

APPENDIX D-4
Beneficiary Eligible Mitigation Action Certification

BENEFICIARY ELIGIBLE MITIGATION ACTION CERTIFICATION

Beneficiary _____

Lead Agency Authorized to Act on Behalf of the Beneficiary _____
(Any authorized person with delegation of such authority to direct the Trustee delivered to the Trustee pursuant to a Delegation of Authority and Certificate of Incumbency)

Action Title:	
Beneficiary's Project ID:	
Funding Request No.	<i>(sequential)</i>
Request Type: (select one or more)	<input type="checkbox"/> Reimbursement <input type="checkbox"/> Advance <input type="checkbox"/> Other (specify): _____
Payment to be made to: (select one or more)	<input type="checkbox"/> Beneficiary <input type="checkbox"/> Other (specify): _____
Funding Request & Direction (Attachment A)	<input type="checkbox"/> Attached to this Certification <input type="checkbox"/> To be Provided Separately

SUMMARY

Eligible Mitigation Action <input type="checkbox"/> Appendix D-2 item (specify): _____ Action Type <input type="checkbox"/> Item 10 - DERA Option (5.2.12) (specify and attach DERA Proposal): _____
Explanation of how funding request fits into Beneficiary's Mitigation Plan (5.2.1):
Detailed Description of Mitigation Action Item Including Community and Air Quality Benefits (5.2.2):
Estimate of Anticipated NOx Reductions (5.2.3):
Identification of Governmental Entity Responsible for Reviewing and Auditing Expenditures of Eligible Mitigation Action Funds to Ensure Compliance with Applicable Law (5.2.7.1):
Describe how the Beneficiary will make documentation publicly available (5.2.7.2).
Describe any cost share requirement to be placed on each NOx source proposed to be mitigated (5.2.8).
Describe how the Beneficiary complied with subparagraph 4.2.8, related to notice to U.S. Government Agencies (5.2.9).

If applicable, describe how the mitigation action will mitigate the impacts of NOx emissions on communities that have historically borne a disproportionate share of the adverse impacts of such emissions (5.2.10).

ATTACHMENTS
(CHECK BOX IF ATTACHED)

- Attachment A Funding Request and Direction.
- Attachment B Eligible Mitigation Action Management Plan Including Detailed Budget and Implementation and Expenditures Timeline (5.2.4).
- Attachment C Detailed Plan for Reporting on Eligible Mitigation Action Implementation (5.2.11).
- Attachment D Detailed cost estimates from selected or potential vendors for each proposed expenditure exceeding \$25,000 (5.2.6). [Attach only if project involves vendor expenditures exceeding \$25,000.]
- Attachment E DERA Option (5.2.12). [Attach only if using DERA option.]
- Attachment F Attachment specifying amount of requested funding to be debited against each beneficiary's allocation (5.2.13). [Attach only if this is a joint application involving multiple beneficiaries.]

CERTIFICATIONS

By submitting this application, the Lead Agency makes the following certifications:

1. This application is submitted on behalf of Beneficiary _____, and the person executing this certification has authority to make this certification on behalf of the Lead Agency and Beneficiary, pursuant to the Certification for Beneficiary Status filed with the Court.
2. Beneficiary requests and directs that the Trustee make the payments described in this application and Attachment A to this Form.
3. This application contains all information and certifications required by Paragraph 5.2 of the Trust Agreement, and the Trustee may rely on this application, Attachment A, and related certifications in making disbursements of trust funds for the aforementioned Project ID.
4. Any vendors were or will be selected in accordance with a jurisdiction's public contracting law as applicable. (5.2.5)
5. Beneficiary will maintain and make publicly available all documentation submitted in

support of this funding request and all records supporting all expenditures of eligible mitigation action funds subject to applicable laws governing the publication of confidential business information and personally identifiable information. (5.2.7.2)

DATED: _____



Christine Hoefler
Colorado Air Pollution Control Division, EPS II

[LEAD AGENCY]

for

[BENEFICIARY]

ATTACHMENT A

FUNDING REQUEST AND DIRECTION

(Attachment to Appendix D-4, Beneficiary Eligible Mitigation Action Certification, pursuant to Paragraph 5.2 of the Environmental Mitigation Trust Agreement)

Pursuant to the authority granted to *Colorado Department of Public Health & Environment* to act on behalf of Beneficiary _____ under the Mitigation Trust, *CDPHE* directs the Trustee to make the following payments from its subaccount no. 122969-037 to the following payees, for the amounts specified on the dates specified below.

