New York Truck Voucher Incentive Program

Voucher Funding to AccelerateFleet Electrification in New York

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Agenda

- NYTVIP Background
- Program Updates
- Program Funding
- Locational and Scrappage Requirements
- Voucher Amounts
- Fleet Eligibility
- Voucher Process Voucher Help Center
- Questions & Discussion

New York Truck Voucher Incentive Program

- \$58.3M incentive pool supporting medium and heavy-duty trucks, transit buses, school buses, and repowers
- Vouchers reduce the upfront purchase cost and accelerate or eliminate the payback period associated with zero-emission vehicles
- Brings together vehicle manufacturers, dealers, and fleets to get cleaner trucks and buses on the road
- Scrappage option accelerates removal of the oldest, dirtiest diesel engines from New York State roads

Program Updates

- NYTVIP is now a 100% zero-emission truck and bus program
 - As of April 1, 2022, all remaining funding for hybrid electric, CNG, and propane trucks or buses has been reallocated to battery electric vehicles (BEVs) and hydrogen fuel cell vehicles (FCEVs)
- Voucher redemption timelines extended from 12 to 18 months
 - Extensions may be granted for up to a total of 24 months

Program Funding

- Funding available for Class 3-8 zero emission vehicles (FCEV and BEV) across categories
 - On-Road Trucks
 - Transit Buses
 - School Buses
 - Non-Road Port Cargo Handling Equipment

Program Funding

Funding Source	Vehicle Types	Amount		
СМАQ	Class 3-8 Battery Electric Vehicles	\$10M		
	Class 4-7 Trucks	\$4.8M		
	Class 8 Trucks	\$3.6M		
Volkswagen Settlement	Class 4-8 Electric Transit Buses	\$33M		
	Class 4-8 Electric School Buses	\$6M		
	Non-road Cargo Handling Equipment (CF	\$0.9M		
		TOTAL	\$58.3M	

Locational Requirements – Disadvantaged Communities

- All-electric transit and school buses must be domiciled in, or operated within 0.5 miles of, a Disadvantaged Community (DAC)
 - If a depot is not in a DAC, the fleet must identify proposed route(s) in the application



Vehicle Scrappage Requirements

- Goal: Reduce diesel exhaust emissions by replacing older, dirtier diesel vehicles with new electric vehicles
- Eligibility: Vehicles with 1992-2009 model year diesel engines
 - GVWR must be similar to new vehicle
 - Must meet annual usage requirements

Note: scrappage must occur <u>after</u> Voucher Application is approved



Vehicle Scrappage Requirements

- Definition: "Scrapped" shall mean to render inoperable and available for recycle, and, at a minimum, to:
 - Cut a 3-inch hole in the engine block
 - Disable the chassis by cutting frame rails completely in half
- It is recommended that a fleet representative attend the scrappage event to ensure it is properly documented
- Documentation:
 - The completed NYSDEC Vehicle Scrappage Certification
 - Before photos (vehicle, chassis, engine, VIN)
 - After photos (engine destruction, cut chassis)





What if we don't have any EMY 2009 or older diesels?

- Ownership flexibility for school buses and trucks
 - Registered in NY for 24 of the most recent 27 months
 - Registration and mileage requirements may be met by previous owner

- Class size flexibility for BEV truck purchases
 - Within Class size 4-7, the scrappage vehicle may be up to two class sizes different than the new vehicle

Voucher Amounts

		Voucher Amounts and Caps						
Vehicle Type	Fuel Type	Incremental	Vehicle Weight Class (GVWR)					
		Cost %	3	4	5	6	7	8
On-Road Trucks	BEV / FCEV	95%	\$ -	\$ 100,000	\$ 110,000	\$ 125,000	\$ 150,000	\$ 185,000
Transit Buses	BEV / FCEV	100%	\$ -	\$ 100,000	\$ 125,000	\$ 150,000	\$ 250,000	\$ 385,000
School Buses	BEV	100%	\$ -	\$ 100,000	\$ 120,000	\$ 150,000	\$ 200,000	\$ 220,000
Non-Road Port Cargo Handling	New BEV \$ 170,000 across all classes							
Equipment	Repower BEV	90%	\$ 140,000 across all classes					
	New BEV							
Other	Repower BEV	OU 70	\$ 00,000	Ş 3 0,000	\$ 100,000	\$ 110,000	\$ 120,000	\$ 150,000

Notes:

- Funding for "Other" projects is exhausted as of May 2022
- Voucher amounts listed in the table above are weight-specific limits, and voucher amounts listed and on the Eligible Vehicles List are estimates. The final voucher amount will be confirmed upon an individual project's approval.

