REGULATION AND MAINTAIN A LOW EMISSIONS VEHICLE PROGRAM THAT:
- 5 (1) Is AUTHORIZED BY § 177 OF THE FEDERAL CLEAN AIR ACT; 6 AND
- 7 (2) IS APPLICABLE TO VEHICLES OF THE 2011 MODEL YEAR AND 8 EACH MODEL YEAR THEREAFTER.
- 9 **(B)** As part of the program, the Department shall establish 10 NEW MOTOR VEHICLE EMISSIONS STANDARDS AND COMPLIANCE 11 REQUIREMENTS FOR EACH MODEL YEAR INCLUDED IN THE PROGRAM AS 12 AUTHORIZED BY § 177 OF THE FEDERAL CLEAN AIR ACT.
- 13 (C) AS PART OF THE COMPLIANCE REQUIREMENTS ESTABLISHED
  14 UNDER THIS SUBTITLE, THE DEPARTMENT MAY ADOPT BY REGULATION MOTOR
  15 VEHICLE EMISSIONS INSPECTION, RECALL, AND WARRANTY REQUIREMENTS.
- 16 (D) THE DEPARTMENT OR ANY OTHER STATE AGENCY MAY NOT ADOPT
  17 A REGULATION UNDER THIS SUBTITLE OR ANY OTHER PROVISION OF LAW THAT
  18 REQUIRES THE SALE OR USE OF CALIFORNIA REFORMULATED GASOLINE IN THE
  19 STATE.
- 20 **2–1103.**
- TO MINIMIZE THE ADMINISTRATIVE IMPACT OF THE PROGRAM AND TO
  MINIMIZE THE IMPACT OF MOTOR VEHICLE EMISSIONS GENERATED OUT OF
  STATE ON THE AIR QUALITY OF THIS STATE, THE DEPARTMENT:
- 24 (1) MAY ADOPT CALIFORNIA REGULATIONS, PROCEDURES, AND 25 CERTIFICATION DATA BY REFERENCE; AND
- 26 (2) MAY WORK IN COOPERATION WITH, AND ENTER INTO
  27 CONTRACTS OR AGREEMENTS WITH CALIFORNIA, OTHER STATES, AND THE
  28 DISTRICT OF COLUMBIA TO ADMINISTER CERTIFICATION, IN-USE COMPLIANCE,
  29 INSPECTION, RECALL, AND WARRANTY REQUIREMENTS FOR THE PROGRAM.

1 **2–1104.** 

- 2 (A) EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, THE
  3 ADMINISTRATION MAY NOT TITLE OR REGISTER, UNDER TITLE 13 OF THE
  4 TRANSPORTATION ARTICLE, A NEW MOTOR VEHICLE THAT IS SUBJECT TO THE
  5 PROVISIONS OF THIS SUBTITLE IF THE MOTOR VEHICLE DOES NOT COMPLY
  6 WITH THE PROVISIONS OF THIS SUBTITLE OR ANY REGULATION ADOPTED
  7 UNDER THIS SUBTITLE.
- 8 (B) A EXCEPT AS OTHERWISE PROVIDED IN THIS SUBTITLE, A PERSON
  9 MAY NOT TRANSFER OR ATTEMPT TO TRANSFER A MOTOR VEHICLE OR MOTOR
  10 VEHICLE ENGINE THAT IS SUBJECT TO THE PROVISIONS OF THIS SUBTITLE IF
  11 THE VEHICLE OR ENGINE DOES NOT COMPLY WITH THE PROGRAM.
- 12 (C) A PERSON MAY NOT PROCURE OR ATTEMPT TO PROCURE, THROUGH 13 FRAUD OR MISREPRESENTATION, THE TITLE OR REGISTRATION OF A MOTOR 14 VEHICLE THAT IS SUBJECT TO THE PROVISIONS OF THIS SUBTITLE IF THE 15 VEHICLE DOES NOT COMPLY WITH THE PROGRAM.
- 16 (D) THE DEPARTMENT, IN CONSULTATION WITH THE ADMINISTRATION,
  17 SHALL MAY ADOPT REGULATIONS TO PROHIBIT THE TRANSFER OF NEW MOTOR
  18 VEHICLES OR MOTOR VEHICLE ENGINES THAT ARE NOT IN COMPLIANCE WITH
  19 THE PROVISIONS OF THIS SUBTITLE, IF SUCH REGULATIONS ARE NECESSARY TO
  20 COMPLY WITH § 177-OF THE FEDERAL CLEAN AIR ACT.
- 21 **2–1105.**
- 22 (A) THE DEPARTMENT MAY SHALL, IN CONSULTATION WITH THE 23 ADMINISTRATION, ADOPT REGULATIONS TO EXEMPT MOTOR VEHICLES FROM 24 THE PROGRAM.
- 25 (B) EXEMPTIONS ESTABLISHED UNDER SUBSECTION (A) OF THIS 26 SECTION SHALL BE LIMITED TO:
- 27 (1) MOTOR VEHICLES SOLD FOR REGISTRATION OUT OF THE 28 STATE;
- 29 **(2) MOTOR VEHICLES SOLD FROM A LICENSED DEALER TO** 30 **ANOTHER LICENSED DEALER; AND**