LEAD AGENCY INFORMATION

Beneficiary Name: _____	Lead Agency Contact Person: _____
Lead Agency Name: _____	Lead Agency Email Address: _____
Lead Agency Address: _____	Lead Agency Fax: _____
Lead Agency Phone: _____	Lead Agency TIN: _____

Contact information entered above may correspond to Lead Agency or any authorized person with delegation of such authority to direct the Trustee delivered to the Trustee pursuant to a Delegation of Authority and Certificate of Incumbency

MITIGATION ACTION INFORMATION

Action Title: _____	Funding Request No: _____
Beneficiary's Project ID: _____	

PAYMENTS REQUESTED

(attach additional pages if needed)

Amount	Requested Date	Payee	Request Type

PAYEE CONTACT AND WIRE INFORMATION

(fill out both tables below for each payee and payment identified in "Payments Requested" table on p. 1; attach additional pages if needed)

PAYEE CONTACT INFORMATION

Action Title:	_____	Beneficiary Project ID:	_____
Payee Name:	_____	Payee Contact Person:	_____
Payee Address:	_____	Payee Email Address:	_____
Payee Phone:	_____	Payee Fax:	_____
Payee TIN:	_____		

Payment Amount	Requested Date	Request Type

WIRE INFORMATION

Receiving Bank Name:	_____
Receiving Bank Branch:	_____
Receiving Bank Address:	_____
Bank Swift ID:	_____
	National Routing No. / Bank ABA Number _____ (Sort Code, BLZ)
Amount of Wire:	_____
Message to Payee:	_____ _____
Instructions to Receiving Bank:	_____ _____
For Credit to:	_____ _____
Other Special Instructions:	_____ _____



Christine Hoefler
Colorado Air Pollution Control Division, EPS II

Summary

Explanation of how funding request fits into Beneficiary's Mitigation Plan (5.2.1):
The state of Colorado's Beneficiary Mitigation Plan (BMP) describes how funding will be provided for eligible projects to reduce NOx emissions. As outlined in the BMP, The ALT Fuel Vehicle Replacement Program will distribute funding for several Eligible Mitigation Actions (EMA's) including EMA 1, 2, 3, 6, 7, and 8. The Colorado BMP has allocated \$21.5 million to these EMA's. This D-4 funding request is for EMA #6, Class 4-7 Local Freight Trucks.
Detailed Description of Mitigation Action Item Including Community and Air Quality Benefits (5.2.2):
<p>To help improve air quality and to encourage switching to cleaner fueled vehicles across the state, this mitigation action will replace three Class 7 diesel street sweeper with three Class 7 electric street sweepers.</p> <p>The Regional Air Quality Council (RAQC) will implement this EMA under a contract with Colorado Department of Public Health and Environment (CDPHE), in partnership with the Colorado Energy Office (CEO) and the Colorado Department of Transportation (CDOT). The eligibility requirements for Class 4-7 Local Freight Trucks under the Alternative Fuel Vehicle Replacement Program are detailed in the BMP on pages 10-13.</p> <p>These new electric street sweepers will help reduce NOx emissions and greenhouse gases associated with the pre-2009 diesel trucks that will be scrapped. Emission reductions from this D4 submission for the replacement of three Class 7 diesel street sweeper are estimated to be: NOx (2.53 tons/yr) and GHG (3.64 tons/yr).</p>
Estimate of Anticipated NOx Reductions (5.2.3):
The estimated emissions benefits from the replacement of three Class 7 diesel street sweepers will reduce NOx emissions by 2.53 tons/yr. The estimates were prepared using the Diesel Emissions Quantifier (DEQ) developed by the Environmental Protection Agency (EPA).
Identification of Governmental Entity Responsible for Reviewing and Auditing Expenditures of Eligible Mitigation Action Funds to Ensure Compliance with Applicable Law (5.2.7.1):
The Colorado Department of Public Health & Environment.
Describe how the Beneficiary will make documentation publicly available (5.2.7.2). :
The Colorado Department of Public Health and Environment (CDPHE) has created a public website for information related to the Volkswagen settlement, which can be accessed at: https://www.colorado.gov/cdphe/VW . The website contains a description of the Trust Agreement, information about the public process for Colorado's implementation plan, Colorado's original Beneficiary Mitigation Plan (BMP) and the revised BMP, and links to Trust documents. As Colorado prepares and submits the semiannual reports required by paragraph 5.3 of the Trust Agreement, CDPHE will either post documents to its website or maintain a link to other public-facing website that provide the documentation. Colorado follows the Colorado Open Records Act, §§ 24-72-200 et seq., C.R.S., (CORA), which governs the public disclosure of records held by Colorado state agencies. CORA requires the custodian to deny inspection of several categories of public records, including for

