(SEE ALSO PROPOSED 2ND SUB)

Provides that, to reduce fossil fuel dependence and build our clean energy economy, the state should develop policies and incentives that help businesses, consumers, and farmers gain greater access to affordable clean fuels and vehicles and to produce clean fuels in the state. These policies and incentives should include: (1) Incentives for replacement of the most polluting diesel engines, especially in school buses;

- (2) Transitional incentives for development of the most promising in-state clean fuels and fuel feedstocks, including biodiesel crops and ethanol from plant waste;
 - (3) Reduced fossil fuel consumption by state fleets;
- (4) Development of promising new technologies for displacing petroleum with electricity, such as "plug-in hybrids"; and
- (5) Impact analysis and emission accounting procedures that prepare Washington to respond and prosper as global warming impacts occur and as policies and markets to reduce global warming pollution are developed.

Makes appropriations to carry out the purposes of the act.