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1	(3) MOTOR VEHICLES THAT WOULD BE EXEMPTED FROM THE
2	LOW EMISSIONS VEHICLE PROGRAM ESTABLISHED UNDER CALIFORNIA LAW.
3	(C) FOR ANY MOTOR <del>VEHICLES</del> VEHICLE EXEMPTED UNDER
4	SUBSECTION (A) OF THIS SECTION, THE ADMINISTRATION SHALL NOTE THE
5	EXEMPTION OF ON THE TITLE OF THE MOTOR VEHICLE.
6	2–1106.
7	(A) THE ENFORCEMENT AND PENALTY PROVISIONS OF SUBTITLE 6 OF
8	THIS TITLE SHALL APPLY TO A VIOLATION OF THIS SUBTITLE.
9	(B) EACH TRANSFER OR ATTEMPTED TRANSFER OF A MOTOR VEHICLE
10	OR MOTOR VEHICLE ENGINE IN VIOLATION OF § 2–1104(B) OF THIS SUBTITLE
11	SHALL CONSTITUTE A SEPARATE VIOLATION OF THE PROVISIONS OF THIS
12	SUBTITLE.
12	SCBIIIE.
13	<u>2–1107.</u>
14	On or before October 1 of each year, the Department shall
15	SUBMIT, TO THE ADMINISTRATIVE, EXECUTIVE, AND LEGISLATIVE REVIEW
16	COMMITTEE FOR THE COMMITTEE'S REVIEW, A LIST AND SUMMARY OF ALL
17	CHANGES TO THE CALIFORNIA MOTOR VEHICLE EMISSIONS STANDARDS AND
18	COMPLIANCE REQUIREMENTS PROPOSED OR ADOPTED BY THE CALIFORNIA AIR
19	RESOURCES BOARD IN THE PRIOR 12 MONTHS.
20	SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland
21	read as follows:
22	<u>Article - Environment</u>
23	<u>2–1108.</u>
24	(A) THERE IS A MARYLAND CLEAN CAR AND ENERGY POLICY TASK
25	FORCE.
<i>43</i>	I ONOE
26	(B) THE TASK FORCE SHALL BE COMPOSED OF:
	(1)
27	(1) ONE MEMBER OF THE SENATE OF MARYLAND, APPOINTED BY

THE PRESIDENT OF THE SENATE TO SERVE AS A COCHAIR;

1	(2) ONE MEMBER OF THE HOUSE OF DELEGATES, APPOINTED BY
2	THE SPEAKER OF THE HOUSE TO SERVE AS A COCHAIR;
3 4	(3) THE SECRETARY OF THE DEPARTMENT OF NATURAL RESOURCES, OR A DESIGNEE OF THE SECRETARY;
5 6	(4) THE SECRETARY OF THE DEPARTMENT OF THE ENVIRONMENT, OR A DESIGNEE OF THE SECRETARY;
7 8	(5) THE SECRETARY OF THE DEPARTMENT OF TRANSPORTATION, OR A DESIGNEE OF THE SECRETARY;
9 10	(6) THE SECRETARY OF THE DEPARTMENT OF BUSINESS AND ECONOMIC DEVELOPMENT, OR A DESIGNEE OF THE SECRETARY;
11 12	(7) A REPRESENTATIVE OF THE MARYLAND ENERGY RESOURCE CENTER; AND
13 14	(8) A REPRESENTATIVE OF THE UNIVERSITY OF MARYLAND BIOTECHNOLOGY INSTITUTE.
15 16	(C) A MEMBER OF THE TASK FORCE MAY NOT RECEIVE COMPENSATION AS A MEMBER OF THE TASK FORCE BUT IS ENTITLED TO REIMBURSEMENT FOR
17	EXPENSES UNDER THE STANDARD STATE TRAVEL REGULATIONS AS PROVIDED
18	IN THE STATE BUDGET.
19 20	(D) THE TASK FORCE SHALL MEET AT THE TIMES AND PLACES THAT THE COCHAIRS DETERMINE.
21	(E) THE TASK FORCE SHALL:
22	(1) <u>STUDY:</u>
23	(I) THE ACTIVITIES OF NEIGHBORING STATES, RELATING
24	TO VEHICLE EMISSION STANDARDS;
25	(II) REGULATORY ACTIONS BY THE STATE OF CALIFORNIA
26	AND THE U.S. ENVIRONMENTAL PROTECTION AGENCY RELATED TO VEHICLE
27	EMISSION STANDARDS; AND

