| 1 | H.479 | | | |
|-----|---|--|--|--|
| 2 3 | An act relating to the Transportation Program and miscellaneous changes to laws related to transportation | | | |
| 4 | The Senate proposes to the House to amend the bill by striking out all after | | | |
| 5 | the enacting clause and inserting in lieu thereof the following: | | | |
| 6 | * * * Transportation Program Adopted as Amended; Definitions; | | | |
| 7 | Technical Corrections * * * | | | |
| 8 | Sec. 1. TRANSPORTATION PROGRAM ADOPTED; DEFINITIONS; | | | |
| 9 | TECHNICAL CORRECTIONS | | | |
| 10 | (a) Adoption. The Agency of Transportation's Proposed Fiscal Year 2024 | | | |
| 11 | Transportation Program appended to the Agency of Transportation's proposed | | | |
| 12 | fiscal year 2024 budget (Revised January 27, 2023), as amended by this act, is | | | |
| 13 | adopted to the extent federal, State, and local funds are available. | | | |
| 14 | (b) Definitions. As used in this act, unless otherwise indicated: | | | |
| 15 | (1) "Agency" means the Agency of Transportation. | | | |
| 16 | (2) "Candidate project" means a project approved by the General | | | |
| 17 | Assembly that is not anticipated to have significant expenditures for | | | |
| 18 | preliminary engineering or right-of-way expenditures, or both, during the | | | |
| 19 | budget year and funding for construction is not anticipated within a predictable | | | |
| 20 | time frame | | | |

| 1 | (3) "Development and evaluation (D&E) project" means a project | | | | |
|----|---|--|--|--|--|
| 2 | approved by the General Assembly that is anticipated to have preliminary | | | | |
| 3 | engineering expenditures or right-of-way expenditures, or both, during the | | | | |
| 4 | budget year and that the Agency is committed to delivering to construction or | | | | |
| 5 | a timeline driven by priority and available funding. | | | | |
| 6 | (4) "Front-of-book project" means a project approved by the General | | | | |
| 7 | Assembly that is anticipated to have construction expenditures during the | | | | |
| 8 | budget year or the following three years, or both, with expected expenditures | | | | |
| 9 | shown over four years. | | | | |
| 10 | (5) "Secretary" means the Secretary of Transportation. | | | | |
| 11 | (6) "TIB funds" means monies deposited in the Transportation | | | | |
| 12 | Infrastructure Bond Fund in accordance with 19 V.S.A. § 11f. | | | | |
| 13 | (7) The table heading "As Proposed" means the Proposed | | | | |
| 14 | <u>Transportation Program referenced in subsection (a) of this section; the table</u> | | | | |
| 15 | heading "As Amended" means the amendments as made by this act; the table | | | | |
| 16 | heading "Change" means the difference obtained by subtracting the "As | | | | |
| 17 | Proposed" figure from the "As Amended" figure; the terms "change" or | | | | |
| 18 | "changes" in the text refer to the project- and program-specific amendments, | | | | |
| 19 | the aggregate sum of which equals the net "Change" in the applicable table | | | | |
| 20 | heading; and "State" in any tables amending authorizations indicates that the | | | | |

1

| 2 | specified. |
|----|---|
| 3 | (c) Technical corrections. |
| 4 | (1) In the Agency of Transportation's Proposed Fiscal Year 2024 |
| 5 | Transportation Program for Municipal Mitigation, the value "\$7,685,523" is |
| 6 | struck and the value "\$10,113,523" is inserted in lieu thereof to correct a |
| 7 | typographic error; the value "\$3,355,523" is struck and the value "\$4,783,523" |
| 8 | is inserted in lieu thereof to correct a typographic error; the value "\$4,000,000" |
| 9 | is struck and the value "\$5,000,000" is inserted in lieu thereof to correct a |
| 10 | typographic error; and the value "\$8,060,523" is struck twice and the value |
| 11 | "\$10,488,523" is inserted in lieu thereof twice to correct two typographic |
| 12 | errors. |
| 13 | (2) In the Agency of Transportation's Proposed Fiscal Year 2024 |
| 14 | Transportation Program for Aviation, in the summary chart, the value |
| 15 | "\$11,335,874" is struck and the value "\$10,885,874" is inserted in lieu thereof |
| 16 | to correct a typographic error; the value "\$4,759,078" is struck and the value |
| 17 | "\$4,719,078" is inserted in lieu thereof to correct a typographic error; and the |
| 18 | value "\$17,764,405" struck and the value "\$17,274,405" is inserted in lieu |
| 19 | thereof to correct a typographic error. |

source of funds is State monies in the Transportation Fund, unless otherwise

| 1 | (3) In the Agency of Transportation's Proposed Fiscal Year 2024 | | | |
|----|---|--|--|--|
| 2 | Transportation Program for Rail, in the project details, the following projects | | | |
| 3 | are deleted: | | | |
| 4 | (A) Rail Statewide – Railroad Bridges; and | | | |
| 5 | (B) Rail Statewide STRBMATN – Various-Railroads. | | | |
| 6 | * * * Summary of Transportation Investments * * * | | | |
| 7 | Sec. 2. FISCAL YEAR 2024 TRANSPORTATION INVESTMENTS | | | |
| 8 | INTENDED TO REDUCE TRANSPORTATION-RELATED | | | |
| 9 | GREENHOUSE GAS EMISSIONS, REDUCE FOSSIL FUEL | | | |
| 10 | USE, AND SAVE VERMONT HOUSEHOLDS MONEY | | | |
| 11 | This act includes the State's fiscal year 2024 transportation investments | | | |
| 12 | intended to reduce transportation-related greenhouse gas emissions, reduce | | | |
| 13 | fossil fuel use, and save Vermont households money in furtherance of the | | | |
| 14 | policies articulated in 19 V.S.A. § 10b and the goals of the Comprehensive | | | |
| 15 | Energy Plan and the Vermont Climate Action Plan and to satisfy the Executive | | | |
| 16 | and Legislative Branches' commitments to the Paris Agreement climate goals. | | | |
| 17 | In fiscal year 2024, these efforts will include the following: | | | |
| 18 | (1) Park and Ride Program. This act provides for a fiscal year | | | |
| 19 | expenditure of \$2,266,045.00, which will fund one construction project to | | | |
| 20 | create a new park-and-ride facility; the design and construction of | | | |
| 21 | improvements to one existing park-and-ride facility; the design of | | | |

| 1 | improvements to one existing park-and-ride facility scheduled for construction |
|----|--|
| 2 | in future fiscal years; and paving projects for existing park-and-ride facilities. |
| 3 | This year's Park and Ride Program will create 202 new State-owned spaces. |
| 4 | Specific additions and improvements include: |
| 5 | (A) Manchester—construction of 50 new spaces; |
| 6 | (B) Sharon—design for 10 new spaces; and |
| 7 | (C) Williston—construction of 142 new spaces. |
| 8 | (2) Bike and Pedestrian Facilities Program. |
| 9 | (A) This act provides for a fiscal year expenditure, including local |
| 10 | match, of \$13,039,521.00, which will fund 33 bike and pedestrian construction |
| 11 | projects; 18 bike and pedestrian design, right-of-way, or design and right-of |
| 12 | way projects for construction in future fiscal years; 15 scoping studies; and |
| 13 | three projects to improve signage. The construction projects include the |
| 14 | creation, improvement, or rehabilitation of walkways, sidewalks, shared-use |
| 15 | paths, bike paths, and cycling lanes. Projects are funded in Arlington, |
| 16 | Bennington, Berlin, Bethel, Brattleboro, Bristol, Burke, Burlington, Castleton, |
| 17 | Chester, Coventry, Dorset, Dover, Enosburg Falls, Fair Haven, Fairfax, |
| 18 | Franklin, Hartford, Hartland, Hinesburg, Jericho, Lyndonville, Middlebury, |
| 19 | Middlesex, Montpelier, Moretown, New Haven, Newfane, Newport City, |
| 20 | Northfield, Pawlet, Proctor, Richford, Royalton, Rutland City, Rutland Town, |
| 21 | Shaftsbury, Shelburne, South Burlington, South Hero, Springfield, St. Albans |

| 1 | City, St. Albans Town, Sunderland, Swanton, Tunbridge, Vergennes, | | | | |
|----|---|--|--|--|--|
| 2 | Wallingford, Waterbury, West Rutland, and Wilmington. This act also | | | | |
| 3 | provides funding for: | | | | |
| 4 | (i) some of Local Motion's operation costs to run the Bike Ferry | | | | |
| 5 | on the Colchester Causeway, which is part of the Island Line Trail; | | | | |
| 6 | (ii) the small-scale municipal bicycle and pedestrian grant | | | | |
| 7 | program for projects to be selected during the fiscal year; | | | | |
| 8 | (iii) projects funded through the Safe Routes to School program; | | | | |
| 9 | (iv) education and outreach to K-8 schools to encourage higher | | | | |
| 10 | levels of walking and bicycling to school; and | | | | |
| 11 | (v) community grants along the Lamoille Valley Rail Trail | | | | |
| 12 | (LVRT). | | | | |
| 13 | (B) Sec. 5 of this act also creates the Rail Trail Community | | | | |
| 14 | Connectivity Grants, with the purpose to continue the build out and | | | | |
| 15 | enhancement of LVRT amenities and improve visitor experience. | | | | |
| 16 | (3) Transportation Alternatives Program. This act provides for a fiscal | | | | |
| 17 | year expenditure of \$5,195,346.00, including local funds, which will fund 22 | | | | |
| 18 | transportation alternatives construction projects; 19 transportation alternatives | | | | |
| 19 | design, right-of-way, or design and right-of-way projects; and seven studies, | | | | |
| 20 | including scoping, historic preservation, and connectivity. Of these 48 | | | | |
| 21 | projects, 16 involve environmental mitigation related to clean water or | | | | |

| 1 | stormwater concerns, or both clean water and stormwater concerns, and 29 | | | |
|----|--|--|--|--|
| 2 | involve bicycle and pedestrian facilities. Projects are funded in Bennington, | | | |
| 3 | Brandon, Bridgewater, Bristol, Burke, Burlington, Colchester, Derby, | | | |
| 4 | Duxbury, Enosburg, Fair Haven, Fairfax, Franklin, Hartford, Hinesburg, Hyde | | | |
| 5 | Park, Jericho, Johnson, Killington, Mendon, Milton, Montgomery, Moretown, | | | |
| 6 | Newfane, Norwich, Proctor, Putney, Rockingham, Rutland City, South | | | |
| 7 | Burlington, Stowe, Swanton, Tinmouth, Vergennes, Wardsboro, Warren, Wes | | | |
| 8 | Rutland, Williston, Wilmington, and Winooski. | | | |
| 9 | (4) Public Transit Program. This act provides for a fiscal year | | | |
| 10 | expenditure of \$48,795,330.00 for public transit uses throughout the State. | | | |
| 11 | Included in the authorization are: | | | |
| 12 | (A) Go! Vermont, with an authorization of \$405,000.00. This | | | |
| 13 | authorization supports transportation demand management (TDM) strategies, | | | |
| 14 | including the State's Trip Planner and commuter services, to promote the use | | | |
| 15 | of carpools and vanpools. | | | |
| 16 | (B) Mobility and Transportation Innovations (MTI) Grant Program, | | | |
| 17 | with an authorization of \$500,000.00. This authorization continues to support | | | |
| 18 | projects that improve both mobility and access to services for transit-dependent | | | |
| 19 | Vermonters, reduce the use of single-occupancy vehicles, and reduce | | | |
| 20 | greenhouse gas emissions. | | | |

