## 117th CONGRESS 1st Session **S**.

To require the Administrator of the Environmental Protection Agency to establish a rebate program to promote the purchase and installation of electric vehicle supply equipment for medium- and heavy-duty vehicles, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

Mr. MERKLEY (for himself, Mr. PADILLA, and Mr. MARKEY) introduced the following bill; which was read twice and referred to the Committee on

# A BILL

- To require the Administrator of the Environmental Protection Agency to establish a rebate program to promote the purchase and installation of electric vehicle supply equipment for medium- and heavy-duty vehicles, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

### **3** SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Medium- and Heavy-
- 5 Duty Electric Vehicle Infrastructure Act of 2021".

### 6 SEC. 2. FLEET CHARGING REBATE PROGRAM.

7 (a) DEFINITIONS.—In this section:

1	(1) Administrator.—The term "Adminis-
2	trator" means the Administrator of the Environ-
3	mental Protection Agency.
4	(2) Charging equipment ceiling amount.—
5	The term "charging equipment ceiling amount"
6	means, with respect to eligible equipment that is—
7	(A) networked level 2 charging equipment,
8	\$4,000; and
9	(B) networked direct current fast charging
10	equipment, \$100,000.
11	(3) COVERED EXPENSE.—The term "covered
12	expense" means an expense that is associated with
13	the purchase and installation of eligible electric vehi-
14	cle supply equipment for a medium-duty electric ve-
15	hicle or heavy-duty electric vehicle, including—
16	(A) the cost of electric vehicle supply
17	equipment hardware;
18	(B) labor costs associated with the installa-
19	tion of that hardware, if wages for that labor
20	are paid at rates not less than those prevailing
21	on labor of a character similar in the locality of
22	installation, as determined by the Secretary of
23	Labor in accordance with subchapter IV of
24	chapter 31 of part A of subtitle II of title 40,

1	United States Code (commonly referred to as
2	the "Davis-Bacon Act");
3	(C) material costs associated with the in-
4	stallation of that hardware, including expenses
5	involving electrical equipment and necessary up-
6	grades or modifications to the electric grid and
7	associated infrastructure that are required for
8	the installation of that hardware; and
9	(D) permit costs associated with the instal-
10	lation of that hardware.
11	(4) ELIGIBLE ELECTRIC VEHICLE SUPPLY
12	EQUIPMENT.—The term ''eligible electric vehicle
13	supply equipment" means a charger that—
14	(A) is connected to the electric grid; and
15	(B) supplies electricity to—
16	(i) a medium-duty electric vehicle; or
17	(ii) a heavy-duty electric vehicle.
18	(5) ELIGIBLE EQUIPMENT.—The term "eligible
19	equipment" means any eligible electric vehicle supply
20	equipment or associated hardware or software that
21	is included on the list of eligible equipment published
22	by the Administrator under subsection $(c)(2)$ .
23	(6) ELIGIBLE FLEET OPERATOR.—The term
24	"eligible fleet operator" means an individual, a
25	State, local, Tribal, or territorial government, a spe-

1	cial tax district, a rural electric cooperative, a port
2	authority, an airport authority, or a private entity
3	that—
4	(A) operates a centrally fueled non-transit
5	fleet of medium-duty electric vehicles or heavy-
6	duty electric vehicles;
7	(B) presents a purchase order of eligible
8	medium-duty electric vehicles or heavy-duty
9	electric vehicles at the time of application; or
10	(C) provides such documentation of the op-
11	eration or intent to operate a centrally fueled
12	non-transit fleet of medium-duty electric vehi-
13	cles or heavy-duty electric vehicles as the Ad-
14	ministrator determines to be necessary.
15	(7) HEAVY-DUTY ELECTRIC VEHICLE.—The
16	term "heavy-duty electric vehicle" means a non-tran-
17	sit vehicle that—
18	(A) derives all of the power of the vehicle
19	from electricity; and
20	(B) has a gross vehicle weight rating of
21	not less than 26,000 pounds.
22	(8) MEDIUM-DUTY ELECTRIC VEHICLE.—The
23	term "medium-duty electric vehicle" means a vehicle
24	that—

1	(A) derives all of the power of the vehicle
2	from electricity; and
3	(B)(i) has a gross vehicle weight rating
4	of—
5	(I) less than 26,000 pounds; but
6	(II) not less than 10,000 pounds; or
7	(ii) is an off-road vehicle with a gross vehi-
8	cle weight rating of more than 4,200 pounds.
9	(9) Multi-port level 2 charger.—The term
10	"multi-port level 2 charger" means networked level
11	2 charging equipment that is capable of charging
12	more than 1 medium-duty electric vehicle or heavy-
13	duty electric vehicle simultaneously.
14	(10) Networked direct current fast
15	CHARGING EQUIPMENT.—The term "networked di-
16	rect current fast charging equipment" means electric
17	vehicle supply equipment that—
18	(A) provides a direct current power source;
19	and
20	(B) is able to connect to a network to fa-
21	cilitate—
22	(i) data collection; and
23	(ii) access to the data collected.
24	(11) Networked level 2 charging equip-
25	MENT.—The term "networked level 2 charging

