## 116TH CONGRESS 1ST SESSION

## H.R.3973

To establish the Clean School Bus Grant Program, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

July 25, 2019

Mrs. Hayes (for herself, Ms. Brownley of California, Mr. Costa, Mr. García of Illinois, Mr. Himes, Mrs. Kirkpatrick, Mr. Larson of Connecticut, and Mr. Levin of California) introduced the following bill; which was referred to the Committee on Energy and Commerce

## A BILL

To establish the Clean School Bus Grant Program, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Clean School Bus Act
- 5 of 2019".
- 6 SEC. 2. CLEAN SCHOOL BUS GRANT PROGRAM.
- 7 (a) DEFINITIONS.—In this section:
- 8 (1) Electric school bus.—The term "elec-
- 9 tric school bus' means a school bus that is pro-
- pelled—

1	(A) to a significant extent by an electric
2	motor that—
3	(i) draws electricity from a battery;
4	and
5	(ii) is capable of being recharged from
6	an external source of electricity; or
7	(B) by 1 or more hydrogen fuel cells.
8	(2) Eligible enti-
9	ty" means—
10	(A) 1 or more local, regional, or State gov-
11	ernmental entities responsible for—
12	(i) providing school bus service to 1 or
13	more public school systems; or
14	(ii) purchasing school buses for use by
15	1 or more public school systems;
16	(B) a nonprofit school transportation asso-
17	ciation; or
18	(C) a tribally controlled school (as defined
19	in section 5212 of the Tribally Controlled
20	Schools Act of 1988 (25 U.S.C. 2511)).
21	(3) Fuel cell.—The term "fuel cell" has the
22	meaning given the term in section 803 of the Energy
23	Policy Act of 2005 (42 U.S.C. 16152).

1	(4) Program.—The term "program" means
2	the Clean School Bus Grant Program established
3	under subsection (b)(1).
4	(5) School bus.—The term "school bus" has
5	the meaning given the term "schoolbus" in section
6	30125(a) of title 49, United States Code.
7	(6) Scrap.—
8	(A) In General.—The term "scrap"
9	means, with respect to a school bus engine re-
10	placed using funds awarded under the program
11	to recycle, crush, or shred the engine within
12	such period and in such manner as determined
13	by the Secretary.
14	(B) Exclusion.—The term "scrap" does
15	not include selling, leasing, exchanging, or oth-
16	erwise disposing of an engine described in sub-
17	paragraph (A) for use in another motor vehicle
18	in any location.
19	(7) Secretary.—The term "Secretary" means
20	the Secretary of Energy.
21	(b) CLEAN SCHOOL BUS GRANT PROGRAM.—
22	(1) Establishment.—The Secretary shall es-
23	tablish in the Office of Energy Efficiency and Re-
24	newable Energy of the Department of Energy a pro-

gram, to be known as the "Clean School Bus Grant

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1	Program", for awarding grants on a competitive
2	basis to eligible entities for the replacement of cer-
3	tain existing school buses.
4	(2) APPLICATIONS.—To be eligible to receive a
5	grant under the program, an eligible entity shall
6	submit to the Secretary an application at such time,
7	in such manner, and containing such information as
8	the Secretary shall require, including—
9	(A) a certification that no public work or
10	service normally performed by a public em-
11	ployee will be privatized or subcontracted in
12	carrying out a project under the grant; and
13	(B) to ensure a fair assessment of total
14	workforce impact, a detailed accounting of the
15	workforce of the eligible entity at the time of
16	application, including—
17	(i) the number of employees, orga-
18	nized by salary;
19	(ii) the bargaining unit status of each
20	employee;
21	(iii) the full- or part-time status of
22	each employee; and
23	(iv) the job title of each employee.
24	(3) Priority of grant applications.—

1	(A) In General.—The Secretary shall
2	give highest priority under the program to pro-
3	posed projects of eligible entities that—
4	(i) serve the neediest students, as de-
5	scribed in subparagraph (B); and
6	(ii) will most reduce emissions, as de-
7	scribed in subparagraph (C).
8	(B) Neediest students described.—
9	The neediest students referred to in subpara-
10	graph (A)(i) are students who are eligible for
11	free or reduced price lunches under the Richard
12	B. Russell National School Lunch Act (42
13	U.S.C. 1751 et seq.).
14	(C) Most emissions-reducing projects
15	DESCRIBED.—The projects that will most re-
16	duce emissions referred to in subparagraph
17	(A)(ii) are projects that—
18	(i) will replace the most polluting die-
19	sel school buses with the cleanest running
20	electric school buses, as indicated by—
21	(I) the age of the school buses to
22	be replaced;
23	(II) the emissions control tech-
24	nologies on the school buses to be re-
25	placed;