| 1 | (5) Rail Program. This act provides for a fiscal year expenditure of | | | | |
|----|--|--|--|--|--|
| 2 | \$43,008,320.00, including local funds, for intercity passenger rail service and | | | | |
| 3 | rail infrastructure throughout the State, including the recent addition of New | | | | |
| 4 | York City-Burlington passenger rail service. | | | | |
| 5 | (6) Transformation of the State Vehicle Fleet. The Department of | | | | |
| 6 | Buildings and General Services, which manages the State Vehicle Fleet, | | | | |
| 7 | currently has 21 plug-in hybrid electric vehicles and 13 battery electric | | | | |
| 8 | vehicles in the State Vehicle Fleet. In fiscal year 2024, the Commissioner of | | | | |
| 9 | Buildings and General Services will continue to purchase and lease vehicles | | | | |
| 10 | for State use in accordance with 29 V.S.A. § 903(g), which requires, to the | | | | |
| 11 | maximum extent practicable, that the Commissioner purchase or lease hybrid | | | | |
| 12 | or plug-in electric vehicles (PEVs), as defined in 23 V.S.A. § 4(85), with not | | | | |
| 13 | less than 75 percent of the vehicles purchased or leased be hybrid or plug-in | | | | |
| 14 | electric vehicles. | | | | |
| 15 | (7) Electric vehicle supply equipment (EVSE). This act provides for a | | | | |
| 16 | fiscal year expenditure of \$7,625,000.00 to increase the presence of EVSE in | | | | |
| 17 | Vermont in accordance with the State's federally approved National Electric | | | | |
| 18 | Vehicle Infrastructure (NEVI) Plan, which will lead to the installation of | | | | |
| 19 | Direct Current Fast Charging (DC/FC) along designated alternative fuel | | | | |
| 20 | corridors. This is in addition to monies that were previously appropriated, but | | | | |

| 1 | not yet expended, for EVSE at multiunit dwellings, workplaces, and public |
|----|--|
| 2 | venues and attractions. |
| 3 | (8) Vehicle incentive programs and expansion of the PEV market. |
| 4 | (A) Incentive Program for New PEVs, MileageSmart, and Replace |
| 5 | Your Ride Program. No additional monies are authorized for the State's |
| 6 | vehicle incentive programs in this act, but it is estimated that approximately the |
| 7 | following prior appropriations will be available in fiscal year 2024: |
| 8 | (i) \$8,200,000.00 for the Incentive Program for New PEVs; |
| 9 | (ii) \$2,250,000.00 for MileageSmart; and |
| 10 | (iii) \$3,200,000.00 for the Replace Your Ride Program. |
| 11 | (B) Electrify Your Fleet Program. Sec. 17 of this act creates the |
| 12 | Electrify Your Fleet Program, which will provide incentives to Vermont |
| 13 | municipalities and business entities in Vermont that maintain a fleet of motor |
| 14 | vehicles to incentivize a transition to PEVs and reduce greenhouse gas |
| 15 | emissions, including a limited number of increased incentives to nonprofit |
| 16 | mobility services organizations, and authorizes \$500,000.00 in incentives |
| 17 | under the Electrify Your Fleet Program. |
| 18 | (C) eBike Incentive Program. Sec. 18 of this act authorizes an |
| 19 | additional \$50,000.00 in incentives under the eBike Incentive Program. |
| 20 | (9) Carbon Reduction Formula Program and Promoting Resilient |
| 21 | Operations for Transformative, Efficient, and Cost-Saving Transportation |

- 1 (PROTECT) Formula Program. This act provides for a fiscal year expenditure
- of \$12,771,029.00 in State and federal monies under the Carbon Reduction
- 3 Formula Program and the PROTECT Formula Program.
- 4 * * * Paving * * *
- 5 Sec. 2a. PAVING; STATEWIDE DISTRICT LEVELING
- 6 (a) Within the Agency of Transportation's Proposed Fiscal Year 2024
- 7 Transportation Program for Paving, authorized spending for STATEWIDE
- 8 District Leveling TBD is amended as follows:

| 9 | <u>FY24</u> | As Proposed | As Amended | <u>Change</u> |
|----|---------------|-------------|------------|---------------|
| 10 | Const. | 3,150,000 | 3,150,000 | 0 |
| 11 | Total | 3,150,000 | 3,150,000 | 0 |
| 12 | Sources of fu | <u>nds</u> | | |
| 13 | State | 3,150,000 | 150,000 | -3,000,000 |
| 14 | Other | 0 | 3,000,000 | 3,000,000 |
| 15 | Total | 3,150,000 | 3,150,000 | 0 |

- (b) Within the Agency of Transportation's Proposed Fiscal Year 2024
- 17 Transportation Program for Paving, the following footnote is added: "Other
- funds of \$3,000,000 are Cash Fund for Capital and Essential Investments
- 19 (21952) funds, drawn from the Other Infrastructure, Essential Investments, and
- 20 Reserves subaccount."

2 Sec. 3. ONE-TIME APPROPRIATIONS

- 3 (a) Within the Agency of Transportation's Proposed Fiscal Year 2024
- Transportation Program for One-Time Appropriations, authorized spending is 4
- 5 amended as follows:

| 6 | <u>FY24</u> | As Proposed | As Amended | Change | |
|-----|---|-------------|------------|------------|--|
| 7 | Operating | 3,500,000 | 3,500,000 | 0 | |
| 8 | Grants | 3,000,000 | 1,000,000 | -2,000,000 | |
| 9 | Total | 6,500,000 | 4,500,000 | -2,000,000 | |
| 10 | Sources of funds | | | | |
| 11 | General | 3,000,000 | 0 | -3,000,000 | |
| 12 | Capital | 3,500,000 | 0 | -3,500,000 | |
| 13 | Other | 0 | 4,500,000 | 4,500,000 | |
| 14 | Total | 6,500,000 | 4,500,000 | -2,000,000 | |
| 15 | 5 (b) Within the Agency of Transportation's Proposed Fiscal Year 2024 | | | | |
| 1.0 | Turnent dien Dur | | | 4. A 11 Di | |

- 16 <u>Transportation Program for One-Time Appropriations, "St. Albans District</u>
- 17 Maintenance Facility - \$3.5M Capital Fund Operating" is struck and "St.
- 18 Albans District Maintenance Facility - \$3.5M Cash Fund for Capital and
- 19 Essential Investments funds (21952, Supplemental Contingent Revenues
- 20 subaccount)" is inserted in lieu thereof.

| 1 | (c) Within the Agency of Transportation's Proposed Fiscal Year 2024 | | | |
|----|---|--|--|--|
| 2 | Transportation Program for One-Time Appropriations, "Rail Trail Community | | | |
| 3 | Connectivity Grants - \$3M General Fund Grants" is struck and "Rail Trail | | | |
| 4 | Community Connectivity Grants - \$1M Cash Fund for Capital and Essential | | | |
| 5 | Investments funds (21952, Supplemental Contingent Revenues subaccount)" is | | | |
| 6 | inserted in lieu thereof. | | | |
| 7 | * * * St. Albans District Maintenance Facility * * * | | | |
| 8 | Sec. 4. ST. ALBANS DISTRICT MAINTENANCE FACILITY | | | |
| 9 | The following project is added to the Agency of Transportation's Proposed | | | |
| 10 | Fiscal Year 2024 Transportation Program for Transportation Buildings: St. | | | |
| 11 | Albans District Maintenance Facility. | | | |
| 12 | * * * Rail Trail Community Connectivity Grants * * * | | | |
| 13 | Sec. 5. RAIL TRAIL COMMUNITY CONNECTIVITY GRANTS | | | |
| 14 | (a) Project addition. The following project is added to the Agency of | | | |
| 15 | Transportation's Proposed Fiscal Year 2024 Transportation Rail Program: | | | |
| 16 | Rail Trail Community Connectivity Grants. | | | |
| 17 | (b) Purpose. The purpose of the Rail Trail Community Connectivity | | | |
| 18 | Grants is to continue the build-out and enhancement of Lamoille Valley Rail | | | |
| 19 | Trail (LVRT) amenities and improve visitor experience, which shall be | | | |
| 20 | consistent with the priorities outlined in the recently completed LVRT | | | |
| 21 | Management Plan. | | | |

| 1 | (c) Eligible projects. Projects may include trail infrastructure |
|----|---|
| 2 | improvements, such as trailheads, picnic areas, kiosks, and connections to |
| 3 | towns; signage; and interpretive panel installations. |
| 4 | (d) Match. Grant recipients shall be required to provide a 20 percent match |
| 5 | toward any projects that are awarded a grant. |
| 6 | * * * State Airports * * * |
| 7 | Sec. 5a. SALE OR LEASE OF CALEDONIA COUNTY STATE AIRPORT |
| 8 | (a) The Agency of Transportation is authorized to solicit proposals for the |
| 9 | purchase or lease of the Caledonia County State Airport, located in the Town |
| 10 | of Lyndon, and the Agency shall consult with the Town of Lyndon on any |
| 11 | requests for proposals related to the purchase or lease of the Airport prior to |
| 12 | the issuance of any requests for proposals related to the purchase or lease of |
| 13 | the Airport. |
| 14 | (b) Subject to obtaining any necessary approvals from the U.S. Federal |
| 15 | Aviation Administration, the Vermont Secretary of Transportation, as agent for |
| 16 | the State, is authorized to convey the Airport property by warranty deed |
| 17 | according to the terms of a purchase and sale agreement or through a long-term |
| 18 | <u>lease.</u> |
| 19 | (c) Any such conveyance shall: |
| 20 | (1) include assignment of the State's interest in easements, leases, |
| 21 | licenses, and other agreements pertaining to the Airport and the acceptance of |

1

| 2 | agreements that requires, at a minimum, that any leases that are in effect at the | | | |
|----|--|--|--|--|
| 3 | time of the conveyance of the Airport are fully honored for the balance of the | | | |
| 4 | <u>lease term;</u> | | | |
| 5 | (2) ensure that there are investments in the Airport to address current | | | |
| 6 | deficiencies and necessary repairs; | | | |
| 7 | (3) ensure that the Airport continues to be a public-use airport and that | | | |
| 8 | the public continues to have access to the Airport for general aviation uses in | | | |
| 9 | perpetuity; | | | |
| 10 | (4) ensure that the Airport continues to be identified as a public-use | | | |
| 11 | airport within the National Plan of Integrated Airport Systems until at least | | | |
| 12 | 2050, subject to federal determination; and | | | |
| 13 | (5) include, if the Airport is conveyed through a purchase and sale | | | |
| 14 | agreement, a right of first refusal for the State to repurchase the Airport if the | | | |
| 15 | Airport is ever resold. | | | |
| 16 | (d) The Agency shall not proceed with a sale or lease of the Airport unless: | | | |
| 17 | (1) there is a fair market value offer, as required under 19 V.S.A. | | | |
| 18 | § 10k(b) or 26a(a), that meets the requirements of subsection (c) of this | | | |
| 19 | section; and | | | |
| 20 | (2) the Town of Lyndon is given the opportunity to review and comment | | | |
| 21 | on the final purchase and sale agreement or lease as applicable. | | | |

the State's obligations under such easements, leases, licenses, and other

| 1 | (e) This section shall constitute specific prior approval, including of any | | | |
|----|--|--|--|--|
| 2 | sale or lease terms, by the General Assembly for purposes of 5 V.S.A. § 204. | | | |
| 3 | Sec. 5b. REPEAL OF AUTHORITY FOR SALE OR LEASE OF | | | |
| 4 | CALEDONIA COUNTY STATE AIRPORT | | | |
| 5 | Sec. 5a of this act shall be repealed on May 1, 2026. | | | |
| 6 | * * * Project Cancellations; Project Addition * * * | | | |
| 7 | Sec. 6. PROJECT CANCELLATIONS; PROJECT ADDITION | | | |
| 8 | (a) Pursuant to 19 V.S.A. § 10g(h) (legislative approval for cancellation of | | | |
| 9 | projects), the General Assembly approves cancellation of the following project | | | |
| 10 | within the Roadway Program: Bennington Bypass South NH F 019-1(4) – | | | |
| 11 | Southern Segment of the Bennington Bypass. | | | |
| 12 | (b) Pursuant to 19 V.S.A. § 10g(h) (legislative approval for cancellation of | | | |
| 13 | projects), the General Assembly approves cancellation of the following project | | | |
| 14 | within the Town Highway Bridge Program: Sheldon BO 1448(47) – Scoping | | | |
| 15 | for Bridge #20 on TH #22. | | | |
| 16 | (c) The following project is added to the Town Highway Bridge Program: | | | |
| 17 | Sheldon BO 1448(48) – Scoping for Bridge #11 on Bridge Street, which will | | | |
| 18 | replace the existing Sheldon BO TRUS(11) as a Development and Evaluation | | | |
| 19 | project. | | | |

