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HOUSE BILL No. 1066

Proposed Changes to introduced printing by AM106601

DIGEST OF PROPOSED AMENDMENT

Corrects a reference.

A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 5-22-5-8.5, AS AMENDED BY P.L.66-2025,
2 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2026]: Sec. 8.5. **(a) This section applies only to a state**
4 **entity.**

5 **(b) This section does not apply to the short term or temporary**
6 **lease of a vehicle.**

7 **(a) (c)** As used in this section, "clean energy vehicle" means any
8 of the following:

9 (1) A vehicle that operates on one (1) or more of the following
10 energy sources:

11 (A) A rechargeable energy storage system.

12 (B) Hydrogen.

13 (C) Compressed air.

14 (D) Compressed or liquid natural gas.

15 (E) Solar energy.

16 (F) Liquefied petroleum gas.

17 (G) Methanol, denatured ethanol, and other alcohols.

18 (H) Mixtures containing eighty-five percent (85%) or more
19 by volume of methanol, denatured ethanol, and other
20 alcohols with gasoline or other fuel.

21 (I) Natural gas.

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1 (J) Coal-derived liquid fuels.
2 (K) Non-alcohol fuels derived from biological material.
3 (L) P-Series fuels.
4 (M) Electricity.
5 (N) Biodiesel or ultra low sulfur diesel fuel.
6 (2) A vehicle that operates on gasoline and one (1) or more of
7 the energy sources listed in subdivision (1).
8 (3) A vehicle that operates on diesel fuel and one (1) or more of
9 the energy sources listed in subdivision (1).
10 (b) (d) As used in this section, "state entity" means the following:
11 (1) A state agency.
12 (2) Any other authority, board, branch, commission, committee,
13 department, division, or other instrumentality of the executive
14 (including the administrative), legislative, or judicial department
15 of state government.
16 The term includes a state elected official's office and excludes a state
17 educational institution.
18 (e) (e) As used in this section, "total cost of ownership" means the
19 total cost of the following for a vehicle:
20 (1) Energy.
21 (2) Operations.
22 (3) Maintenance.
23 (4) Support infrastructure.
24 (f) (f) As used in this section, "vehicle" includes the following:
25 (1) An automobile.
26 (2) A truck.
27 (3) A tractor.
28 (g) Except as provided in subsections (f) (h) and (k) (m), if a
29 state entity purchases or leases a vehicle, **it the state entity must**
30 purchase or lease a vehicle that satisfies both of the following:
31 (1) **The vehicle must be** a clean energy vehicle, unless the
32 Indiana department of administration, determines that the:
33 (1) (A) purchase or lease of a clean energy vehicle is
34 inappropriate because of the purposes for which the vehicle
35 will be used; or
36 (2) (B) total cost of ownership of a clean energy vehicle is
37 substantially more than the cost of a vehicle that is not a
38 clean energy vehicle.
39 (2) The vehicle:
40 (A) must be a government model, base model, or standard
41 model vehicle; and
42 (B) may not be from a luxury or semi-luxury brand, if a

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1 nonluxury brand alternative exists that uses the same
2 underlying vehicle platform.

3 **(f)(h)** The requirements of subsection (e)(~~1~~²)~~[g]~~(1) do not apply
4 to the~~1~~² purchase or lease of vehicles by or for:

5 (1) the state police department; or

6 (2) the governor, and

7 (2) short term or temporary lease of vehicles.

11 (1) manufactured wholly or partially in Indiana; or

12 (2) containing parts manufactured in Indiana.

17 (1) The amount of energy sources described in subsection (a)(1)
18 (c)(1) purchased by the state entity.

19 (2) The amount of conventional fu

entity.
(3) The average price per gallon paid by the state entity for each

(4) The total number of vehicles purchased or leased by the state agency that were clean energy vehicles and the total number of vehicles purchased or leased by the state agency that were not clean energy vehicles.

27 (5) Any other information required by the Indiana department of
28 administration.

29 (f) (k) Before September 1, the Indiana department of
30 administration shall annually submit to the general assembly in an
31 electronic format under IC 5-14-6 and to the governor a report that lists
32 the information required under subsection (f) (j) for each state entity
33 and for all state agencies in the aggregate.

34 (1) Before July 1, 2025, the Indiana department of
35 administration shall make recommendations to state entities regarding
36 the procurement of clean energy vehicles.

37 (f) (m) A state agency may submit a request to the Indiana
38 department of administration, for an exception to the requirements of
39 subsection (e). ~~(e)~~ [g](1). The Indiana department of administration
40 may grant an exception if it finds the state agency's purchase or lease
41 of a vehicle that does not meet the requirements of subsection (e)
42 ~~(e)~~ [g](1) is necessary for the state agency's intended use of the



1 vehicle.

2 **(n) Not later than July 1, 2028, a state entity must dispose of**
3 **a vehicle that does not meet the requirements of subsection (g)(2).**

4 SECTION 2. IC 5-22-5-8.6 IS ADDED TO THE INDIANA CODE
5 AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
6 1, 2026]: Sec. 8.6. **(a) This section applies only to the governmental**
7 **body of a political subdivision.**

8 **(b) This section does not apply to the short term or temporary**
9 **lease of a vehicle.**

10 **(c) As used in this section, "vehicle" includes the following:**

11 **(1) An automobile.**
12 **(2) A truck.**
13 **(3) A tractor.**

14 The term does not include firefighting apparatus or an ambulance
15 owned or operated by a governmental body.

16 **(d) If a governmental body purchases or leases a vehicle, the**
17 **vehicle:**

18 **(1) must be a government model, base model, or standard**
19 **model vehicle; and**

20 **(2) may not be from a luxury or semi-luxury brand, if a**
21 **nonluxury brand alternative exists that uses the same**
22 **underlying vehicle platform.**

23 **(e) Not later than July 1, 2028, a governmental body must**
24 **dispose of a vehicle that does not meet the requirements of**
25 **subsection (d).¹**

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