1	(III) the annual vehicle miles
2	traveled by the school buses to be re-
3	placed;
4	(IV) the source of electricity or
5	hydrogen used to power the electric
6	school buses; and
7	(V) any other factors the Sec-
8	retary determines to be relevant; or
9	(ii) will complement the use of grant
10	funds through other activities that—
11	(I) will enable broader deploy-
12	ment of electric vehicles, such as se-
13	curing additional sources of funding
14	through public-private partnerships
15	with utilities, grants from other enti-
16	ties, or issuance of school bonds; or
17	(II) will achieve further reduc-
18	tions in emissions, such as installing
19	solar panels to charge electric school
20	buses purchased with grant funds.
21	(D) Additional considerations.—In
22	giving additional consideration to eligible enti-
23	ties seeking grants to purchase electric school
24	buses under the program that meet the prior-

1	ities described in subparagraph (A), the Sec-
2	retary may consider—
3	(i) whether the grant will benefit stu-
4	dents in a region that is in nonattainment
5	of a national ambient air quality standard
6	under section 109 of the Clean Air Act (42
7	U.S.C. 7409); or
8	(ii) whether the eligible entity, or
9	whether the school system or school that
10	would be served by the eligible entity, has
11	taken other action to reduce emissions dur-
12	ing the transportation of students, such as
13	instituting a no-idling policy.
14	(4) Use of school bus fleet.—Each electric
15	school bus acquired with funds provided under the
16	program—
17	(A) shall be operated as part of the school
18	bus fleet for which the grant was made for not
19	less than 5 years;
20	(B) shall be maintained, operated, and
21	charged according to manufacturer rec-
22	ommendations or State requirements; and
23	(C) may not be manufactured or retro-
24	fitted with, or otherwise have installed, a power
25	unit or other technology that creates air pollu-

1	tion within the school bus, such as an unvented
2	diesel passenger heater.
3	(5) Grant Awards.—
4	(A) IN GENERAL.—The Secretary may use
5	funds made available to carry out the pro-
6	gram—
7	(i) to award grants for—
8	(I) the replacement of existing
9	diesel school bus fleets with electric
10	school buses;
11	(II) the implementation of re-
12	charging infrastructure or other infra-
13	structure needed to charge or main-
14	tain electric school buses;
15	(III) workforce development and
16	training, to support the maintenance,
17	charging, and operations of electric
18	school buses; and
19	(IV) planning and technical ac-
20	tivities to support the adoption and
21	implementation of electric school
22	buses; and
23	(ii) to develop resources to inform, en-
24	courage, and support eligible entities in ap-
25	plying for and fulfilling the requirements

1	of grants awarded under the program, in-
2	cluding materials to support the workforce
3	development and training described in
4	clause (i)(III) and the planning and tech-
5	nical activities described in clause (i)(IV).
6	(B) REQUIREMENTS.—In order to receive
7	a grant under the program, the Secretary
8	shall—
9	(i) require that grant recipients—
10	(I) replace diesel school buses
11	with electric school buses;
12	(II)(aa) not later than 1 year
13	after receiving the electric school bus
14	purchased using a grant under the
15	program, scrap the diesel engine of
16	the school bus being replaced; or
17	(bb) receive a waiver under para-
18	graph (6);
19	(III) do not, as a result of receiv-
20	ing the grant—
21	(aa) lay off, transfer, or de-
22	mote any current employee; or
23	(bb) reduce the salary or
24	benefits of any current employee

1	or worsen the conditions of work
2	of any current employee; and
3	(IV) provide current employees
4	with training to effectively operate,
5	maintain, or otherwise adapt to new
6	technologies relating to electric school
7	buses; and
8	(ii) permit grant recipients to receive
9	and retain any funds or benefits received
10	from—
11	(I) scrapping a diesel engine;
12	(II) transferring or repurposing a
13	diesel school bus as authorized under
14	a waiver under paragraph (6); and
15	(III) the resale or reuse of other
16	parts of a school bus replaced using
17	grant funds.
18	(C) Grant amounts.—
19	(i) MAXIMUM AMOUNT.—The max-
20	imum amount of a grant under the pro-
21	gram is \$2,000,000 per eligible entity.
22	(ii) Amounts for purchase of
23	ELECTRIC SCHOOL BUSES.—
24	(I) In general.—For any grant
25	under the program, the amount of