| 1 | * * * Transportation Alternatives Grant Program * * * | | | |
|----|--|--|--|--|
| 2 | Sec. 7. TRANSPORTATION ALTERNATIVES GRANT PROGRAM | | | |
| 3 | AWARDS IN STATE FISCAL YEARS 2024 TO 2027 | | | |
| 4 | Notwithstanding 19 V.S.A. § 38(c), Transportation Alternatives Grant | | | |
| 5 | Program awards in State fiscal years 2024 to 2027 shall not exceed | | | |
| 6 | \$600,000.00 per grant allocation. | | | |
| 7 | * * * Central Garage Fund * * * | | | |
| 8 | * * * Amendments Effective July 1, 2023 * * * | | | |
| 9 | Sec. 8. 19 V.S.A. § 13 is amended to read: | | | |
| 10 | § 13. CENTRAL GARAGE FUND | | | |
| 11 | (a) There is created the Central Garage Fund, which shall be used <u>to</u> : | | | |
| 12 | (1) to furnish equipment on a rental basis to the districts and other | | | |
| 13 | sections of the Agency for construction, maintenance, and operation of | | | |
| 14 | highways or other transportation activities; and | | | |
| 15 | (2) to provide a general equipment repair and major overhaul service. | | | |
| 16 | inclusive of any assets, supplies, labor, or use of contractors necessary to | | | |
| 17 | provide that service, as well as to furnish necessary supplies for the operation | | | |
| 18 | of the equipment. | | | |
| 19 | (b) To In order to maintain a safe, and reliable equipment fleet, the Agency | | | |
| 20 | shall use Central Garage Fund monies to acquire new or replacement highway | | | |
| 21 | maintenance equipment shall be acquired using Central Garage Fund monies. | | | |

| 1 | The Agency is authorized to acquire replacement pieces for existing highway | | | |
|----|---|--|--|--|
| 2 | equipment or new, additional equipment equivalent to equipment already | | | |
| 3 | owned; however, the Agency shall not increase the total number of | | | |
| 4 | permanently assigned or authorized motorized or self-propelled vehicles | | | |
| 5 | without approval by the General Assembly. | | | |
| 6 | (c)(1) For the purpose specified in subsection (b) of this section, the | | | |
| 7 | following amount shall be transferred from the Transportation Fund to the | | | |
| 8 | Central Garage Fund: | | | |
| 9 | (A) in fiscal year 2021, \$1,355,358.00; and | | | |
| 10 | (B) in subsequent fiscal years, at a minimum, the amount specified in | | | |
| 11 | subdivision (A) of this subdivision (1) as adjusted annually by increasing the | | | |
| 12 | previous fiscal year's amount by the percentage increase in the Bureau of | | | |
| 13 | Labor Statistics Consumer Price Index for All Urban Consumers (CPI-U) | | | |
| 14 | during the two most recently closed State fiscal years. | | | |
| 15 | (2) Each fiscal year, the sum of the following shall be appropriated from | | | |
| 16 | the Central Garage Fund exclusively for the purpose specified in subsection (b) | | | |
| 17 | of this section: | | | |
| 18 | (A) the amount transferred pursuant to subdivision (1) of this | | | |
| 19 | subsection (c); | | | |
| 20 | (B) the amount of the equipment depreciation expense from the prior | | | |
| 21 | fiscal year; and | | | |

| 1 | (C) the amount of the net equipment sales from the prior fiscal year. | | | |
|----|---|--|--|--|
| 2 | (d) In each fiscal year, net income of the Fund earned during that fiscal | | | |
| 3 | year shall be retained in the Fund. | | | |
| 4 | (e) For the purposes of computing net worth and net income, the fiscal year | | | |
| 5 | shall be the year ending June 30. | | | |
| 6 | (f) As used in this section, "equipment" means registered motor vehicles | | | |
| 7 | and highway maintenance equipment assigned to necessary assets required by | | | |
| 8 | the Central Garage in order to fulfill the objectives established in subsection | | | |
| 9 | (a) of this section. | | | |
| 10 | (g) [Repealed.] | | | |
| 11 | * * * Appropriation for Acquisition of New or Replacement Equipment in | | | |
| 12 | State Fiscal Years 2024–2026 * * * | | | |
| 13 | Sec. 9. CALCULATION OF APPROPRIATION FROM CENTRAL | | | |
| 14 | GARAGE FUND FOR ACQUISITION OF NEW OR | | | |
| 15 | REPLACEMENT EQUIPMENT IN STATE FISCAL YEARS | | | |
| 16 | 2024–2026 | | | |
| 17 | Notwithstanding 19 V.S.A. § 13(c)(2)(B), the amount appropriated from the | | | |
| 18 | Central Garage Fund exclusively for the purposes specified in 19 V.S.A. | | | |
| 19 | § 13(b) in State fiscal years 2024–2026 shall be: | | | |
| 20 | (1) the amount transferred pursuant to 19 V.S.A. § 13(c)(1); | | | |

| 1 | (2) the amount of the equipment depreciation expense from the prior | | | | |
|----|--|--|--|--|--|
| 2 | fiscal year or, for equipment that is fully depreciated and still actively in | | | | |
| 3 | service, an amount equal to the depreciation on that piece of equipment from | | | | |
| 4 | the prior year; and | | | | |
| 5 | (3) the amount of the net equipment sales from the prior fiscal year. | | | | |
| 6 | * * * Public Transit * * * | | | | |
| 7 | Sec. 10. GREEN MOUNTAIN TRANSIT; PLAN FOR TIERED-FARE | | | | |
| 8 | SERVICE; REPORT | | | | |
| 9 | (a) Green Mountain Transit shall, in consultation with community action | | | | |
| 10 | agencies and other relevant entities, such as those that represent the migrant | | | | |
| 11 | and refugee populations, develop and implement, not later than January 1, | | | | |
| 12 | 2024, a plan to establish tiered-fare service on urban Green Mountain Transit | | | | |
| 13 | routes. | | | | |
| 14 | (b) At a minimum, the plan to establish tiered-fare service shall: | | | | |
| 15 | (1) incorporate a low-income transit program to provide certain | | | | |
| 16 | passengers with service at no cost or a reduced cost to the passenger through | | | | |
| 17 | digital methods, such as a handheld device, and nondigital methods, such as an | | | | |
| 18 | electronic benefits transfer (EBT) card or a transit card; and | | | | |
| 19 | (2) be designed, based on reasonable revenue estimates, to generate fare | | | | |
| 20 | revenue of at least 10 percent of projected operational costs on urban Green | | | | |
| 21 | Mountain Transit routes. | | | | |

| 1 | (c) Green Mountain Transit shall advise the House and Senate Committees | | | | |
|----|--|--|--|--|--|
| 2 | on Transportation of its plan to establish tiered-fare service by filing the final | | | | |
| 3 | version of the plan to establish tiered-fare service with the House and Senate | | | | |
| 4 | Committees on Transportation Committees on or before December 1, 2023. | | | | |
| 5 | Sec. 11. RECOMMENDATIONS ON FUNDING SOURCE FOR | | | | |
| 6 | NONFEDERAL MATCH; PUBLIC TRANSIT; REPORT | | | | |
| 7 | The Vermont Public Transportation Association, in consultation with the | | | | |
| 8 | Agency of Transportation and the Vermont League of Cities and Towns, shall | | | | |
| 9 | provide the House and Senate Committees on Transportation with a written | | | | |
| 10 | recommendation on one or more funding sources for the nonfederal match | | | | |
| 11 | required of public transit providers operating in the statewide transit system not | | | | |
| 12 | later than January 15, 2024. | | | | |
| 13 | Sec. 12. STATEWIDE PUBLIC TRANSIT SYSTEM; | | | | |
| 14 | RECOMMENDATIONS; REPORT | | | | |
| 15 | (a) The Agency of Transportation, in consultation with the Agency of | | | | |
| 16 | Human Services, Division of Vermont Health Access, and the Vermont Public | | | | |
| 17 | Transportation Association, shall conduct a benefit and risk assessment of the | | | | |
| 18 | current systems for delivering public transit and nonemergency medical | | | | |
| 19 | transportation services in Vermont, known as the "braided service model." | | | | |
| 20 | (b) The assessment shall also include a review of other public transit | | | | |
| 21 | service approaches implemented in the United States and make | | | | |

| 1 | recommendations on modifications to the management of Vermont's statewide | | | | |
|----|---|------------------|-------------------|-----------|--|
| 2 | mobility service design to make Vermont's public transit system as efficient, | | | | |
| 3 | robust, and resilient as possible and fully maximize all available federal | | | | |
| 4 | funding. | | | | |
| 5 | (c) The Agency of Transportation shall file the written assessment with the | | | | |
| 6 | House and Senate Committees on Transportation, the House Committee on | | | | |
| 7 | Human Services, and the Senate Committee on Health and Welfare not later | | | | |
| 8 | than January 15, 2024. | | | | |
| 9 | Sec. 13. SEPAR | ATING THE MOB | ILITY AND TRANSI | PORTATION | |
| 10 | INNOVATIONS (MTI) GRANT PROGRAM FROM GO! | | | | |
| 11 | VERM | ONT | | | |
| 12 | (a) Go! Vermont. Within the Agency of Transportation's Proposed Fisca | | | | |
| 13 | Year 2024 Transportation Program for Public Transit, authorized spending for | | | | |
| 14 | Go! Vermont ST | PG GOVT() is ame | ended as follows: | | |
| 15 | <u>FY24</u> | As Proposed | As Amended | Change | |
| 16 | Other | 905,000 | 405,000 | -500,000 | |
| 17 | Total | 905,000 | 405,000 | -500,000 | |
| 18 | Sources of fur | <u>nds</u> | | | |
| 19 | State | 30,000 | 30,000 | 0 | |
| 20 | Federal | 875,000 | 375,000 | -500,000 | |
| 21 | Total | 905,000 | 405,000 | -500,000 | |

| 1 | (b) Mobility and Transportation Innovations (MTI) Grant Program. | | | |
|----|---|-------------------------|------------------------|----------------------|
| 2 | (1) Projec | et addition. The follo | owing project is added | to the Agency of |
| 3 | Transportation's | s Proposed Fiscal Yea | ar 2024 Transportatio | n Program for Public |
| 4 | Transit: Mobility and Transportation Innovations (MTI) Grant Program. | | | |
| 5 | (2) Authorization. Spending authority for MTI Grant Program is | | | |
| 6 | authorized as follows: | | | |
| 7 | <u>FY24</u> | As Proposed | As Amended | <u>Change</u> |
| 8 | Other | 0 | 500,000 | 500,000 |
| 9 | Total | 0 | 500,000 | 500,000 |
| 10 | Sources of fu | <u>nds</u> | | |
| 11 | Federal | 0 | 500,000 | 500,000 |
| 12 | Total | 0 | 500,000 | 500,000 |
| 13 | * * * Vehicle Incentive Programs * * * | | | k |
| 14 | * * * Repeal of Existing Vehicle Incentive Programs * * * | | | rams * * * |
| 15 | Sec. 14. REPEALS | | | |
| 16 | (a) 2019 Acts and Resolves No. 59, Sec. 34, as amended by 2020 Acts and | | | |
| 17 | Resolves No. 121, Sec. 14, 2020 Acts and Resolves No. 154, Sec. G.112, 2021 | | | 54, Sec. G.112, 2021 |
| 18 | Acts and Resolves No. 3, Sec. 56, 2021 Acts and Resolves No. 55, Secs. 18, | | | No. 55, Secs. 18, |
| 19 | 19, and 21–24, and 2022 Acts and Resolves No. 184, Sec. 6, is repealed. | | | 6, is repealed. |
| 20 | (b) 2021 Acts and Resolves No. 55, Sec. 27, as amended by 2022 Acts and | | | |
| 21 | Resolves No. 18 | 34, Sec. 22, is repeale | ed. | |

