

**LET'S TALK REDUCING
EMISSIONS**

TOPICS:

Texas Emissions Reduction Program

Find It & Fix it Initiative

Audit Act

Small Business Local Government Assistance



TEXAS EMISSIONS REDUCTION PROGRAM (TERP)

**TERP HAS ONE
PURPOSE: TO
REDUCE EMISSIONS
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TERP was established through legislation in 2001. TERP grant programs provide financial incentives to individuals, state and local governments, corporations, and other legal entities to upgrade or replace their older, higher emitting vehicles and equipment with newer, cleaner vehicles and equipment.

REVENUE FOR FY 2022-2023

- Revenue from TERP fees exceeded **\$526 million** for FY 2022-2023 biennium, with more **than \$341 million** allocated for TERP programs and administration, and over **\$184 million** transferred to the state highway fund for congestion mitigation and air quality improvement projects.

REVENUE BREAKDOWN

There are 5 different fees and surcharges that make up how the revenue is generated:

- Surcharge for sale or lease/rental of off-road heavy-duty equipment
- Surcharge of the total consideration on sale or lease of on-road diesel vehicles over 14,000 lbs
- Surcharge on registration of truck-tractors and certain commercial motor vehicles
- Portion of the vehicle certificate of title fee
- A \$10 fee on commercial motor vehicles required to have an annual safety inspection.

TERP INCENTIVE GRANT PROGRAMS INCLUDE:

- Diesel Emission Reduction Incentive Rebate Grants
- Texas Natural Gas Vehicle Grants Program
- Seaport and Rail Yard Areas Emissions Reduction Program
- Texas Clean Feet Program
- Light-Duty Motor Vehicle Purchase or Lease Incentive Program
- Texas Clean School Bus Program
- Alternative Fueling Facilities Program
- New Technology Implementation Grant Program
- Port Authority Studies and Pilot Programs
- Governmental Alternative Fuel Fleet Grant Program

ALTERNATIVE TERP PROGRAMS:

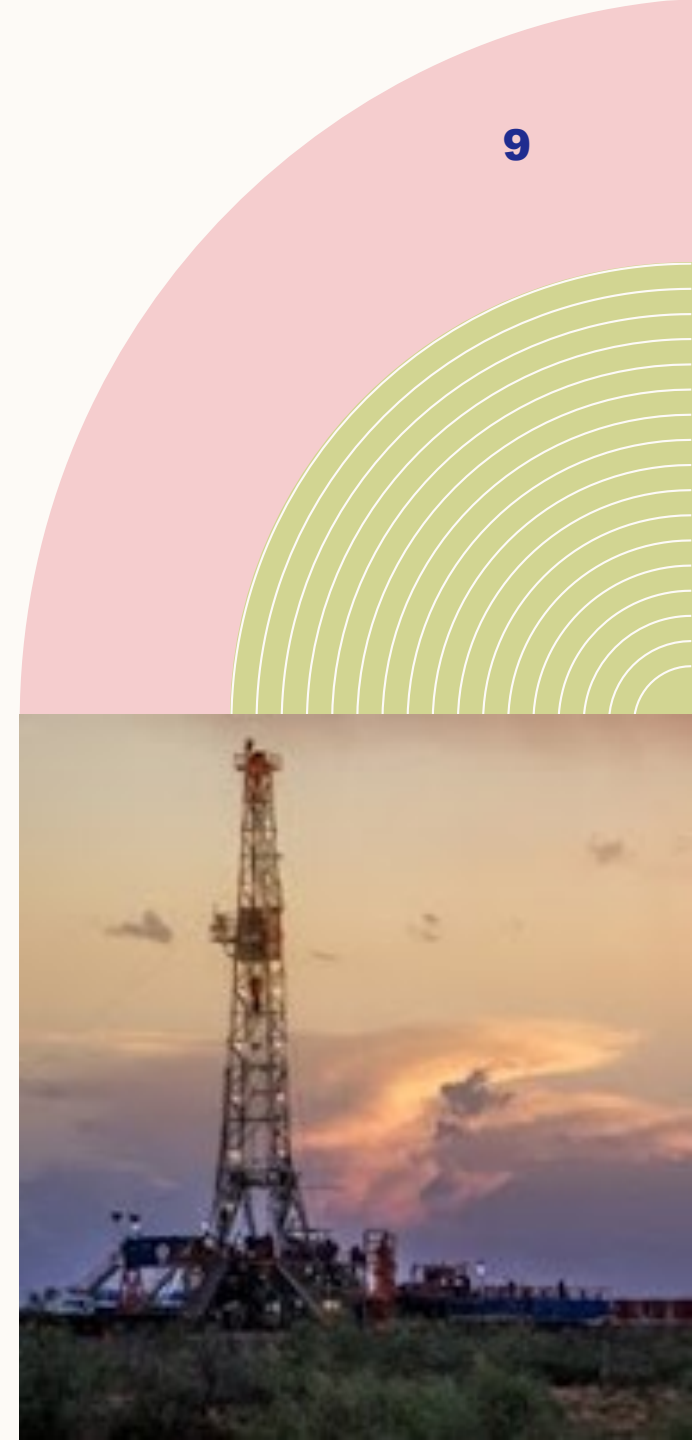
- Energy Efficiency Programs
- Regional Air Monitoring Programs
- Health Effects Studies
- Air Quality Research Support Program
- Foreign Emissions and Exceptional Events Research
- Air Quality Planning

FIND IT & FIX IT INITIATIVE

State found that there were significant increases in the number of emissions events reported and increases in the quantity of emissions reported from oil and gas facilities in the Permian Basin.

After a review of the causes included in the self-reported emissions events report, it seemed to indicate that some events may have been incorrectly classified as “emissions events.”

Initiative allowed owners and operators to evaluate their operations and current air authorizations to ensure that future incidents of excess emissions were reported correctly.



PERMIAN BASIN DATA ON EMISSIONS EVENTS

Emissions Events	FY 2020	FY 2021
Statewide	3,729	3,032
Permian Basin	~ 2,500	~ 1,800

TEXAS ENVIRONMENTAL, HEALTH, AND SAFETY AUDIT PRIVILEGE ACT

Under the Audit Act, certain documents and information gathered as part of an environmental self-audit are privileged from disclosure. The Audit Act also provides certain immunities from administrative or civil penalties for violations voluntarily disclosed and corrected within a reasonable amount of time.

SMALL BUSINESS AND LOCAL GOVERNMENT ASSISTANCE PROGRAM

The TCEQ's Small Business and Local Government Assistance Section offers free, confidential help to small businesses and local governments working to comply with state environmental regulations.

THANK YOU

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