certain confidential business information and personally identifiable information. Specifically, § 24-72-204 (3)(a)(IV), C.R.S. provides:

The custodian shall deny the right of inspection of the following records, unless otherwise provided by law; ... Trade secrets, privileged information, and confidential commercial, financial, geological, or geophysical data, including a social security number unless disclosure of the number is required, permitted, or authorized by state or federal law, furnished by or obtained from any person...

Any additional information not posted on the CDPHE website will be released pursuant to CORA.

The CDPHE website will be maintained and updated until the Trust's Termination Date or the date required by the Colorado Open Records Act or other applicable law, whichever is later. Records or documents may also be requested by emailing the CDPHE comments line at

cdphe.commentsapcd@state.co.us

Describe any cost share requirement to be placed on each NOx source proposed to be mitigated (5.2.8).

The Alternative Fuel Vehicle Replacement Program will provide incentive levels for public and private Class 4-7 Local Freight Trucks. The program will fund 110% of the incremental cost between a comparable new diesel vehicle and the new electric or RNG vehicle. Funding for vehicles owned by private fleets shall not exceed 25% of the total new RNG vehicle price or 75% of the total new electric vehicle price. There are no funding caps for public fleets.

Describe how the Beneficiary complied with subparagraph 4.2.8, related to notice to U.S. Government Agencies (5.2.9). :

On February 27, 2018 the Colorado Department of Public Health and Environment provided notice of availability of funds via email to Federal Agencies pursuant to Section 4.2.8 of the Trust Agreement.

If applicable, describe how the mitigation action will mitigate the impacts of NOx emissions on communities that have historically borne a disproportionate share of the adverse impacts of such emissions (5.2.10). :

This program will mitigate impacts of NOx emissions by replacing higher polluting Class 7 Local Freight Trucks with cleaner fueled Class 7 electric trucks in areas that have historically borne a disproportionate share of air pollution.

Attachment B

Project Management Plan

Project Schedule and Milestones – Alternative Fuel Vehicle Replacement Program

Milestone	Date
AFC request for application announcement	September 15, 2020
Solicitation for applications project round closes	December 31, 2020
Technical Advisory Committee application review	January 25, 2021
Project contractor announced awards funding to eligible entities	February 2021
Awardees attend mandatory training webinar	CY 2020 – 2022 2 times per year
Project partners enters into Contract / Purchase Order with sub awardee (this includes scrappage information). Vehicles must be ordered within 6 months.	CY 2020 – 2022 2 times per year
Vehicles delivered and awardee shows proof of full payment. Awardee submits reimbursement paperwork. RAQC reimburses within 90 days	Monthly starting 2021 – December 2021
Project partner submitted invoicing, emission reductions estimates to CDPHE for filing of D4 and reimbursement.	February 2021
Trust acknowledges receipt of Direction for Payment and reimbursement	Within 60 days of D4 submittal
CDPHE directs funding to project partners and project partners reimburse sub awardee	By December 2021
CDPHE reports to Trust on status of projects every six months after first disbursement of funds; semiannual reporting.	January 30 and July 30 after first disbursement of funds.