| 1 | * * * Codification of Vehicle Incentive Programs * * * |
|----|---|
| 2 | Sec. 15. 19 V.S.A. chapter 29 is added to read: |
| 3 | CHAPTER 29. VEHICLE INCENTIVE PROGRAMS |
| 4 | § 2901. DEFINITIONS |
| 5 | As used in this chapter: |
| 6 | (1) "Adaptive electric cycle" means an electric bicycle or an electric |
| 7 | cargo bicycle that has been modified to meet the physical needs or abilities of |
| 8 | the operator or a passenger. |
| 9 | (2) "Electric bicycle" has the same meaning as in 23 V.S.A. § 4(46)(A). |
| 10 | (3) "Electric cargo bicycle" means a motor-assisted bicycle, as defined |
| 11 | in 23 V.S.A. § 4(45)(B)(i), with an electric motor, as defined under 23 V.S.A. |
| 12 | § 4(45)(B)(i)(II), that is specifically designed and constructed for transporting |
| 13 | loads, including at least one or more of the following: goods; one or more |
| 14 | individuals in addition to the operator; or one or more animals. A motor- |
| 15 | assisted bicycle that is not specifically designed and constructed for |
| 16 | transporting loads, including a motor-assisted bicycle that is only capable of |
| 17 | transporting loads because an accessory rear or front bicycle rack has been |
| 18 | installed, is not an electric cargo bicycle. |
| 19 | (4) "Plug-in electric vehicle (PEV)," "battery electric vehicle (BEV)," |
| 20 | and "plug-in hybrid electric vehicle (PHEV)" have the same meanings as in 23 |
| 21 | <u>V.S.A. § 4(85).</u> |

| 1 | § 2902. INCENTIVE PROGRAM FOR NEW PLUG-IN ELECTRIC |
|----|---|
| 2 | <u>VEHICLES</u> |
| 3 | (a) Creation; administration. |
| 4 | (1) There is created the Incentive Program for New Plug-In Electric |
| 5 | Vehicles (PEVs), which shall be administered by the Agency of |
| 6 | Transportation. |
| 7 | (2) Subject to State procurement requirements, the Agency may retain a |
| 8 | contractor or contractors to assist with marketing, program development, and |
| 9 | administration of the Program. |
| 10 | (b) Program structure. The Incentive Program for New PEVs shall |
| 11 | structure PEV purchase and lease incentive payments by income to help all |
| 12 | Vermonters benefit from electric driving, including Vermont's most |
| 13 | vulnerable. Specifically, the Incentive Program for New PEVs: |
| 14 | (1) shall apply to both purchases and leases of new PEVs with an |
| 15 | emphasis on incentivizing the purchase and lease of battery electric vehicles |
| 16 | (BEVs) and plug-in hybrid electric vehicles (PHEVs) with an electric range of |
| 17 | 20 miles or greater per complete charge as rated by the Environmental |
| 18 | Protection Agency when the vehicle was new; |
| 19 | (2) shall provide not more than one incentive of not more than |
| 20 | \$3,000.00 for a PEV, per individual per year, to: |

| 1 | (A) an individual domiciled in the State whose federal income tax |
|----|--|
| 2 | filing status is single with an adjusted gross income under the laws of the |
| 3 | United States greater than \$60,000.00 and at or below \$100,000.00; |
| 4 | (B) an individual domiciled in the State whose federal income tax |
| 5 | filing status is head of household with an adjusted gross income under the laws |
| 6 | of the United States greater than \$75,000.00 and at or below \$125,000.00; |
| 7 | (C) an individual domiciled in the State whose federal income tax |
| 8 | filing status is surviving spouse with an adjusted gross income under the laws |
| 9 | of the United States greater than \$90,000.00 and at or below \$150,000.00; |
| 10 | (D) an individual who is part of a married couple with at least one |
| 11 | spouse domiciled in the State whose federal income tax filing status is married |
| 12 | filing jointly with an adjusted gross income under the laws of the United States |
| 13 | greater than \$90,000.00 and at or below \$150,000.00; or |
| 14 | (E) an individual who is part of a married couple with at least one |
| 15 | spouse domiciled in the State and at least one spouse whose federal income tax |
| 16 | filing status is married filing separately with an adjusted gross income under |
| 17 | the laws of the United States greater than \$60,000.00 and at or below |
| 18 | <u>\$100,000.00;</u> |
| 19 | (3) shall provide not more than one incentive of not more than |
| 20 | \$6,000.00 for a PEV, per individual per year, to: |

| 1 | (A) an individual domiciled in the State whose federal income tax |
|----|--|
| 2 | filing status is single with an adjusted gross income under the laws of the |
| 3 | United States at or below \$60,000.00; |
| 4 | (B) an individual domiciled in the State whose federal income tax |
| 5 | filing status is head of household with an adjusted gross income under the laws |
| 6 | of the United States at or below \$75,000.00; |
| 7 | (C) an individual domiciled in the State whose federal income tax |
| 8 | filing status is surviving spouse with an adjusted gross income under the laws |
| 9 | of the United States at or below \$90,000.00; |
| 10 | (D) an individual who is part of a married couple with at least one |
| 11 | spouse domiciled in the State whose federal income tax filing status is married |
| 12 | filing jointly with an adjusted gross income under the laws of the United States |
| 13 | at or below \$90,000.00; or |
| 14 | (E) an individual who is part of a married couple with at least one |
| 15 | spouse domiciled in the State and at least one spouse whose federal income tax |
| 16 | filing status is married filing separately with an adjusted gross income under |
| 17 | the laws of the United States at or below \$60,000.00; |
| 18 | (4) shall, as technology progresses, establish a minimum electric range |
| 19 | in order for a PHEV to be eligible for an incentive; |
| 20 | (5) shall apply to: |

| 1 | (A) manufactured PEVs with any base Manufacturer's Suggested |
|----|---|
| 2 | Retail Price (MSRP) that will be issued a special registration plate by the |
| 3 | Commissioner of Motor Vehicles pursuant to 23 V.S.A. § 304a or will |
| 4 | predominately be used to provide accessible transportation for the incentive |
| 5 | recipient or a member of the incentive recipient's household, provided that the |
| 6 | incentive recipient or the member of the incentive recipient's household has a |
| 7 | removable windshield placard issued by the Commissioner of Motor Vehicles |
| 8 | pursuant to 23 V.S.A. § 304a; |
| 9 | (B) manufactured PHEVs with a base MSRP as determined by the |
| 10 | Agency of Transportation and meeting the following requirements: |
| 11 | (i) shall not exceed a base MSRP of \$55,000.00; |
| 12 | (ii) shall phase out incentives for PHEVs with an electric range of |
| 13 | less than 20 miles as rated by the Environmental Protection Agency when the |
| 14 | vehicle was new; and |
| 15 | (iii) shall be benchmarked to a base MSRP of the equivalent of |
| 16 | approximately \$50,000.00 or less in model year 2023; and |
| 17 | (C) manufactured BEVs with a base MSRP as determined by the |
| 18 | Agency of Transportation and meeting the following requirements: |
| 19 | (i) shall not exceed a base MSRP of \$55,000.00; and |
| 20 | (ii) shall be benchmarked to a base MSRP of the equivalent of |
| 21 | approximately \$50,000.00 or less in model year 2023; and |

| 1 | (6) shall provide incentives that may be in addition to any other |
|----|---|
| 2 | available incentives, including through another program funded by the State, |
| 3 | provided that not more than one incentive under the Incentive Program for |
| 4 | New PEVs is used for the purchase or lease of any one PEV. |
| 5 | (c) Administrative costs. Up to 15 percent of any appropriations for the |
| 6 | Incentive Program for New PEVs may be used for any costs associated with |
| 7 | administering and promoting the Incentive Program for New PEVs. |
| 8 | (d) Outreach and marketing. The Agency, in consultation with any |
| 9 | retained contractors, shall ensure that there is sufficient outreach and |
| 10 | marketing, including the use of translation and interpretation services, of the |
| 11 | Incentive Program for New PEVs so that Vermonters who are eligible for an |
| 12 | incentive can easily learn how to secure as many different incentives as are |
| 13 | available, and such costs shall be considered administrative costs for purposes |
| 14 | of subsection (c) of this section. |
| 15 | § 2903. MILEAGESMART |
| 16 | (a) Creation; administration. |
| 17 | (1) There is created a used high fuel efficiency vehicle incentive |
| 18 | program, which shall be administered by the Agency of Transportation and |
| 19 | known as MileageSmart. |

| 1 | (2) Subject to State procurement requirements, the Agency may retain a |
|----|--|
| 2 | contractor or contractors to assist with marketing, program development, and |
| 3 | administration of MileageSmart. |
| 4 | (b) Program structure. MileageSmart shall structure high fuel efficiency |
| 5 | purchase incentive payments by income to help all Vermonters benefit from |
| 6 | more efficient driving and reduced greenhouse gas emissions, including |
| 7 | Vermont's most vulnerable. Specifically, MileageSmart shall: |
| 8 | (1) apply to purchases of used high fuel-efficient motor vehicles, which |
| 9 | for purposes of this program shall be pleasure cars with a combined |
| 10 | city/highway fuel efficiency of at least 40 miles per gallon or miles-per-gallon |
| 11 | equivalent as rated by the Environmental Protection Agency when the vehicle |
| 12 | was new; and |
| 13 | (2) provide not more than one point-of-sale voucher worth up to |
| 14 | \$5,000.00 to an individual who is a member of a household with an adjusted |
| 15 | gross income that is at or below 80 percent of the State median income. |
| 16 | (c) Administrative costs. Up to 15 percent of any appropriations for |
| 17 | MileageSmart may be used for any costs associated with administering and |
| 18 | promoting MileageSmart. |
| 19 | (d) Outreach and marketing. The Agency, in consultation with any |
| 20 | retained contractors, shall ensure that there is sufficient outreach and |
| 21 | marketing, including the use of translation and interpretation services, of |

| 1 | MileageSmart so that Vermonters who are eligible for an incentive can easily |
|----|--|
| 2 | learn how to secure as many different incentives as are available, and such |
| 3 | costs shall be considered administrative costs for purposes of subsection (c) of |
| 4 | this section. |
| 5 | § 2904. REPLACE YOUR RIDE PROGRAM |
| 6 | (a) Creation; administration. |
| 7 | (1) There is created the Replace Your Ride Program, which shall be |
| 8 | administered by the Agency of Transportation. |
| 9 | (2) Subject to State procurement requirements, the Agency may retain a |
| 10 | contractor or contractors to assist with marketing, program development, and |
| 11 | administration of the Program. |
| 12 | (b) Program structure. The Replace Your Ride Program shall structure |
| 13 | incentive payments by income to help all Vermonters benefit from replacing |
| 14 | lower efficient modes of transportation with modes of transportation that |
| 15 | reduce greenhouse gas emissions. The Agency may apply a sliding scale |
| 16 | incentive based on electric range, with larger incentives being available for |
| 17 | PEVs with a longer electric range. |
| 18 | (c) Incentive amount. The Replace Your Ride Program shall provide up to |
| 19 | a \$2,500.00 incentive for those who qualify under subdivision (d)(1)(A) of this |
| 20 | section and up to a \$5,000.00 incentive for those who qualify under |
| 21 | subdivision (d)(1)(B) of this section, either of which may be in addition to any |

| 1 | other available incentives, including through a program funded by the State, to |
|----|---|
| 2 | individuals who qualify based on both income and the removal of an internal |
| 3 | combustion vehicle. Only one incentive per individual is available under the |
| 4 | Replace Your Ride Program. |
| 5 | (d) Eligibility. Applicants must qualify through both income and the |
| 6 | removal of an eligible vehicle with an internal combustion engine. |
| 7 | (1) Income eligibility. |
| 8 | (A) The lower incentive amount of up to \$2,500.00 is available to the |
| 9 | following, provided that all other eligibility requirements are met: |
| 10 | (i) an individual domiciled in the State whose federal income tax |
| 11 | filing status is single with an adjusted gross income under the laws of the |
| 12 | United States greater than \$60,000.00 and at or below \$100,000.00; |
| 13 | (ii) an individual domiciled in the State whose federal income tax |
| 14 | filing status is head of household with an adjusted gross income under the laws |
| 15 | of the United States greater than \$75,000.00 and at or below \$125,000.00; |
| 16 | (iii) an individual domiciled in the State whose federal income tax |
| 17 | filing status is surviving spouse with an adjusted gross income under the laws |
| 18 | of the United States greater than \$90,000.00 and at or below \$150,000.00; |
| 19 | (iv) an individual who is part of a married couple with at least one |
| 20 | spouse domiciled in the State whose federal income tax filing status is married |