1	equipment" means electric vehicle supply equipment
2	that—
3	(A) provides an alternating current power
4	source at a minimum of 208 volts; and
5	(B) is able to connect to a network to fa-
6	cilitate—
7	(i) data collection; and
8	(ii) access to the data collected.
9	(12) REBATE PROGRAM.—The term "rebate
10	program" means the rebate program established
11	under subsection (b).
12	(b) ESTABLISHMENT.—Not later than January 1,
13	2022, and subject to the availability of appropriations, the
14	Administrator shall establish a rebate program to promote
15	the purchase and installation of electric vehicle supply
16	equipment for medium-duty electric vehicles and heavy-
17	duty electric vehicles.
18	(c) REQUIREMENTS.—
19	(1) IN GENERAL.—The Administrator may pro-
20	vide a rebate under the rebate program to an eligible
21	fleet operator for the installation of eligible equip-
22	ment at an eligible site described in paragraph (3).
23	(2) LIST OF ELIGIBLE EQUIPMENT.—
24	(A) IN GENERAL.—Not later than 90 days
25	after the date of enactment of this Act, the Ad-

1	ministrator shall publish on the website of the
2	Environmental Protection Agency a list of eligi-
3	ble equipment for which an eligible fleet oper-
4	ator may receive a rebate under the rebate pro-
5	gram.
6	(B) MAINTENANCE AND UPDATES.—After
7	the date on which the list under subparagraph
8	(A) is published, the Administrator—
9	(i) shall maintain the list, including
10	through periodic review and updates; and
11	(ii) may add additional hardware or
12	software to the list, if the Administrator
13	determines that the additional hardware or
14	software is likely—
15	(I) to lead to greater usage of eli-
16	gible electric vehicle supply equipment
17	for medium-duty electric vehicles and
18	heavy-duty electric vehicles; or
19	(II) to improve the experience of
20	users of eligible electric vehicle supply
21	equipment.
22	(3) ELIGIBLE SITES.—An eligible fleet operator
23	may receive a rebate under the rebate program for
24	the installation of eligible equipment only if the eligi-
25	ble equipment is installed at a site that—

(A) is in the United States;
(B) is located on property—
(i) owned by the eligible fleet oper-
ator; or
(ii) on which the eligible fleet operator
has authority to install eligible equipment;
and
(C) serves not fewer than the minimum
number of medium-duty electric vehicles or
heavy-duty electric vehicles that the Adminis-
trator determines is required to be served by a
site.
(4) Applications.—
(A) IN GENERAL.—An eligible fleet oper-
ator may submit to the Administrator an appli-
cation for a rebate under the rebate program at
such time and in such manner as the Adminis-
trator may require.
(B) REQUIREMENTS.—An application
under subparagraph (A) shall include—
(i) the estimated cost of covered ex-
penses to be incurred with respect to the
purchase or installation of eligible equip-
ment for which the eligible fleet operator
seeks a rebate;

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(ii) the portion of those covered ex-
penses that represents the estimated in-
stallation cost of the eligible equipment;
(iii) the address of the location where
the eligible equipment will be installed,
which shall be considered by the Adminis-
trator to be confidential business informa-
tion;
(iv) the technical specifications of the
eligible equipment, including the maximum
power and amperage of the eligible equip-
ment;
(v) if the eligible fleet operator is
seeking a community benefit bonus under
paragraph (5)(B) or a rural bonus under
paragraph (5)(C), documentation dem-
onstrating that the eligible fleet operator is
eligible for the bonus; and
(vi) any other information determined
by the Administrator to be necessary for a
complete application.
(C) REVIEW PROCESS.—The Administrator
shall, within 90 days of the date on which the
Administrator receives an application under
subparagraph (A)—

1	(i) review the application; and
2	(ii) approve the eligible fleet operator
3	submitting the application for a rebate
4	under the rebate program if the Adminis-
5	trator determines that—
6	(I) the application meets the re-
7	quirements described in subparagraph
8	(B);
9	(II) the rebate would be for the
10	installation of eligible equipment at an
11	eligible site;
12	(III) sufficient amounts will be
13	made available under this section to
14	provide the rebate;
15	(IV) providing the rebate would
16	not cause the eligible fleet operator to
17	exceed the limitation described in
18	paragraph (5)(D)(iii)(I); and
19	(V) the eligible fleet operator has
20	complied with all other applicable re-
21	quirements of the rebate program.
22	(5) Rebate amount.—
23	(A) IN GENERAL.—The amount of a rebate
24	under the rebate program shall be, with respect
25	to a project for which the rebate is sought—