PROJECT BUDGET

Period of Performance: <u>2020 - 2021</u>				
Budget Category	Total Approved Budget	Share of Total Budget to be Funded by the Trust for bus and associated chargers	Cost-Share, if applicable (Entity #1) for vehicle	Cost-Share, if applicable (Entity #2)
1. Equipment Expenditure	\$1,774,868.00	\$1,073,225.00	\$701,643.00	\$
4. Administrative ¹	\$111,649.18	\$111,649.18	\$0	\$
Project Totals	\$1,886,517.18	\$1,184,874.18	\$701,643.00	\$
Percentage	100%	63%	37%	\$

¹Subject to Appendix D-2 15% administrative cap.

PROJECTED TRUST ALLOCATIONS:

	2021
1. Anticipated Annual Project Funding Request to be paid through the Trust	\$1,184,874.18
2. Anticipated Annual Cost Share	\$701,643.00
3. Anticipated Total Project Funding by Year (line 1 plus line 2)	\$1,886,517.18
4. Cumulative Trustee Payments Made to Date Against Cumulative Approved Beneficiary Allocation	\$467,482.66
5. Current Beneficiary Project Funding to be paid through the Trust (line 1)	\$1,184,874.18
6. Total Funding Allocated to for Beneficiary, inclusive of Current Action by Year (line 4 plus line 5)	\$1,652,356.84
7. Beneficiary Share of Estimated Funds Remaining in Trust	\$68,272,435.67 *
8. Net Beneficiary Funds Remaining in Trust, net of cumulative Beneficiary Funding Actions (line 7 minus line 6)	\$66,620,078.83

*This number for Beneficiary share of estimated funds remaining only represents deduction from this mitigation action. Other EMA totals are not included in this D4.

Attachment C

Detailed Plan for Reporting on Eligible Mitigation Action Implementation (5.2.11):

The Colorado Department of Public Health and Environment (CDPHE) will work with the RAQC (Regional Air Quality Council) to report on the implementation and progress of the Alternative Fuel Vehicle Replacement Program in the state of Colorado. CDPHE has developed a specific webpage that will provide information on the application process and status of eligible mitigation actions under the VW Environmental Mitigation Trust Fund. Awarded projects will be posted as well as information on emission reductions based upon awarded projects. Vehicle usage data will be collected two times a year for five years and made available. CDPHE will submit reports every six months to meet the semiannual reporting requirements under 5.3 of the Trust agreement.

Attachment D

Detailed cost estimates from selected or potential vendors for each proposed expenditure exceeding \$25,000 (5.2.6).

For the replacement of 3 Class 7 diesel street sweepers the following cost estimates were provided:**

Vehicle Profile: Battery Electric Class 7 Street Sweeper (For City & County of Denver)

Vehicle Type	Class 7 Electric Street Sweeper
Vendor Name	ECOR (Equipment Company of the Rockies)
Preferred or Competitive Quote	Preferred
Fuel Type	Battery Electric
Make	ECOR
Model	M4 Supercharged
Year	2021
Fuel Tank Capacity	240 kWh
GVWR	33,000 lbs.
Total Vehicle Cost (no tax/freight)	\$575,536.00

Vehicle Profile: Qty 2 Battery Electric Class 7 Street Sweepers (For Colorado Department of Transportation)

The quote below is for a single sweeper

Vehicle Type	Class 7 Electric Street Sweeper
Vendor Name	ECOR (Equipment Company of the Rockies)
Preferred or Competitive Quote	Preferred
Fuel Type	Battery Electric
Make	ECOR
Model	M4
Year	2021
Fuel Tank Capacity	210 kWh
GVWR	33,000 lbs.
Total Vehicle Cost (no tax/freight)	\$590,666.00

**Award recipients of the Class 7 electric street sweepers were only able to provide quotes from a single manufacturer, due to the limited availability of Class 7 electric street sweepers on the market. The quotes above differ slightly in pricing, due to configuration pricing, as each recipient has unique needs for their vehicles.