| 1 | filing jointly with an adjusted gross income under the laws of the United States |
|----|--|
| 2 | greater than \$90,000.00 and at or below \$150,000.00; or |
| 3 | (v) an individual who is part of a married couple with at least one |
| 4 | spouse domiciled in the State and at least one spouse whose federal income tax |
| 5 | filing status is married filing separately with an adjusted gross income under |
| 6 | the laws of the United States greater than \$60,000.00 and at or below |
| 7 | <u>\$100,000.00.</u> |
| 8 | (B) The higher incentive amount of up to \$5,000.00 is available to |
| 9 | the following, provided that all other eligibility requirements are met: |
| 10 | (i) an individual domiciled in the State whose federal income tax |
| 11 | filing status is single with an adjusted gross income under the laws of the |
| 12 | United States at or below \$60,000.00; |
| 13 | (ii) an individual domiciled in the State whose federal income tax |
| 14 | filing status is head of household with an adjusted gross income under the laws |
| 15 | of the United States at or below \$75,000.00; |
| 16 | (iii) an individual domiciled in the State whose federal income tax |
| 17 | filing status is surviving spouse with an adjusted gross income under the laws |
| 18 | of the United States at or below \$90,000.00; |
| 19 | (iv) an individual who is part of a married couple with at least one |
| 20 | spouse domiciled in the State whose federal income tax filing status is married |

| 1 | filing jointly with an adjusted gross income under the laws of the United States |
|----|--|
| 2 | at or below \$90,000.00; |
| 3 | (v) an individual who is part of a married couple with at least one |
| 4 | spouse domiciled in the State and at least one spouse whose federal income tax |
| 5 | filing status is married filing separately with an adjusted gross income under |
| 6 | the laws of the United States at or below \$60,000.00; or |
| 7 | (vi) an individual who is a member of a household with an |
| 8 | adjusted gross income that is at or below 80 percent of the State median |
| 9 | income. |
| 10 | (2) Vehicle removal. |
| 11 | (A) In order for an individual to qualify for an incentive under the |
| 12 | Replace Your Ride Program, the individual must remove an older low- |
| 13 | efficiency vehicle from operation and switch to a mode of transportation that |
| 14 | produces fewer greenhouse gas emissions. The entity that administers the |
| 15 | Replace Your Ride Program, in conjunction with the Agency of |
| 16 | Transportation, shall establish Program guidelines that specifically provide for |
| 17 | how someone can show that the vehicle removal eligibility requirement has |
| 18 | been, or will be, met. |
| 19 | (B) For purposes of the Replace Your Ride Program: |
| 20 | (i) An "older low-efficiency vehicle": |

| 1 | (I) is currently registered, and has been for two years prior to |
|----|---|
| 2 | the date of application, with the Vermont Department of Motor Vehicles; |
| 3 | (II) is currently titled in the name of the applicant and has been |
| 4 | for at least one year prior to the date of application; |
| 5 | (III) has a gross vehicle weight rating of 10,000 pounds or less; |
| 6 | (IV) is at least 10 model years old; |
| 7 | (V) has an internal combustion engine; and |
| 8 | (VI) passed the annual inspection required under 23 V.S.A. |
| 9 | § 1222 within the prior year. |
| 10 | (ii) Removing the older low-efficiency vehicle from operation |
| 11 | must be done by disabling the vehicle's engine from further use and fully |
| 12 | dismantling the vehicle for either donation to a nonprofit organization to be |
| 13 | used for parts or destruction. |
| 14 | (iii) The following qualify as a switch to a mode of transportation |
| 15 | that produces fewer greenhouse gas emissions: |
| 16 | (I) purchasing or leasing a new or used PEV; |
| 17 | (II) purchasing a new or used bicycle, electric bicycle, electric |
| 18 | cargo bicycle, adaptive electric cycle, or motorcycle that is fully electric, and |
| 19 | the necessary safety equipment; and |
| 20 | (III) utilizing shared-mobility services. |

| 1 | (e) Administrative costs. Up to 15 percent of any appropriations for the |
|----|---|
| 2 | Replace Your Ride Program may be used for any costs associated with |
| 3 | administering and promoting the Replace Your Ride Program. |
| 4 | (f) Outreach and marketing. The Agency, in consultation with any retained |
| 5 | contractors, shall ensure that there is sufficient outreach and marketing, |
| 6 | including the use of translation and interpretation services, of the Replace Your |
| 7 | Ride Program so that Vermonters who are eligible for an incentive can easily |
| 8 | learn how to secure as many different incentives as are available and such costs |
| 9 | shall be considered administrative costs for purposes of subsection (e) of this |
| 10 | section. |
| 11 | § 2905. ANNUAL REPORTING |
| 12 | (a) The Agency shall annually evaluate the programs established under this |
| 13 | chapter to gauge effectiveness and shall submit a written report on the |
| 14 | effectiveness of the programs to the House and Senate Committees on |
| 15 | Transportation, the House Committee on Environment and Energy, and the |
| 16 | Senate Committee on Finance on or before the 31st day of January in each year |
| 17 | following a year that an incentive was provided through one of the programs. |
| 18 | (b) The report shall also include: |
| 19 | (1) any intended modifications to program guidelines for the upcoming |
| 20 | fiscal year along with an explanation for the reasoning behind the |

| 1 | modifications and how the modifications will yield greater uptake of PEVs and |
|----|--|
| 2 | other means of transportation that will reduce greenhouse gas emissions; and |
| 3 | (2) any recommendations on statutory modifications to the programs, |
| 4 | including to income and vehicle eligibility, along with an explanation for the |
| 5 | reasoning behind the statutory modification recommendations and how the |
| 6 | modifications will yield greater uptake of PEVs and other means of |
| 7 | transportation that will reduce greenhouse gas emissions. |
| 8 | (c) Notwithstanding 2 V.S.A. § 20(d), the annual report required under this |
| 9 | section shall continue to be required if an incentive is provided through one of |
| 10 | the programs unless the General Assembly takes specific action to repeal the |
| 11 | report requirement. |
| 12 | * * * Vehicle Incentive Program; Fiscal Year 2023 Authorizations * * * |
| 13 | Sec. 16. 2022 Acts and Resolves No. 184, Sec. 5 is amended to read: |
| 14 | Sec. 5. VEHICLE INCENTIVE PROGRAMS |
| 15 | (a) Incentive Program for New PEVs. The Agency is authorized to spend |
| 16 | up to \$12,000,000.00 as appropriated in the fiscal year 2023 budget on the |
| 17 | Incentive Program for New PEVs established in 2019 Acts and Resolves No. |
| 18 | 59, Sec. 34, as amended, and subsequently codified in 19 V.S.A. chapter 29. |
| 19 | (b) MileageSmart. The Agency is authorized to spend up to \$3,000,000.00 |
| 20 | as appropriated in the fiscal year 2023 budget on MileageSmart as established |

| 1 | in 2019 Acts and Resolves No. 59, Sec. 34, as amended, and subsequently |
|----|--|
| 2 | codified in 19 V.S.A. chapter 29. |
| 3 | (c) Replace Your Ride Program. The Agency is authorized to spend up to |
| 4 | \$3,000,000.00 as appropriated in the fiscal year 2023 budget on the Replace |
| 5 | Your Ride Program established in 2021 Acts and Resolves No. 55, Sec. 27, as |
| 6 | amended, and subsequently codified in 19 V.S.A. chapter 29. |
| 7 | * * * |
| 8 | * * * Electrify Your Fleet Program and eBike Incentive Program * * * |
| 9 | * * * Creation of Electrify Your Fleet Program and Authorization * * * |
| 10 | Sec. 17. ELECTRIFY YOUR FLEET PROGRAM; AUTHORIZATION |
| 11 | (a) Creation; administration. |
| 12 | (1) There is created the Electrify Your Fleet Program, which shall be |
| 13 | administered by the Agency of Transportation. |
| 14 | (2) Subject to State procurement requirements, the Agency may retain a |
| 15 | contractor or contractors to assist with marketing, program development, and |
| 16 | administration of the Program. |
| 17 | (b) Authorization. The Agency is authorized to spend up to \$500,000.00 in |
| 18 | one-time General Fund monies on the Electrify Your Fleet Program |
| 19 | established pursuant to subdivision (a)(1) of this section. |
| 20 | (c) Definitions. The definitions in 19 V.S.A. § 2901, as added by Sec. 15 |
| 21 | of this act, shall apply to this section. |

| 1 | (d) Program structure. The Electrify Your Fleet Program shall reduce the |
|----|--|
| 2 | greenhouse gas emissions of persons operating a motor vehicle fleet in |
| 3 | Vermont by structuring purchase and lease incentive payments on a first-come, |
| 4 | first-served basis to replace vehicles other than a plug-in electric vehicle (PEV) |
| 5 | cycled out of a motor vehicle fleet or avoid the purchase of vehicles other than |
| 6 | a PEV for a motor vehicle fleet. Specifically, the Electrify Your Fleet Program |
| 7 | <u>shall:</u> |
| 8 | (1) provide incentives to Vermont municipalities and business entities |
| 9 | registered in Vermont that maintain a fleet of motor vehicles that are registered |
| 10 | in Vermont with no single applicant being eligible for more than 20 incentives |
| 11 | over the existence of the Program; |
| 12 | (2) provide \$2,500.00 purchase and lease incentives for: |
| 13 | (A) BEVs with a base Manufacturer's Suggested Retail Price |
| 14 | (MSRP) of \$60,000.00 or less; |
| 15 | (B) PHEVs with an electric range of 20 miles or greater per complete |
| 16 | charge as rated by the Environmental Protection Agency when the vehicle was |
| 17 | new and a base MSRP of \$60,000.00 or less; |
| 18 | (C) electric bicycles and electric cargo bicycles with a base MSRP of |
| 19 | \$6,000.00 or less; |
| 20 | (D) adaptive electric cycles with any base MSRP; |
| 21 | (E) electric motorcycles with a base MSRP of \$30,000.00 or less; and |
| | |

| 1 | (F) electric snowmobiles with a base MSRP of \$20,000.00 or less; |
|----|---|
| 2 | (3) require a showing that the incentive will be used to electrify the |
| 3 | applicant's motor vehicle fleet; and |
| 4 | (4) require a showing of any other requirements implemented by the |
| 5 | Agency of Transportation that are designed to maximize the impact of State- |
| 6 | funded Electrify Your Fleet Program incentives by ensuring that, as applicable, |
| 7 | other incentives, subsidies, and credits are fully taken advantage of. |
| 8 | (e) Increased incentives for nonprofit mobility services organizations. |
| 9 | Nonprofit mobility services organizations incorporated in the State of Vermont |
| 10 | for the purpose of providing Vermonters with transportation alternatives to |
| 11 | personal vehicle ownership shall be entitled to: |
| 12 | (1) up to 15 \$2,500.00 incentives available under subsection (d) of this |
| 13 | section on a first-come, first-served basis amongst all applicants for incentives |
| 14 | under the Electrify Your Fleet Program over the existence of the Program, |
| 15 | provided that the requirements of subsection (d) of this section are met; and |
| 16 | (2) notwithstanding subdivisions (d)(1) and (2) of this section, up to five |
| 17 | increased incentives at the incentive amount available to individuals who |
| 18 | purchase or lease a BEV and who qualify for an incentive under 19 V.S.A. |
| 19 | § 2902(b)(3) (the lower-income tier for the Incentive Program for New PEVs), |
| 20 | as added by Sec. 15 of this act, for BEVs with a base MSRP of \$55,000.00 or |

