## **Chair Bill Johnson**

## **Environment, Manufacturing, and Critical Materials Subcommittee Markup**

July 12, 2023

As prepared for delivery

Welcome to the Environment, Manufacturing, and Critical Materials Subcommittee's markup of three bills to preserve Americans' access to affordable, reliable, and secure vehicles and fuels.

Less than three weeks ago, this Subcommittee held a legislative hearing on the legislation being marked up today.

We heard testimony from Joe Goffman, Principal Deputy Administrator of the EPA's Office of Air and Radiation, who in my view, struggled to justify the Biden Administration's rush to rapidly electrify America's vehicles.

We also heard from key stakeholders including the Presidents of the American Fuel and Petrochemical Manufacturers, and the Minnesota Auto Dealers Association, who voiced strong support for the legislation on our agenda today.

AFPM President Thompson warned us that without legislation to curb these abuses, the Biden EPA's policies would directly benefit our global adversaries.

Why? Well, for example, China dominates the global supply chain for EV's by controlling:

- 1. 80 percent of lithium refining,
- 2. Half of all cobalt production, and
- 3. Nearly 100% of refining and processing of critical minerals.
- 4. And now, on top of that, they are cornering the global market on oil refining as we are shutting ours down

We need to pump the brakes on the Biden Administration's policies and regulations that essentially mandate EVs on irresponsible rush-to-green timelines. This administration is undermining our national security and taking away choice from American consumers...in what appears to be an attempt to essentially nationalize major sectors of our transportation industry.

And closer to home, our witness from the Minnesota Auto Dealers, Mr. Lambert, highlighted that electric vehicles simply do not work for many Americans.

Specifically, he explained that EVs:

- 1. Lose 40 percent of their battery capacity in cold temperatures,
- 2. Dramatically decrease in range when towing any load,
- 3. Lack a dependable charging infrastructure that urban and rural American's can't access
- 4. And come at a much higher price than their gas and diesel-powered counterparts.

In other words, if you use your pickup truck for work, EV's won't work for you.

So, to preserve the choice in vehicles Americans prefer and can afford, Republicans have solutions...and we're marking those up today.

First, from Representatives Joyce, Latta, Bilirakis, and Obernolte, their bill would limit EPA's ability to issue California a waiver of national vehicle emission standards if the state's policies directly or indirectly limit the sale of new internal combustion engine vehicles.

The EPA should not use the misguided standards of one state as justification to drive vehicles that the Agency does not like off the road.

Next, we have the No Fuel Credits for Batteries Act, introduced by Mr. Pence.

The bill addresses EPA's disastrous efforts to simply make up the legal authority needed to introduce electricity into the Renewable Fuel Standard.

After heavy criticism, including from this committee, EPA itself decided not to move forward with the eRINs proposal quote "at this time."

However, EPA announced plans to continue working on an eRINs program that could be finalized at a later date.

So, to prevent any future agency overreach, this bill clarifies that EPA is **<u>not</u>** authorized to create an eRINs program.

In addition, we are marking up the Choice in Automobile Retail Sales Act, or the CARS Act, introduced by Mr. Walberg.

The bill would prevent EPA from implementing the "Multi-Pollutant Emissions Standards for Model Years 2027 and Later for Light- and Medium-Duty Vehicles," which requires two-thirds of new car sales and half of new truck sales to be electric by 2032.

The bill also prevents EPA from issuing regulations in the future that would mandate the use of one vehicle technology or limit the availability of vehicles based on engine type.

And I'll be entering an article into the record today, an article from just this past Monday...from Axios entitled, "Unsold Electric Cars are Piling up on Dealer Lots."

It details that in many cases, EV's are currently sitting at dealers twice as long as hybrid and gaspowered models.

Friends, it is clear that the American people are not sold on this rush to EV agenda.

We must prevent the Biden Administration from imposing EV mandates that:

1. Do not align with consumer preferences

- 2. Occur at a pace and scale that would directly increase costs for working Americans, and3. Undermine our national security...all for questionable environmental gain.

Today's markup is a key step towards protecting consumer choice in transportation.

I look forward to advancing the three bills on our agenda today, and I yield back.