1		(III) EMERGING ENERGY TECHNOLOGIES;
2	<u>(2)</u>	REVIEW STATE ENERGY POLICIES AND CONSIDER PROPOSALS
3	AND STRATEGIE	S TO DEVELOP ALTERNATIVE VEHICLE FUELS AND EFFICIENCY
4	MEASURES THAT	WOULD IMPROVE THE STATE'S AIR QUALITY;
5	<u>(3)</u>	MAKE LEGISLATIVE RECOMMENDATIONS; AND
6	(4)	PREPARE A REPORT SUMMARIZING THE FINDINGS AND
7		ONS OF THE TASK FORCE.
,	<u>ithe committee</u>	OTTO OT THE THEFT OFFICE
8	(F) THE	TASK FORCE SHALL SUBMIT THE FINDINGS AND
9	<del></del>	ONS OF THE TASK FORCE TO THE GOVERNOR AND, SUBJECT TO
10		E STATE GOVERNMENT ARTICLE, THE GENERAL ASSEMBLY ON
11		EMBER 31 OF EACH YEAR.
12	(G) THE	DEPARTMENT OF THE ENVIRONMENT SHALL PROVIDE STAFF
13	TO THE TASK FO	
14	SECTION	3. AND BE IT FURTHER ENACTED, That the Laws of Maryland
15	read as follows:	
16		Article - Transportation
1.7	10 110	
17	13–110.	
18	The Admin	istration shall refuse to issue a certificate of title of a vehicle if:
10	(1)	
19	(1)	The application contains any false or fraudulent statement;
20	(2)	The applicant has failed to furnish information or documents
21	` ′	te or regulations adopted by the Administration;
21	required by statut	of regulations adopted by the Hammistration,
22	(3)	Any required fee has not been paid;
	\-/	1 7
23	(4)	The applicant is not entitled to a certificate of title under the
24	Maryland Vehicle	
25	(5)	The Administration has reasonable grounds to believe:

1		(i) That the applicant is not the owner of the vehicle; [or]
2 3	would be a fraud a	(ii) That the issuance of a certificate of title to the applicant gainst another person; <b>OR</b>
4 5 6	SUBTITLE 11 OF UNDER THAT SUB	(III) THAT THE VEHICLE DOES NOT COMPLY WITH TITLE 2, THE ENVIRONMENT ARTICLE OR ANY REGULATION ADOPTED STITLE.
7	13–406.	
8 9	The Adminitivehicle if:	stration shall refuse to register or transfer the registration of any
10	(1)	The application contains any false or fraudulent statement;
11 12	(2) required or reques	The applicant has failed to furnish information or documents ted by the Administration;
13	(3)	Any required fee has not been paid;
14 15	(4) Maryland Vehicle	The applicant is not entitled to registration of the vehicle under the Law;
16 17	(5) highways;	The vehicle is mechanically unfit or unsafe to be operated on the
18	(6)	The registration of the vehicle is suspended or revoked;
19 20 21	(7) Vehicle Law has applicant;	A warrant for a motor vehicle violation under the Maryland been issued against the applicant and has not been served on the
22 23	(8) outstanding arrest	Subject to § 13–406.1 of this subtitle, the applicant is named in an awarrant;
24	(9)	The Administration has reasonable grounds to believe:
25		(i) That the vehicle is stolen; [or]
26 27	against another pe	(ii) That the grant or transfer of registration would be a frauderson; OR