| 1 | less, provided that the requirements of subdivisions (d)(3) and (4) of this |
|----|---|
| 2 | section are met. |
| 3 | (f) Administrative costs. Up to 15 percent of any appropriations for the |
| 4 | Electrify Your Fleet Program may be used for any costs associated with |
| 5 | administering and promoting the Electrify Your Fleet Program. |
| 6 | (g) Outreach and marketing. The Agency, in consultation with any |
| 7 | retained contractors, shall ensure that there is sufficient outreach and |
| 8 | marketing, including the use of translation and interpretation services, of the |
| 9 | Electrify Your Fleet Program so that persons who are eligible for an incentive |
| 10 | can easily learn how to secure an incentive and such costs shall be considered |
| 11 | administrative costs for purposes of subsection (f) of this section. |
| 12 | (h) Reporting. The reporting requirements of 19 V.S.A. § 2905, as added |
| 13 | by Sec. 15 of this act, shall, notwithstanding 2 V.S.A. § 20(d), apply to the |
| 14 | Electrify Your Fleet Program if an incentive is provided through the Electrify |
| 15 | Your Fleet Program unless the General Assembly takes specific action to |
| 16 | repeal the report requirement. |
| 17 | * * * eBike Incentive Program; Authorization * * * |
| 18 | Sec. 18. MODIFICATIONS TO EBIKE INCENTIVE PROGRAM; |
| 19 | REPORT |
| 20 | (a) Definitions. The definitions in 19 V.S.A. § 2901, as added by Sec. 15 |
| 21 | of this act, shall apply to this section. |

| 1 | (b) Authorization and modifications. The Agency is authorized to spend up |
|----|---|
| 2 | to \$50,000.00 in one-time General Fund monies on the continuation of the |
| 3 | eBike Incentive Program established pursuant to 2021 Acts and Resolves No. |
| 4 | 55, Sec. 28, as amended by 2022 Acts and Resolves No. 184, Sec. 23, with the |
| 5 | following modifications: |
| 6 | (1) incentives shall be provided in the form of a voucher redeemable as |
| 7 | a point-of-sale rebate at participating retail shops; |
| 8 | (2) vouchers shall be provided to applicants that self-certify as to both: |
| 9 | (A) meeting income eligibility requirements under 19 V.S.A. |
| 10 | § 2902(b)(3) (the lower-income tier for the Incentive Program for New PEVs), |
| 11 | as added by Sec. 15 of this act; and |
| 12 | (B) that the incentivized electric bicycle, electric cargo bicycle, or |
| 13 | adaptive electric cycle shall be used in a way that reduces greenhouse gas |
| 14 | emissions, such as a substitute for trips that would have been taken in a vehicle |
| 15 | other than a plug-in electric vehicle; |
| 16 | (3) only electric bicycles with a base Manufacturer's Suggested Retail |
| 17 | Price (MSRP) of \$4,000.00 or less shall be eligible for an incentive; |
| 18 | (4) only electric cargo bicycles with a base MSRP of \$5,000.00 or less |
| 19 | shall be eligible for an incentive; |
| 20 | (5) an adaptive electric cycle with any base MSRP shall be eligible for |
| 21 | an incentive; and |

| 1 | (6) only electric bicycles, electric cargo bicycles, and adaptive electric |
|----|---|
| 2 | cycles that meet one or more of the following standards shall be eligible for an |
| 3 | incentive: |
| 4 | (A) American National Standard (ANSI)/Controller Area Network |
| 5 | (CAN)/Underwriters Laboratories (UL) 2849 – Standard for Electrical Systems |
| 6 | for eBikes, as amended, and any standards incorporated by reference in |
| 7 | ANSI/CAN/UL 2849; |
| 8 | (B) Europäische Norm (EN) 15194 – Electrically Power Assisted |
| 9 | Cycles (EPAC Bicycles), as amended; or |
| 10 | (C) another applicable standard designed to reduce the serious risk of |
| 11 | dangerous fires, as determined by the Agency of Transportation, if neither of |
| 12 | the standards in subdivisions (A) and (B) of this subdivision (6) are applicable. |
| 13 | (c) Administrative costs. Up to 15 percent of the authorization in |
| 14 | subsection (b) of this section may be used for any costs associated with |
| 15 | administering and promoting the eBike Incentive Program. |
| 16 | (d) Reporting. The Agency of Transportation shall address incentives for |
| 17 | electric bicycles, electric cargo bicycles, and adaptive electric cycles provided |
| 18 | pursuant to this section in the January 31, 2024 report required under 19 |
| 19 | V.S.A. § 2905, as added by Sec. 15 of this act, including: |
| 20 | (1) the demographics of who received an incentive under the eBike |
| 21 | Incentive Program; |

| 1 | (2) a breakdown of where vouchers were redeemed; |
|----|--|
| 2 | (3) a breakdown, by manufacturer and type, of electric bicycles, electric |
| 3 | cargo bicycles, and adaptive electric cycles incentivized; |
| 4 | (4) a detailed summary of information provided in the self-certification |
| 5 | forms; and |
| 6 | (5) a detailed summary of information collected through participant |
| 7 | surveys. |
| 8 | Sec. 19. AGENCY OF TRANSPORTATION AUTHORITY TO MODIFY |
| 9 | INCOME ELIGIBILITY REQUIREMENTS FOR EBIKE |
| 10 | INCENTIVE PROGRAM ON PASSAGE |
| 11 | Notwithstanding 2022 Acts and Resolves No. 55, Sec. 28(a)(3), the Agency |
| 12 | of Transportation may choose to only provide incentives to individuals who |
| 13 | self-certify as to meeting income eligibility requirements under 19 V.S.A. |
| 14 | § 2902(b)(3) (the lower-income tier for the Incentive Program for New PEVs), |
| 15 | as added by Sec. 15 of this act. |
| 16 | * * * Reallocation of Funding * * * |
| 17 | Sec. 20. 2022 Acts and Resolves No. 184, Sec. 2(8)(C), as amended by 2023 |
| 18 | Acts and Resolves No. 3, Sec. 83, is further amended to read: |
| 19 | (C) Replace Your Ride Program. Sec. 5(c) of this act authorizes |
| 20 | \$2,900,000.00 <u>\$2,350,000.00</u> for incentives under Replace Your Ride, which |
| 21 | will be the State's program to incentivize Vermonters to remove older low- |

- 1 efficiency vehicles from operation and switch to modes of transportation that
- 2 produce fewer greenhouse gas emissions, and capped administrative costs.
- 3 Sec. 21. 2022 Acts and Resolves No. 184, Sec. 5(c), as amended by 2023 Acts
- 4 and Resolves No. 3, Sec. 84, is further amended to read:
- 5 (c) Replace Your Ride Program. The Agency is authorized to spend up to
- \$2,900,000.00 \\$2,350,000.00 as appropriated in the fiscal year 2023 budget on
- 7 the Replace Your Ride Program established in 2021 Acts and Resolves No. 55,
- 8 Sec. 27, as amended.
- 9 Sec. 22. 2022 Acts and Resolves No. 185, Sec. G.600(b)(5), as amended by
- 10 2023 Acts and Resolves No. 3, Sec. 85, is further amended to read:
- 11 (5) $\frac{$2,900,000.00}{$2,350,000.00}$ to the Agency of Transportation for the
- 12 Replace Your Ride Program, established in 2021 Acts and Resolves No. 55,
- 13 Sec. 27, as amended.
- * * * Mileage-Based User Fee (MBUF) * * *
- 15 Sec. 23. MILEAGE-BASED USER FEE LEGISLATIVE INTENT
- 16 <u>It is the intent of the General Assembly for the State:</u>
- 17 (1) to start collecting a mileage-based user fee from all battery-electric
- vehicles registered in Vermont starting on July 1, 2025, which is expected to
- be the first day of the first fiscal year when more than 15 percent of new
- 20 pleasure car registrations in the State are plug-in electric vehicles (PEVs);

| 1 | (2) to start subjecting plug-in hybrid electric vehicles (PHEVs) that are a |
|----|--|
| 2 | pleasure car to an increased annual or a biennial registration fee starting on |
| 3 | July 1, 2025, and that PHEVs shall not be subject to a mileage-based user fee; |
| 4 | (3) to work towards collecting a fee on kWhs that are dispensed through |
| 5 | certain electric vehicle supply equipment available to the public so as to |
| 6 | supplant lost gas tax revenue from PEVs; and |
| 7 | (4) to not commence collecting a mileage-based user fee until such |
| 8 | authorizing language is codified in statute and becomes effective. |
| 9 | Sec. 24. MILEAGE-BASED USER FEE AUTHORIZATION |
| 10 | (a) Within the Agency of Transportation's Proposed Fiscal Year 2024 |
| 11 | Transportation Program for Environmental Policy and Sustainability, the |
| 12 | Agency of Transportation, including the Department of Motor Vehicles, is |
| 13 | authorized to apply for and accept a competitive federal Strategic Innovation |
| 14 | for Revenue Collection grant established pursuant to the Infrastructure |
| 15 | Investment and Jobs Act, Pub. L. No. 117-58 (IIJA), Sec. 13001, with up to |
| 16 | \$350,000.00 in Transportation Fund monies authorized for the nonfederal |
| 17 | match in fiscal year 2024 and a to-be-determined amount for the nonfederal |
| 18 | match in subsequent fiscal years. |
| 19 | (b) As permitted under federal regulations and grant terms, the Agency |
| 20 | shall utilize grant monies to design a mileage-based user fee that is consistent |
| 21 | with Secs. 23 and 25 of this act. |

| 1 | (c) Subject to State procurement requirements, the Agency may retain one |
|----|---|
| 2 | or more contractors or consultants, or both, to assist with the design of a |
| 3 | process to commence collecting a mileage-based user fee on July 1, 2025. |
| 4 | Sec. 25. MILEAGE-BASED USER FEE DESIGN |
| 5 | (a) Definitions. As used in Secs. 23–26 of this act: |
| 6 | (1) "Account manager" means a person under contract with the Agency |
| 7 | of Transportation or Department of Motor Vehicles to administer and manage |
| 8 | the mileage-based user fee. |
| 9 | (2) "Annual vehicle miles traveled" means the total number of miles that |
| 10 | a BEV is driven between annual inspections as reported by an inspection |
| 11 | mechanic to the Department of Motor Vehicles. |
| 12 | (3) "Mileage-based user fee" means the total amount that an owner or |
| 13 | lessee of a BEV registered in Vermont owes the State and is calculated by |
| 14 | multiplying the mileage-based user fee rate by the annual vehicle miles |
| 15 | traveled or, in the case of a terminating event, by multiplying the mileage- |
| 16 | based user fee rate by the vehicle miles traveled between the last Vermont |
| 17 | annual inspection and the terminating event. |
| 18 | (4) "Mileage-based user fee rate" means the per-mile usage fee charged |
| 19 | to the owner or lessee of a BEV registered in Vermont. |
| 20 | (5) "Mileage reporting period" means the time between annual |
| 21 | inspections or the time between an annual inspection and a terminating event. |

| 1 | (6) "Pleasure car" has the same meaning as in 23 V.S.A. § 4(28). |
|----|---|
| 2 | (7) "Plug-in electric vehicle (PEV)" has the same meaning as in |
| 3 | 23 V.S.A. § 4(85) and includes battery electric vehicles (BEVs) and plug-in |
| 4 | hybrid electric vehicles (PHEVs), which have the same meaning as in |
| 5 | 23 V.S.A. § 4(85)(A) and (B). |
| 6 | (8) "Terminating event" means either the registering of a BEV that had |
| 7 | been registered in Vermont in a different state or a change in ownership or |
| 8 | lesseeship of the BEV, or both. |
| 9 | (b) Commencement date. The Agency shall design a process to collect a |
| 10 | mileage-based user fee for miles driven by a BEV registered in Vermont to |
| 11 | commence collecting revenue on July 1, 2025. |
| 12 | (c) Covered vehicles. The Agency shall design a process to collect a |
| 13 | mileage-based user fee based on the annual vehicle miles traveled by BEVs |
| 14 | registered in the State. |
| 15 | (d) Imposition of a mileage-based user fee. The Agency shall design a |
| 16 | process to collect a mileage-based user fee from the owner or lessee of a BEV |
| 17 | registered in Vermont for each mileage reporting period within 60 days after |
| 18 | the Vermont annual inspection or terminating event that closes the mileage |
| 19 | reporting period. |

