

Light-Duty Zero Emission Vehicle (ZEV) Supply Equipment:
Direct Current Fast Charge (DCFC) &
Hydrogen Dispensing Equipment



## **Volkswagen Settlement**

- Volkswagen (VW) entered into settlement agreements to resolve violations for vehicles that emitted nitrogen oxides (NO<sub>x</sub>) above the federal standards.
- VW was required to pay approximately \$2.9 billion into the Environmental Mitigation Trust Agreement.
- VW was also required to pay \$2 billion to fund a nationwide ZEV Investment Plan.
- Texas received \$30.1 million of the \$2 billion for ZEV.



#### **Grant Round**

\$20.9 million in grants will be available statewide for the purchase and installation of:

- DCFC light-duty electric vehicle supply equipment in a public place, workplace, or multi-unit dwelling; and
- Light-duty hydrogen fuel cell vehicle supply equipment in a public place.



## **Eligible Applicants**

- Eligible applicants include individuals, corporations, organizations, governments or governmental subdivisions or agencies, business trusts, partnerships, associations, or other legal entities eligible to conduct business in Texas.
- The applicant must be the entity that will purchase and own the equipment for the life of the grant.
  - The applicant may lease the equipment to another entity if the applicant maintains ownership of the equipment for the life of the grant.
- Applicants who do not own the site must have permission from the site owner to install and operate the equipment at the site for the life of the grant.



#### **Selection Criteria**

- Properly completed applications will be processed for approval in accordance with the eligibility and priority requirements specified in the program Request for Grant Applications.
- The application submission period will be divided into <u>two phases:</u>
  - Phase No. 1: Priority Projects
  - Phase No. 2: Other Eligible Projects

## **Phase No. 1: Priority Projects**

# Nov. 2, 2021, at 8:00 am CST -Dec. 2, 2021, at 5:00 pm CST

- TCEQ will only accept applications for projects that meet one of the following criteria.
  - DCFC light-duty electric vehicle supply equipment:
    - rated at a minimum of 150 kilowatts (kW) per unit; and
    - installed in a public place and within one-half (1/2) mile of an Interstate, U.S., or State Highway or emergency evacuation route.
  - Light-duty hydrogen fuel cell vehicle supply equipment installed in a public location with a demonstrated demand for hydrogen supply services (e.g., fleet agreement).



## **Phase No. 2: Other Eligible Projects**

# Dec. 3, 2021, at 8:00 am CST - Jan. 3, 2022 at 5:00 pm CST

- During **Phase No. 2**, all eligible project applications may be submitted.
  - DCFC light-duty electric vehicle supply equipment must be rated at a minimum 50 kilowatts (kW) per unit.
  - Grants available under **Phase No. 2** will be contingent on funds remaining after the completion of Phase No. 1.



## **Project Requirements**

- All DCFC light-duty electric vehicle supply equipment must:
  - be compliant with the Americans with Disabilities
     Act recommended charge connect height of less
     than 48" and greater than 24"; and
  - connect to a network by wired ethernet, Wi-Fi, or cellular connection; and
  - use an Open Charge Point Interface (OCPI)
     protocol to allow subscribers of other electric
     vehicle charging system networks to access the
     charging station.



## **Project Requirements (cont.)**

#### A DCFC application must include:

- At least one Charge de Move (CHAdeMO) connector and one Society of Automotive Engineers Combined Charging System (SAE CCS) charging protocol connector; or
- If alternative connectors will be included in an application, there must be at least one CHAdeMO and/or SAE CCS charging protocol connector for each alternative connector included in the application.

## Light-duty hydrogen fuel cell vehicle supply equipment must be capable of:

- dispensing hydrogen at a pressure of 70 megapascals (or analogous successor technologies) and;
- dispensing at least 100 kilograms (kg) per day.