1	funds awarded for the purchase of an
2	electric school bus shall not exceed
3	110 percent of the amount equal to
4	the difference between—
5	(aa) the cost of an electric
6	school bus; and
7	(bb) the cost of a diesel
8	school bus.
9	(II) DETERMINATION OF COST
10	of school buses.—In determining
11	the amount of funds under subclause
12	(I), the Secretary may determine the
13	cost of a school bus for the purpose of
14	calculating the marginal cost under
15	that subclause through—
16	(aa) a competitive solicita-
17	tion process for the manufacture
18	of the school bus;
19	(bb) a cooperative purchase
20	agreement permitted by the laws
21	of the State in which the grant
22	recipient is located; or
23	(cc) another method that the
24	Secretary determines to be ap-
25	propriate.

1 (iii) Amounts for supporting ac-2 TIVITIES.—For any grant under the pro-3 gram, the amount of funds awarded for the purposes described in subclauses (II) through (IV) of subparagraph (A)(i), or 6 other purposes related to those subclauses, 7 as determined by the Secretary, shall not 8 exceed \$600,000. 9 (D) Buy America.— 10 (i) In General.—Except as provided 11 in clause (ii), any electric school bus pur-12 chased using funds awarded under the pro-13 gram shall comply with the requirements 14 described in section 5323(j) of title 49, 15 United States Code. 16 (ii) Exceptions.— 17 (I) WAIVER.—The Secretary may 18 provide any waiver to the require-19 ments described in clause (i) in the 20 same manner and to the same extent 21 as the Secretary of Transportation 22 may provide a waiver under section

Code.

5323(j)(2) of title 49, United States

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1	(II) Percentage of compo-
2	NENTS AND SUBCOMPONENTS.—The
3	Secretary may grant a waiver in ac-
4	cordance with section $5323(j)(2)(C)$ of
5	title 49, United States Code, when a
6	grant recipient procures an electric
7	school bus using funds awarded under
8	the program for which the cost of
9	components and subcomponents pro-
10	duced in the United States—
11	(aa) for each of fiscal years
12	2020 through 2024, is more than
13	60 percent of the cost of all com-
14	ponents of the school bus; and
15	(bb) for fiscal year 2025 and
16	each fiscal year thereafter, is
17	more than 70 percent of the cost
18	of all components of the school
19	bus.
20	(6) Waiver.—On request of a grant recipient,
21	the Secretary may grant a waiver under paragraph
22	(5)(B)(i)(II)(bb) to authorize a grant recipient—
23	(A) to transfer a diesel school bus replaced
24	using grant funds under the program under an
25	agreement—

1	(i) between—
2	(I) the grant recipient; and
3	(II) an entity described in sub-
4	section (a)(2) that serves an area that
5	is in attainment of national ambient
6	air quality standards under the Clean
7	Air Act (42 U.S.C. 7401 et seq.);
8	(ii) that provides that—
9	(I) not later than 1 year after the
10	transfer subject to the agreement, the
11	entity receiving a school bus from the
12	grant recipient will scrap a number of
13	diesel engines of school buses that is
14	equal to the number of school buses
15	being received; and
16	(II) any diesel engines described
17	in subclause (I) are older and more
18	polluting than the diesel engines in
19	the school buses being received; and
20	(iii) provided to the Secretary; or
21	(B) to delay the requirement under para-
22	graph $(5)(B)(i)(II)(aa)$ for not more than $3$
23	years after receiving the school bus purchased
24	using a grant under the program for the pur-
25	pose of using the school bus being replaced for

1	a use determined by the Secretary to be appro-
2	priate.
3	(7) Deployment and distribution.—In car-
4	rying out the program, the Secretary shall, to the
5	maximum extent practicable—
6	(A) achieve nationwide deployment of elec-
7	tric school buses through the program; and
8	(B) ensure a broad geographic distribution
9	of grant awards, with no State receiving more
10	than 15 percent of the grant funding made
11	available to carry out the program for each fis-
12	cal year.
13	(8) Annual reporting.—
14	(A) Data Release.—The Secretary shall
15	make available to the public on the website of
16	the Department of Energy a downloadable elec-
17	tronic database of information with respect to
18	each grant made under the program, includ-
19	ing—
20	(i) the name and location of the grant
21	recipient;
22	(ii) the school district served by the
23	grant recipient, if the grant recipient is not
24	a school district;