| 1 | Sec. 26. REPORTS |
|----|---|
| 2 | The Secretary of Transportation and the Commissioner of Motor Vehicles |
| 3 | shall file a written report not later than January 31, 2024 with the House and |
| 4 | Senate Committees on Transportation, the House Committee on Ways and |
| 5 | Means, and the Senate Committee on Finance that provides the following: |
| 6 | (1) a comprehensive implementation plan to commence collecting, on |
| 7 | July 1, 2025, a mileage-based user fee for miles driven by a BEV registered in |
| 8 | Vermont; |
| 9 | (2) a recommendation on what language should be codified in statute to |
| 10 | enable the State to commence collecting, on July 1, 2025, a mileage-based user |
| 11 | fee for miles driven by a BEV registered in Vermont, which shall include a |
| 12 | recommendation for the mileage-based user fee rate and that includes, for that |
| 13 | recommendation: |
| 14 | (A) an explanation for how the recommended mileage-based user fee |
| 15 | rate was calculated; |
| 16 | (B) what the recommended mileage-based user fee rate is estimated |
| 17 | to yield in revenue for the State in total per year; and |
| 18 | (C) how the anticipated mileage-based user fee for a pleasure car is |
| 19 | expected to compare to the amount collected by the State in gas tax revenue |
| 20 | from the use of a non-PEV pleasure car registered in Vermont and the amount |
| 21 | collected by the State in gas tay revenue and increased registration fee from the |

| 1 | use of a non-PHEV pleasure car registered in Vermont based on estimates of |
|----|--|
| 2 | low, medium, and high annual vehicle miles traveled; |
| 3 | (3) a recommendation on what should be required in annual reporting on |
| 4 | the mileage-based user fee starting in 2026 for fiscal year 2025, which shall, at |
| 5 | a minimum, address whether the following should be reported on: |
| 6 | (A) the total amount of revenue collected in mileage-based user fees |
| 7 | for the prior fiscal year and an estimate of the total amount of revenue |
| 8 | anticipated to be collected in mileage-based user fees during the subsequent |
| 9 | fiscal year; |
| 10 | (B) the average mileage-based user fee collected for a BEV with low, |
| 11 | medium, and high annual vehicle miles traveled in the prior fiscal year; |
| 12 | (C) an estimate of the average amount in motor fuel revenue that was |
| 13 | collected for a pleasure car that is not a plug-in electric vehicle with low, |
| 14 | medium, and high annual vehicle miles traveled in the prior fiscal year; |
| 15 | (D) an estimate of the average amount in motor fuel revenue and |
| 16 | increased registration fee that was collected for a pleasure car that is a plug-in |
| 17 | hybrid electric vehicle with low, medium, and high annual vehicle miles |
| 18 | traveled in the prior fiscal year; |
| 19 | (E) the total number of delinquent mileage-based user fees in the |
| 20 | prior fiscal year; |

| 1 | (F) the total number of outstanding payment plans for delinquent |
|----|--|
| 2 | mileage-based user fees; and |
| 3 | (G) the cost to collect the mileage-based user fees in the prior fiscal |
| 4 | year; |
| 5 | (4) an outline of what the Agency intends to adopt, if authorized, as rule |
| 6 | in order to commence collecting, on July 1, 2025, a mileage-based user fee for |
| 7 | miles driven by a BEV registered in Vermont, which shall, at a minimum, |
| 8 | establish: |
| 9 | (A) a process to calculate and report the annual vehicle miles traveled |
| 10 | by a BEV registered in Vermont; |
| 11 | (B) payment periods and other payment methods and procedures for |
| 12 | the payment of the mileage-based user fee, which shall include the option to |
| 13 | prepay the anticipated mileage-based user fee in installments on a monthly, |
| 14 | quarterly, or annual basis; |
| 15 | (C) standards for mileage reporting mechanisms for an owner or |
| 16 | lessee of a BEV to report vehicle miles traveled throughout the year; |
| 17 | (D) procedures to provide security and protection of personal |
| 18 | information and data connected to a mileage-based user fee; |
| 19 | (E) penalty and appeal procedures necessary for the collection of a |
| 20 | mileage-based user fee, which, to the extent practicable, shall duplicate and |
| 21 | build upon existing Department of Motor Vehicles processes; and |

| 1 | (F) Agency oversight of any account manager, including privacy |
|----|---|
| 2 | protection of personal information and access and auditing capability of |
| 3 | financial and other records related to administration of the process to collect a |
| 4 | mileage-based user fee; and |
| 5 | (5) an update on what other states and the federal government are doing |
| 6 | to address lost gas tax revenue from the adoption of PEVs along with any |
| 7 | applicable suggestions for opportunities for regional collaboration and an |
| 8 | explanation of the source of the information provided under this subdivision. |
| 9 | * * * Transportation Programs; Federal Carbon Reduction Program; |
| 10 | PROTECT Formula Program; Prioritization; Equity * * * |
| 11 | Sec. 27. AGENCY OF TRANSPORTATION EFFORTS TO IMPLEMENT |
| 12 | THE FEDERAL CARBON REDUCTION PROGRAM AND |
| 13 | PROTECT FORMULA PROGRAM; PRIORITIZATION; EQUITY |
| 14 | (a) The Agency of Transportation, through its development of the State's |
| 15 | Carbon Reduction Strategy, shall: |
| 16 | (1) develop a methodology to: |
| 17 | (A) quantify the emissions reductions the Agency will achieve from |
| 18 | the State's Transportation Program; |
| 19 | (B) measure the gap between the emissions reductions calculated |
| 20 | under subdivision (A) of this subdivision (a)(1) and the emissions reductions |

| 1 | required under the Global warming Solutions Act, as codified in 10 v.S.A. |
|----|--|
| 2 | § 578; and |
| 3 | (C) evaluate what additional emissions reductions are possible |
| 4 | through the implementation of additional policies and programs within the |
| 5 | State's Transportation Program; |
| 6 | (2) articulate the ongoing investments, particularly under the Carbon |
| 7 | Reduction Program, established through the Infrastructure Investment and Jobs |
| 8 | Act, Pub. L. No. 117-58 (IIJA) and codified as 23 U.S.C. § 175, that the |
| 9 | Agency intends to implement through the State's annual Transportation |
| 10 | Program in order to reduce emissions from activities within the control of the |
| 11 | Agency; |
| 12 | (3) identify and evaluate the effectiveness of other policies and |
| 13 | programs to reduce transportation sector greenhouse gas emissions as required |
| 14 | by the Global Warming Solutions Act, as codified in 10 V.S.A. § 578, and as |
| 15 | identified in the Vermont Climate Action Plan, as amended, which shall |
| 16 | include: |
| 17 | (A) an analysis of the potential to generate revenue sources sufficient |
| 18 | for ongoing greenhouse gas emissions reduction implementation; and |
| 19 | (B) recommendations regarding additional policy or revenue sources |
| 20 | to close any implementation gaps identified in subdivision (a)(1)(B) of this |
| 21 | section; |

| 1 | (4) engage in public outreach through the following: |
|----|---|
| 2 | (A) establishing an advisory committee with a broad group of |
| 3 | stakeholders, including representatives of the Vermont Climate Council, to |
| 4 | help guide the identification and evaluation of policies and programs to reduce |
| 5 | transportation sector greenhouse gas emissions; |
| 6 | (B) working with stakeholders, including environmental groups; |
| 7 | community-based organizations that represent equity and environmental |
| 8 | justice interests; business community groups, including chambers of |
| 9 | commerce; transportation industry associations, including those representing |
| 10 | rail and trucking; municipalities; regional planning commissions; and elected |
| 11 | officials on ways to reduce transportation sector greenhouse gas emissions; |
| 12 | <u>and</u> |
| 13 | (C) hosting not less than two public meetings, with at least one to |
| 14 | gather input on proposed policies and programs to reduce transportation sector |
| 15 | greenhouse gas emissions and at least one to address the evaluation of the |
| 16 | anticipated outcomes of the draft of the State's Carbon Reduction Strategy; |
| 17 | <u>and</u> |
| 18 | (5) coordinate with the Climate Action Office within the Agency of |
| 19 | Natural Resources to track and report progress towards achieving the State's |
| 20 | greenhouse gas emissions as required by the Global Warming Solutions Act |
| 21 | and codified in 10 V.S.A. § 578. |

| 1 | (b) The Agency shall develop the State's Resilience Improvement Plan to |
|----|--|
| 2 | establish how it will use federal monies available under the Promoting |
| 3 | Resilient Operations for Transformative, Efficient, and Cost-Saving |
| 4 | Transportation (PROTECT) Formula Program, established through the IIJA |
| 5 | and codified as 23 U.S.C. § 176, and existing tools and processes to address |
| 6 | transportation resilience, specifically for: |
| 7 | (1) resilience planning, predesign, design, or the development of data |
| 8 | tools to simulate transportation disruption scenarios, including vulnerability |
| 9 | assessments, community response strategies, or evacuation planning and |
| 10 | preparation; |
| 11 | (2) resilience projects to improve the ability of an existing surface |
| 12 | transportation asset to withstand one or more elements of a weather event or |
| 13 | natural disaster; and |
| 14 | (3) community resilience and evacuation route activities that strengthen |
| 15 | and protect routes that are essential for providing and supporting evacuations |
| 16 | caused by emergency events. |
| 17 | (c) The Agency shall develop recommendations for the integration of |
| 18 | carbon reduction, resilience, and equity factors into its project prioritization |
| 19 | system through the Agency's existing prioritization process and the |
| 20 | development of the Equity Framework Project. |

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20

| 1 | Sec. 28. REPORT ON TRANSPORTATION POLICY STATUTES |
|----|---|
| 2 | The Agency of Transportation shall provide a written report summarizing |
| 3 | the work completed pursuant to Sec. 27 of this act and written |
| 4 | recommendations on how to amend statute, including 19 V.S.A. §§ 10b and |
| 5 | 10i, to reflect the work completed pursuant to Sec. 27 of this act to the House |
| 6 | and Senate Committees on Transportation on or before January 15, 2024. |
| 7 | * * * Complete Streets * * * |
| 8 | Sec. 29. 19 V.S.A. § 10b is amended to read: |
| 9 | § 10b. STATEMENT OF POLICY; GENERAL |
| 10 | (a) The Agency shall be the responsible agency of the State for the |
| 11 | development of transportation policy. It shall develop a mission statement to |
| 12 | reflect: |
| 13 | (1) that State transportation policy shall be to encompass, coordinate, |
| 14 | and integrate all modes of transportation and to consider "complete streets", as |
| 15 | defined in section 2401 of this title, principles, which are principles of safety |
| 16 | and accommodation of all transportation system users, regardless of age, |
| 17 | ability, or modal preference; and |
| 18 | (2) the need for transportation projects that will improve the State's |

economic infrastructure, as well as the use of resources in efficient,

coordinated, integrated, cost-effective, and environmentally sound ways, and

| 1 | that will be consistent with the recommendations of the Comprehensive |
|----|--|
| 2 | Energy Plan (CEP) issued under 30 V.S.A. § 202b. |
| 3 | (b) The Agency shall coordinate planning and, education, and training |
| 4 | efforts with those of the Vermont Climate Change Oversight Committee and |
| 5 | those of local and regional planning entities to: |
| 6 | (1) to ensure that the transportation system as a whole is integrated; that |
| 7 | access to the transportation system as a whole is integrated; and that statewide |
| 8 | local, and regional conservation and efficiency opportunities and practices are |
| 9 | integrated; and |
| 10 | (2) to support employer-led or local or regional government-led |
| 11 | conservation, efficiency, rideshare, and bicycle programs and other innovative |
| 12 | transportation advances, especially employer-based incentives. |
| 13 | (c) In developing the State's annual Transportation Program, the Agency |
| 14 | shall, consistent with the planning goals listed in 24 V.S.A. § 4302 as amended |
| 15 | by 1988 Acts and Resolves No. 200 and with appropriate consideration to |
| 16 | local, regional, and State agency plans: |
| 17 | (1) Develop develop or incorporate designs that provide integrated, safe |
| 18 | and efficient transportation and that are consistent with the recommendations |
| 19 | of the CEP-: |
| 20 | (2)(A) Consider the safety and accommodation of all transportation |
| 21 | system users, including motorists, bicyclists, public transportation users, and |

