

SHB 2738 - H AMD TO H AMD (H-5139.4/06) **804**
By Representative Ericksen

1 On page 1, beginning on line 3 of the amendment, strike
2 everything and insert the following:

3 "Sec. 1. RCW 43.19.642 and 2003 c 17 s 2 are each amended to
4 read as follows:

5 (1) All state agencies are encouraged to use a fuel blend of
6 twenty percent biodiesel and eighty percent petroleum diesel for
7 use in diesel-powered vehicles and equipment. The department shall
8 ensure that the fuel used is produced from feedstock grown in
9 Washington state.

10 (2) Effective (~~June~~) July 1, 2006, for agencies complying
11 with the ultra-low sulfur diesel mandate of the United States
12 environmental protection agency for on-highway diesel fuel,
13 agencies shall use biodiesel as an additive to ultra-low sulfur
14 diesel for lubricity, except for vehicles engaged in fire
15 suppression and life support activities(~~(, provided that the use of~~
16 ~~a lubricity additive is warranted and that the use of biodiesel is~~
17 ~~comparable in performance and cost with other available lubricity~~
18 ~~additives))~~). The amount of biodiesel added to the ultra-low sulfur
19 diesel fuel shall be not less than:

20 (a) two percent, if both in-state oil seed crushing capacity
21 and feedstock grown, produced, and refined in Washington state can
22 fully satisfy the two percent requirement;

23 (b) five percent, if feedstock grown, produced, and refined in
24 Washington state can fully satisfy a five percent requirement;

25 (c) ten percent, if feedstock grown, produced, and refined in
26 Washington state can fully satisfy a ten percent requirement; and

27 (d) twenty percent, if feedstock grown, produced, and refined
28 in Washington state can fully satisfy a ten percent requirement.

1 NEW SECTION. **Sec. 2.** A new section is added to chapter 19.112
2 RCW to read as follows:

3 The director shall establish a biofuels advisory committee to
4 advise the director on implementing or suspending the minimum
5 renewable fuel content standards for state agencies. The committee
6 shall advise the director on applicability to all users;
7 logistical, technical and economic issues of implementation; and
8 how the use of renewable fuel blends greater than two percent could
9 achieve the goals of this act. The director shall make
10 recommendations to the legislature and the governor on the
11 implementation of this act by September 1, 2007.

12 NEW SECTION. **Sec. 3.** The office of financial management shall
13 conduct a fiscal impact study of the cost impacts of this act on
14 state government. The office shall report its findings to the
15 relevant committees of the legislature by November 1st, 2006."

16 Correct the title.

EFFECT: The minimum fuel content requirements for all fuel
sales is replaced by changes to existing law's diesel use
requirements of state agencies. State agencies operating
diesel vehicles are currently encouraged to use a blend of 20
percent biodiesel. This striking amendment directs the
department of general administration to ensure the use of fuel
produced from feedstock grown in state. Current law requires
state agencies to use a two percent biodiesel blend beginning
June 1, 2006. This striking amendment requires state agencies
use a blend with an increasing amount of biodiesel added, as
that amount can be fully supplied by in-state production. The
requirement is also delayed to begin with the fiscal year, July
1, 2006. The Director of the state Department of Agriculture
must establish a biofuels advisory committee to advise on
implementation of suspension of minimum fuel content
requirements for state agencies. OFM is required to conduct a
fiscal impact study of the cost impacts of the act on state
government.