## **Project Requirements (cont.)**

#### Equipment must be installed:

- at a location without existing light-duty ZEV supply services; or
- to add new units to expand the number of vehicles that may be serviced at an existing site.
- Funding is not available to replace existing equipment with newer equipment.
- To be considered public, the project site must be accessible to the general public for users 24-hours per day/seven days per week and have dusk to dawn lighting.
- Should payment be required to access and use the grantfunded equipment, it must be Payment Card Industry compliant to allow use of a credit or debit card.



#### **Maximum Grant Amounts: DCFC**

- Applicants may request up to \$150,000 per DCFC charging unit installed, up to a maximum of \$600,000 per project site.
- Final project grant amounts may not exceed the following maximum percentage of cost limits:
  - 70% for DCFC light-duty electric vehicle supply equipment installed in a public place
  - 60% for DCFC light-duty electric vehicle supply equipment installed in a workplace or multi-unit dwelling



## **Maximum Grant Amounts: Hydrogen**

- Applicants may request up to \$600,000 per project site.
- Grant amounts may not exceed the following maximum percentage of cost limits applied to the actual, eligible project costs:
  - 33% for equipment capable of dispensing at least 250 kg per day
  - 25% for equipment capable of dispensing at least 100 kg per day



## **Eligible Project Costs**

- Eligible project costs are those that are directly connected to the acquisition, installation, operation, and maintenance of new light-duty ZEV supply equipment.
- Eligible project cost categories include equipment, supplies and materials, construction, and contract services.
- TCEQ will consider up to \$20,000 per unit in eligible costs for the upgrade of off-site power converters to accommodate the installation of DCFC light-duty electric vehicle supply equipment.



## **Ineligible Project Costs**

- Salaries and travel expenses for employees of the grantee
- Salaries of any lobbyist registered in Texas
- Facility, land, or an interest in land
- Permitting costs for TCEQ-issued permits
- Other administrative costs of the grantee, including overhead and indirect costs
- Any cost incurred prior to the grant round opening



## **Application Submission**

- Applications will be accepted for priority consideration under Phase No. 1 beginning Tuesday, November 2, 2021, at 8:00 am CST.
- During Phase No. 1, applicants may submit up to five (5) project applications.
- Separate application submissions are required for each project site.
- Applicants may not apply or receive funding for the same project and/or activities for which funding was awarded under a Texas Emissions Reduction Plan grant program.
- Applicants are encouraged to submit applications via e-mail, but applications may also be submitted via standard or express mail.



## **Application Submission (cont.)**

## The following documents must be submitted with the application:

- itemized price quotes to support the costs provided in the budget estimate (Form 4); and
- Site Verification Form (Supplemental Form 1) for applicants who do not own the project site.
- For hydrogen projects: to be considered during Phase No. 1 of the application submission period, documentation of the demand for hydrogen supply services is required.

## Incomplete applications may not be accepted by TCEQ.



### **Grant Agreement**

- Entities selected to receive grant funding will be required to sign a contract with TCEQ.
- Projects must be completed within the scope, time frame, and funding limitations specified in the contract.
- Grantees must commit to maintaining the grant-funded equipment in good operating condition for at least five (5) years.
- Grant-funded equipment must be insured against loss or damage, including liability damage to protect persons and property. Insurance must be maintained for the life of the contract and the five-year operating period. Documentation of required insurance coverage must be submitted to TCEQ.
- Grantees must submit quarterly progress reports.
- A sample contract will be available on the TxVEMP website at www.TexasVWFund.org.



#### **Grant Reimbursement**

- Payments will be made on a reimbursement basis for expenses incurred and paid by the grant recipient for the purchase and installation of light-duty ZEV supply equipment.
  - The equipment must be received, installed, and operational to be considered "incurred and paid."
- A summary of all expenses, invoices, and proof of payment must be submitted with the request for reimbursement.
- The grant reimbursement plus financial incentives must not exceed 100% of the total cost of the proposed activity.
- Reimbursement will be disbursed via check by the Trustee of the Volkswagen Settlement Trust.



#### **Contacts**

- Visit <u>www.TexasVWFund.org</u>
- Email <u>vwsettle@tceq.Texas.gov</u>
- Call (833) 215-TXVM (8989)