| pedestrians of all ages and abilities, consider complete streets principles in all |
|--|
| State- and municipally managed transportation projects and project phases, |
| including planning, development, construction, and maintenance, except in the |
| case of projects or project components involving unpaved highways. If, after |
| the consideration required under this subdivision, a State managed project does |
| not incorporate complete streets principles, the project manager shall make a |
| written determination, supported by documentation and available for public |
| inspection at the Agency, that one or more of the following circumstances |
| exist: |
| (i) Use of the transportation facility by pedestrians, bicyclists, or |
| other users is prohibited by law. |
| (ii) The cost of incorporating complete streets principles is |
| disproportionate to the need or probable use as determined by factors including |
| land use, current and projected user volumes, population density, crash data, |
| historic and natural resource constraints, and maintenance requirements. The |
| Agency shall consult local and regional plans, as appropriate, in assessing |
| these and any other relevant factors. |
| (iii) Incorporating complete streets principles is outside the scope |
| of a project because of its very nature. |
| |

| 1 | (B) The written determination required under subdivision (A) of this |
|----|---|
| 2 | subdivision (2) shall be final and shall not be subject to appeal or further |
| 3 | review.; |
| 4 | (3) Promote promote economic opportunities for Vermonters and the |
| 5 | best use of the State's environmental and historic resources-; and |
| 6 | (4) Manage manage available funding to: |
| 7 | * * * |
| 8 | Sec. 30. REPEAL |
| 9 | 19 V.S.A. § 309d (policy for municipally managed transportation projects) |
| 10 | is repealed. |
| 11 | Sec. 31. 19 V.S.A. chapter 24 is added to read: |
| 12 | CHAPTER 24. COMPLETE STREETS |
| 13 | § 2401. DEFINITION |
| 14 | As used in this chapter, "complete streets" means streets that provide safe |
| 15 | and accessible options for multiple travel modes for individuals of all ages and |
| 16 | abilities, including walking, cycling, public transportation, and motor vehicles. |
| 17 | § 2402. STATE POLICY |
| 18 | (a) Agency of Transportation funded, designed, or funded and designed |
| 19 | projects shall seek to increase and encourage more pedestrian, bicycle, and |
| 20 | public transit trips, with the State goal to promote intermodal access to the |
| 21 | maximum extent feasible, which will help the State meet the transportation- |

| 1 | related recommendations outlined in the Comprehensive Energy Plan (CEP) |
|----|---|
| 2 | issued under 30 V.S.A. § 202b and the recommendations of the Vermont |
| 3 | Climate Action Plan (CAP) issued under 10 V.S.A. § 592. |
| 4 | (b) Except in the case of projects or project components involving unpaved |
| 5 | highways, for all transportation projects and project phases managed by the |
| 6 | Agency or a municipality, including planning, development, construction, or |
| 7 | maintenance, it is the policy of this State for the Agency and municipalities, as |
| 8 | applicable, to incorporate complete streets principles that: |
| 9 | (1) serve individuals of all ages and abilities, including vulnerable users |
| 10 | as defined in 23 V.S.A. § 4(81); |
| 11 | (2) follow state-of-the-practice design guidance; and |
| 12 | (3) are sensitive to the surrounding community, including current and |
| 13 | planned buildings, parks, and trails and current and expected transportation |
| 14 | needs. |
| 15 | § 2403. PROJECTS NOT INCORPORATING COMPLETE STREETS |
| 16 | <u>PRINCIPLES</u> |
| 17 | (a) State projects. A State-managed project shall incorporate complete |
| 18 | streets principles unless the project manager makes a written determination, |
| 19 | supported by documentation, that one or more of the following circumstances |
| 20 | exist: |

| 1 | (1) Use of the transportation facility by pedestrians, bicyclists, or other |
|----|---|
| 2 | users is prohibited by law. |
| 3 | (2) The cost of incorporating complete streets principles is |
| 4 | disproportionate to the need or probable use as determined by factors including |
| 5 | land use, current and projected user volumes, population density, crash data, |
| 6 | historic and natural resource constraints, and maintenance requirements. The |
| 7 | Agency shall consult local and regional plans, as appropriate, in assessing |
| 8 | these and any other relevant factors. If the project manager bases the written |
| 9 | determination required under this subsection in whole or in part on this |
| 10 | subdivision then the project manager shall provide a supplemental written |
| 11 | determination with specific details on costs, needs, and probable uses, as |
| 12 | applicable. |
| 13 | (3) Incorporating complete streets principles is outside the limited scope |
| 14 | of a project as defined in the latest version of the Agency's Complete Streets |
| 15 | Guidance. |
| 16 | (b) Municipal projects. A municipally managed project shall incorporate |
| 17 | complete streets principles unless the municipality managing the project makes |
| 18 | a written determination, supported by documentation, that one or more of the |
| 19 | following circumstances exist: |
| 20 | (1) Use of the transportation facility by pedestrians, bicyclists, or other |
| 21 | users is prohibited by law. |

| 1 | (2) The cost of incorporating complete streets principles is |
|----|--|
| 2 | disproportionate to the need or probable use as determined by factors such as |
| 3 | land use, current and projected user volumes, population density, crash data, |
| 4 | historic and natural resource constraints, and maintenance requirements. The |
| 5 | municipality shall consult local and regional plans, as appropriate, in assessing |
| 6 | these and any other relevant factors. If the municipality managing the project |
| 7 | bases the written determination required under this subsection in whole or in |
| 8 | part on this subdivision then the project manager shall provide a supplemental |
| 9 | written determination with specific details on costs, needs, and probable uses, |
| 10 | as applicable. |
| 11 | (3) Incorporating complete streets principles is outside the limited scope |
| 12 | of a project as defined in the latest version of the Agency's Complete Streets |
| 13 | Guidance. |
| 14 | (c) Finality of determinations. The written determinations required by |
| 15 | subsections (a) and (b) of this section shall be final and shall not be subject to |
| 16 | appeal or further review. |
| 17 | (d) Posting and availability of determinations. The written determinations |
| 18 | required by subsections (a) and (b) of this section shall be posted to a web page |
| 19 | on the Agency of Transportation's website dedicated to complete streets, in the |
| 20 | case of a State-managed project, and made available for public inspection at |
| 21 | the office of the municipal clerk, in the case of a municipally managed project. |
| | |

| 1 | § 2404. ANNUAL REPORT; PUBLIC DATA SOURCE |
|----|--|
| 2 | (a) Annual report. Notwithstanding 2 V.S.A. § 20(d), the Agency shall |
| 3 | annually, on or before September 1 starting in 2025, submit a report detailing |
| 4 | the State's efforts in following the complete streets policy established in |
| 5 | section 2402 of this chapter during the previous fiscal year to the House and |
| 6 | Senate Committees on Transportation. |
| 7 | (b) Public data source. |
| 8 | (1) The Agency of Transportation shall maintain a web-accessible and |
| 9 | web-searchable data source dedicated to complete streets on the Agency's |
| 10 | website that shall contain information on all State-managed transportation |
| 11 | projects that have been bid since January 1, 2023, including a description of |
| 12 | the project, the location of the project, which complete streets principles were |
| 13 | incorporated in the project, as applicable, and an explanation as to which |
| 14 | circumstance or circumstances contained in subsection 2403(a) of this chapter |
| 15 | existed in the case of projects not incorporating complete streets principles. |
| 16 | (2) The web-accessible and web-searchable data source required under |
| 17 | this subsection shall be updated on at least an annual basis. |
| 18 | Sec. 32. IMPLEMENTATION; PUBLIC DATA SOURCE |
| 19 | The Agency shall create and make accessible to the general public the web- |
| 20 | accessible and web-searchable data source required under 19 V.S.A. § 2404(b) |
| 21 | as added by Sec. 31 of this act, on or before January 1, 2024. |

| 1 | Sec. 33. MUNICIPAL TRAINING ON COMPLETE STREETS |
|----|--|
| 2 | The Agency of Transportation, in consultation with the Vermont League of |
| 3 | Cities and Towns and regional planning commissions, shall design and |
| 4 | implement a program to provide training on complete streets to municipalities. |
| 5 | Sec. 34. REPLACEMENT OF THE CURRENT VERMONT STATE |
| 6 | STANDARDS |
| 7 | (a) The Agency of Transportation will be preparing replacements to the |
| 8 | current Vermont State Standards and related documents, standards, guidance, |
| 9 | and procedures in accordance with the plan required pursuant to 2022 Acts and |
| 10 | Resolves No. 184, Sec. 19. |
| 11 | (b) The Agency shall provide an oral update on the process to replace the |
| 12 | current Vermont State Standards and related documents, standards, guidance, |
| 13 | and procedures to the House and Senate Committees on Transportation on or |
| 14 | before February 15, 2024. |
| 15 | * * * Municipal and Regional Support for a Route 5 Bicycle Corridor * * * |
| 16 | Sec. 35. SUPPORT FOR A ROUTE 5 BICYCLE CORRIDOR; SURVEY |
| 17 | REPORT |
| 18 | (a) The Agency of Transportation, in partnership with regional planning |
| 19 | commissions through the annual Transportation Planning Initiative, shall |
| 20 | conduct a survey of municipal support for the creation of a bicycle corridor— |
| 21 | consisting of one or more segments of bicycle lanes or bicycle paths, or both— |

| 1 | to provide a safe means of travel via bicycle on or along a route that is roughly |
|----|---|
| 2 | adjacent to U.S. Route 5 for the approximately 190 miles spanning between the |
| 3 | State border with Massachusetts and the State border with Quebec, Canada. |
| 4 | (b) The survey shall address the level of interest of municipalities and |
| 5 | regional planning commissions in prioritizing the creation of a bicycle corridor |
| 6 | along some or all of U.S. Route 5, including the consideration of the costs of |
| 7 | creation and benefits to the tourism industry in Vermont in general and to the |
| 8 | municipalities along U.S. Route 5 in particular. |
| 9 | (c) The Agency shall provide a report on outcome of the survey to the |
| 10 | House and Senate Committees on Transportation on or before January 15, |
| 11 | <u>2024.</u> |
| 12 | * * * Micromobility Safety Education Program; Report * * * |
| 13 | Sec. 36. MICROMOBILITY SAFETY EDUCATION PROGRAM; REPORT |
| 14 | (a) The Agency, in consultation with stakeholders identified by the |
| 15 | Agency, shall develop a comprehensive micromobility safety education |
| 16 | program that enhances and expands on current efforts to increase safety for |
| 17 | individuals who use roads, sidewalks, corridors, and paths in Vermont, with an |
| 18 | emphasis on bicycle safety. |
| 19 | (b) The Agency shall provide an oral report on micromobility safety |
| 20 | program design, recommended modifications to current efforts to increase |
| 21 | micromobility safety throughout the State, and any recommendations for |

| 1 | statutory changes needed to support expanded micromobility safety in the State |
|----|--|
| 2 | to the House and Senate Committees on Transportation on or before January |
| 3 | <u>31, 2024.</u> |
| 4 | (c) As used in this section, "micromobility" includes the following, as |
| 5 | defined in 23 V.S.A. § 4: |
| 6 | (1) bicycles; |
| 7 | (2) electric bicycles; |
| 8 | (3) electric personal assistive mobility devices, |
| 9 | (4) motor-driven cycles, which includes scooters; and |
| 10 | (5) motor-assisted bicycles. |
| 11 | * * * Sunset Extension * * * |
| 12 | Sec. 37. 2018 Acts and Resolves No. 158, Sec. 21 is amended to read: |
| 13 | Sec. 21. REPEAL OF TRANSPORTATION P3 AUTHORITY |
| 14 | 19 V.S.A. §§ 2613 (Agency of Transportation's P3 authority) and 2614 |
| 15 | (legislative approval of P3 proposals) chapter 26, subchapter 2 shall be |
| 16 | repealed on July 1, 2023 <u>2026</u> . |
| 17 | * * * Repeals * * * |
| 18 | Sec. 38. REPEALS |
| 19 | (a) 5 V.S.A. § 3616 (connection of passenger trains; Board may determine) |
| 20 | is repealed. |

- 1 (b) 19 V.S.A. § 314 (covered bridges restrictions; vote at town meeting) is
- 2 <u>repealed.</u>
- * * * Effective Dates * * *
- 4 Sec. 39. EFFECTIVE DATES
- 5 (a) This section and Secs. 19 (authority to modify eBike Incentive Program
- 6 <u>eligibility requirements</u>) and 37 (extension of sunset for Agency of
- 7 Transportation's P3 authority) shall take effect on passage.
- 8 (b) All other sections shall take effect on July 1, 2023.