1	(iii) the criteria that the grant recipi-
2	ent met under subparagraphs (B), (C),
3	and (D) of paragraph (3), if any;
4	(iv) the grant amount, including a de-
5	scription of the amounts of the grant used
6	for—
7	(I) the purchase of electric school
8	buses;
9	(II) the purchase of infrastruc-
10	ture;
11	(III) workforce development;
12	(IV) the purchase of hydrogen or
13	electricity; and
14	(V) any other purpose;
15	(v) with respect to an electric school
16	bus purchased using a grant under the
17	program, the number, make and model,
18	year of make, cost, estimated annual vehi-
19	cle miles to be traveled, and estimated
20	number of students to be transported per
21	day;
22	(vi) with respect to a school bus re-
23	placed using a grant under the program,
24	the number, make and model, year of
25	make, fuel type, annual vehicle miles trav-

1	eled, and the number of students trans-
2	ported per day;
3	(vii) whether the grant recipient re-
4	ceived a waiver under paragraph (6) and,
5	if the grant recipient received such a waiv-
6	er, with respect to a school bus scrapped
7	by the receiving entity described in para-
8	graph (6)(A), the number, make and
9	model, year of make, fuel type, type of
10	school bus, annual vehicle miles traveled,
11	and the number of students transported
12	per day;
13	(viii) an estimate of the local air pol-
14	lution emissions and global greenhouse gas
15	emissions avoided as a result of the grant;
16	and
17	(ix) any other data determined by the
18	Secretary to enable an analysis of the use
19	and impact of grants under the program.
20	(B) Report to congress.—Not later
21	than January 31 of each year, the Secretary
22	shall submit to Congress and make available on
23	the website of the Department of Energy a re-
24	port that describes—

1	(i) the grant applications received
2	under the program, including a summary
3	of the grant applications meeting the cri-
4	teria described in subparagraphs (B), (C),
5	and (D) of paragraph (3), if any;
6	(ii) the grants awarded under the pro-
7	gram, including a summary of the data de-
8	scribed in subparagraph (A);
9	(iii) the effect of the receipt of the
10	grant on students, schools, local commu-
11	nities, industry, and the workforce;
12	(iv) the estimated impact of the
13	awarded grants on local air pollution and
14	greenhouse gas emissions; and
15	(v) any other information determined
16	by the Secretary to enable Congress to un-
17	derstand the implementation, outcomes,
18	and effectiveness of the program.
19	(C) Report on buy america waivers.—
20	Not later than 1 year after the date of enact-
21	ment of this Act, and annually thereafter, the
22	Secretary shall submit a report describing any
23	waiver granted under paragraph $(5)(D)(ii)(I)$
24	during the preceding year to—

1	(i) the Committee on Environment
2	and Public Works of the Senate;
3	(ii) the Committee on Energy and
4	Natural Resources of the Senate; and
5	(iii) the Committee on Transportation
6	and Infrastructure of the House of Rep-
7	resentatives; and
8	(iv) the Committee on Energy and
9	Commerce of the House of Representa-
10	tives.
11	(c) Education.—
12	(1) IN GENERAL.—Not later than 90 days after
13	funds are appropriated to carry out the Program
14	the Secretary shall develop an education outreach
15	program to promote and explain the program.
16	(2) Coordination with stakeholders.—
17	The outreach program under this subsection shall be
18	designed and conducted in conjunction with national
19	school bus transportation associations, educators
20	school bus drivers, and other stakeholders.
21	(3) Components.—The outreach program
22	under this subsection shall—
23	(A) inform eligible entities of the process
24	of applying for grants;

1	(B) describe the available technologies and
2	the benefits of the technologies;
3	(C) explain the benefits of participating in
4	the program;
5	(D) facilitate the sharing of best practices
6	and lessons learned among grant recipients and
7	between grant recipients and eligible entities;
8	and
9	(E) include, as appropriate, information
10	from the annual reports required under sub-
11	section (b)(8).
12	(d) AUTHORIZATION OF APPROPRIATIONS.—There is
13	authorized to be appropriated to the Secretary to carry
14	out the program \$200,000,000 for each of fiscal years
15	2020 through 2024, to remain available until expended.

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