1	(i) for an eligible fleet operator that is
2	a public sector or nonprofit entity, equal to
3	the lesser of—
4	(I) 80 percent of the covered ex-
5	penses; and
6	(II) the charging equipment ceil-
7	ing amount; and
8	(ii) for an eligible fleet operator that
9	is a private sector entity that is not a non-
10	profit entity, equal to the lesser of—
11	(I) 50 percent of the covered ex-
12	penses; and
13	(II) the charging equipment ceil-
14	ing amount.
15	(B) Community benefit bonus.—
16	(i) IN GENERAL.—Subject to subpara-
17	graph (D)(i), the Administrator shall
18	award an additional amount, to be known
19	as a "community benefit bonus", to an eli-
20	gible fleet operator receiving a rebate
21	under the rebate program if the majority
22	of the vehicle miles traveled by the me-
23	dium-duty electric vehicles and heavy-duty
24	electric vehicles in the fleet of the eligible
25	fleet operator are traveled in a county that,

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1	as of the date of enactment of this Act, is
2	designated as a nonattainment area for
3	ozone or carbon monoxide under the Clean
4	Air Act (42 U.S.C. 7401 et seq.).
5	(ii) Amount of Bonus.—With re-
6	spect to the rebate received by the eligible
7	fleet operator, the amount of a community
8	benefit bonus under clause (i) shall be
9	equal to the lesser of—
10	(I) 20 percent of the covered ex-
11	penses received under the rebate; and
12	(II) 25 percent of the charging
13	equipment ceiling amount received
14	under the rebate.
15	(C) RURAL BONUS.—
16	(i) IN GENERAL.—Subject to subpara-
17	graph (D)(i), the Administrator shall
18	award an additional amount, to be known
19	as a "rural bonus", to an eligible fleet op-
20	erator receiving a rebate under the rebate
21	program if—
22	(I) the eligible fleet operator uses
23	the rebate to install electric vehicle
24	supply equipment in a rural area (as

1 defined in section 101(a) of title 23, 2 United States Code); and 3 (II) the majority of the vehicle 4 miles traveled by the medium-duty 5 electric vehicles and heavy-duty elec-6 tric vehicles in the fleet of the eligible 7 fleet operator are traveled in a rural 8 area (as so defined). 9 (ii) AMOUNT OF BONUS.—With re-10 spect to the rebate received by the eligible 11 fleet operator, the amount of a rural bonus 12 under clause (i) shall be equal to the lesser 13 of— 14 (I) 20 percent of the covered ex-15 penses received under the rebate; and 16 (II) 25 percent of the charging 17 equipment ceiling amount received 18 under the rebate. 19 (D) LIMITATIONS.— 20 (i) LIMITATION ON BONUSES.—An eli-21 gible fleet operator may not receive both a 22 community benefit bonus under subpara-23 graph (B) and a rural bonus under sub-24 paragraph (C) with respect to the same re-25 bate under the rebate program.

1	(ii) Multi-port level 2 char-
2	GERS.—The Administrator shall consider
3	each charging port on a multi-port level 2
4	charger to be a separate unit of electric ve-
5	hicle supply equipment for purposes of de-
6	termining the amount of a rebate or bonus
7	under this section.
8	(iii) Maximum amount for active
9	PROJECTS.—An eligible fleet operator
10	may—
11	(I) separately or simultaneously
12	apply for, and be awarded, rebates to-
13	taling up to \$1,000,000, including any
14	bonuses received under subparagraphs
15	(B) and (C), for projects that, as de-
16	termined by the Administrator, are
17	active projects; and
18	(II) apply for additional rebates
19	on completion of active projects.
20	(iv) For-profit entities.—Of the
21	amounts made available to carry out the
22	rebate program, not more than 50 percent
23	may be awarded to eligible fleet operators
24	that are private sector entities that are not
25	nonprofit entities.

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1	(v) Alternative fuel vehicle re-
2	FUELING PROPERTY CREDIT No credit
3	shall be allowed under section 30C of the
4	Internal Revenue Code of 1986 for any
5	property with respect to which a rebate is
6	received under the rebate program.
7	(6) Agreement to maintain.—To be eligible
8	for a rebate under the rebate program, an eligible
9	fleet operator shall enter into an agreement with the
10	Administrator to maintain the eligible equipment
11	covered by the rebate in a satisfactory manner for
12	not less than 5 years after the date on which the eli-
13	gible fleet operator receives the rebate.
14	(d) Authorization of Appropriations.—There is
15	authorized to be appropriated to the Administrator to
16	carry out the rebate program $$250,000,000$ for each of
17	fiscal years 2022 through 2025, to remain available until
18	expended.