Fleet Eligibility

- NYTVIP is available to any public, private, or non-profit fleets (except for Federal government fleets)
- No single fleet may claim more than 25% of funding from any category
 - Transit buses and non-road port cargo handling equipment (CHE) are exempt from this requirement
- Vehicles purchased through the Program must be operated for a minimum of five years and meet minimum annual usage requirements
- Fleet Usage Reports are required for three years following voucher payment
- Lease term must be at least five years
 - Leasing company is purchaser of record, responsible for ensuring compliance with all requirements (e.g., reporting)

Fleet Eligibility

Vehicle Type	Annual In-Service and Term Requirements for New Vehicle	Annual In-Service and Term Requirements for Scrapped Vehicle
Truck	≥5,000 miles annually on average during the five-year in-service period	≥5,000 miles (or ≥1,000 hours in-service for off-road vehicles) annually over the two most recent years
Transit Bus	≥15,000 miles annually on average during the five-year in-service period	Must be part of active fleet for at least the previous 24 months. A transit bus that is part of a contingency fleet, or considered a spare bus, is not eligible.
School Bus	≥8,000 miles annually on average during the five year-in-service period	≥2,500 miles annually over at least one of the last two years
Non-Road Port Cargo Handling Equipment	≥700 hours annually on average during the five-year in-service period (located and operated exclusively at the approved port)	≥700 hours a year for at least one of the last two years at an eligible NYS port

Involved Parties

Manufacturers

Original Equipment Manufacturers (OEM), Upfit/Retrofit Manufacturers (URM), or engine/powertrain producers with vehicle(s) to be sold through the Program

Submit Vehicle Eligibility Application

Contractors

Dealers / vendors that market and sell approved vehicles through the Program and receive voucher payment from NYSERDA

- Submit online Contractor Application
- Submit online Voucher Application
- Responsible for providing documentation to VHC to redeem voucher

Vehicle Fleets

Commercial, non-profit, or non-federal government fleets that use point-of-sale discounts to purchase or lease new zero-emission vehicle

- Responsible for scrapping an eligible diesel vehicle (if applicable)
- Works with Contractor to supply all information for Voucher Application / redemption
- Responsible for compliance with Fleet Usage reporting requirement

Voucher Process at a Glance

Fleet initiates
purchase from
Contractor,
identifies vehicle
for scrappage

Contractor submits Voucher Application, including Purchaser Terms & Conditions

NYSERDA reviews Voucher Application; if satisfactory, funding is reserved Contractor completes redemption, documenting final sale, delivery, and scrappage

NYSERDA reviews redemption materials and issues payment

Voucher Help Center (VHC)

- Operated by the Center for Sustainable Energy (CSE)
 - Manages intake of Vehicle, Contractor, and Voucher Applications
 - Works with NYSERDA to approve/deny and process applications
 - Point of entry for general inquiries
- Contact the Voucher Help Center

NYTVIP@energycenter.org 866-595-7917

Charging Infrastructure Support

- Electric utilities in NY are implementing a Medium- and Heavy-Duty Make Ready Pilot (MRP)
 - Provides \$15 million for make-ready infrastructure for MHDV fleets receiving vehicle incentives through NYTVIP
- NYTVIP team working with NYS utilities to coordinate processes and create a seamless experience for accessing vehicle + infrastructure incentives for MHD EVs
- Program overview and contacts: https://jointutilitiesofny.org/ev/make-ready/mhd-pilot-program

Thank you!

For more information, visit the **NYTVIP website**: https://nyserda.ny.gov/truck-voucher-program/

Contact the **Voucher Help Center**:

NYTVIP@energycenter.org

866-595-7917