1 2 3	(III) THAT THE VEHICLE DOES NOT COMPLY WITH TITLE 2, SUBTITLE 11 OF THE ENVIRONMENT ARTICLE OR ANY REGULATIONS ADOPTED UNDER THAT SUBTITLE; OR
4 5	(10) The gross vehicle weight is 55,000 pounds or over and the applicant has failed to furnish proof of payment of the Federal Heavy Vehicle Use Tax.
6	<u>23–206.3.</u>
7 8	(a) In this section, "qualified hybrid vehicle" has the meaning stated in § 13–815(a)(6) of this article.
9 10 11 12	(b) A qualified hybrid vehicle is exempt from the mandatory tests and inspections required by this subtitle if the vehicle obtains a rating from the U.S. Environmental Protection Agency of at least 50 miles per gallon during city fuel economy tests.
13 14	(c) The Administration shall adopt regulations necessary to implement the provisions of this section.
15	<u>23–206.4.</u>
16 17	(A) IN THIS SECTION, "ZERO-EMISSION VEHICLE" MEANS ANY VEHICLE THAT:
18 19	(1) IS DETERMINED BY THE SECRETARY TO BE A TYPE OF VEHICLE THAT DOES NOT PRODUCE ANY TAILPIPE OR EVAPORATIVE EMISSIONS; AND
20 21	(2) HAS NOT BEEN ALTERED FROM THE MANUFACTURER'S ORIGINAL SPECIFICATIONS.
22 23	(B) A ZERO-EMISSION VEHICLE IS EXEMPT FROM THE MANDATORY TESTS AND INSPECTIONS REQUIRED BY THIS SUBTITLE.
24 25	(C) THE ADMINISTRATION AND THE SECRETARY SHALL ADOPT REGULATIONS NECESSARY TO:
26 27	(1) PROVIDE FOR THE DETERMINATION OF WHICH VEHICLES ARE ZERO-EMISSION VEHICLES; AND

#### **(2)** 1 IMPLEMENT THE PROVISIONS OF THIS SECTION. 2 Chapter 273 of the Acts of 2003, as amended by Chapter 370 of the Acts of 2005 3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 4 October 1, 2003. It shall remain effective for a period of [6] 9 years and, at the end of 5 September 30, [2009] 2012, with no further action required by the General Assembly, 6 this Act shall be abrogated and of no further force and effect. 7 SECTION 4. AND BE IT FURTHER ENACTED, That the Laws of Maryland 8 read as follows: 9 Article - Transportation 10 *23–202*. [The] SUBJECT TO PARAGRAPH (3) OF THIS SUBSECTION, THE 11 *(b)* (1) emissions program shall provide for a biennial exhaust emissions test and emissions 12 equipment and misfueling inspection for all vehicles of the 1977 model year and each 13 model year thereafter. 14 The emissions control program may not authorize an exhaust 15 (2)16 emissions test or emissions equipment and misfueling inspection for any vehicle of a model year earlier than the 1977 model year. 17 18 IN THIS PARAGRAPH, "QUALIFIED HYBRID VEHICLE" *(*3*)* (I)19 HAS THE MEANING STATED IN § 13–815(A)(6) OF THIS ARTICLE. 20 (II) A QUALIFIED HYBRID VEHICLE IS NOT REQUIRED TO SUBMIT TO A FIRST EXHAUST EMISSIONS TEST AND EMISSIONS EQUIPMENT AND 21

24 SECTION 2. 4. 5. AND BE IT FURTHER ENACTED, That, on or before

MISFUELING INSPECTION UNTIL 3 YEARS AFTER THE DATE ON WHICH THE

- December 31, 2007, the Department of the Environment and, in consultation with the
- Motor Vehicle Administration, shall jointly adopt regulations under Title 2, Subtitle
- 27 11 of the Environment Article, as enacted by Section 1 of this Act.

VEHICLE WAS FIRST REGISTERED IN THE STATE.

- 28 <u>SECTION 5.</u> 6. AND BE IT FURTHER ENACTED, That in adopting
- 29 regulations under Title 2, Subtitle 11 of the Environment Article, as enacted by
- 30 Section 1 of this Act, the Department of the Environment, in consultation with the
- 31 Motor Vehicle Administration, shall:

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1 2	(a) Consult with all stakeholders, including representatives of the State's automotive industry;
3 4	(b) Consider the implementation efforts of each state bordering the State that have adopted the California Low Emissions Vehicle Program; and
5	(c) Consider the needs of individuals with visual impairments.
6 7 8	SECTION 3. 6. 7. AND BE IT FURTHER ENACTED, That, to the extent that any portion of this Act may be construed to be in conflict with federal law, the provisions of federal law shall prevail.
9 10 11 12 13 14	SECTION 8. AND BE IT FURTHER ENACTED, That Section 4 of this Act shall take effect on the taking effect of the termination provision specified in Section 2 of Chapter 273 of the Acts of the General Assembly of 2003, as amended by Chapter 370 of the Acts of the General Assembly of 2005 and Section 3 of this Act. Except as provided in Section 3 of this Act, this Act may not be interpreted to have any effect on that termination provision.
15 16 17 18 19	SECTION 4. 7. 9. AND BE IT FURTHER ENACTED, That, subject to the provisions of Section 8 of this Act, this Act shall take effect June 1, 2007. Section 2 of this Act shall remain effective for a period of 3 years and 7 months and, at the end of December 31, 2010, with no further action required by the General Assembly, Section 2 of this Act shall be abrogated and of no further force and effect.
	Approved:
	Governor.
	President of the Senate.
	Speaker of the House of Delegates.