

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: 4/7/22

Man C. Lockness

[NAME]

[TITLE]

Indiana Department of Environmental Management

[LEAD AGENCY]

for

State of Indiana

[BENEFICIARY]

Appendix D-4 Summary Details

Eligible Mitigation Action Type:

Category 2: School Bus

Explanation of how funding request fits into Beneficiary's Mitigation Plan (5.2.1):

Indiana will generally fund all eligible mitigation action (EMA) types included in Appendix D-2 of the national consent decree. The Mission Statement and Overall Goals are described below:

In promoting the reduction of emissions of NO_x, the Indiana Volkswagen Environmental Mitigation Trust Fund Program will prioritize sustainable projects that are transformative, positively impacting the environment, enhancing the health and well-being of residents, and promoting Indiana's growing economy.

The Program will focus on technological change and advancement with resiliency and favoring use of domestic fuel, where possible.

The goals of the Indiana Volkswagen Mitigation Trust Program include:

- Improving air quality across Indiana through cost-effective NO_x emission reduction strategies
- Maximizing diesel emission reductions across Indiana, while considering various categories of sensitive populations as areas of specific focus
- Providing appropriate considerations to projects that have diesel emission reductions that go beyond just NO_x, including PM_{2.5}, hydrocarbons (HC), carbon monoxide (CO), and carbon dioxide (CO₂)
- Encouraging leveraging of project partner funds with VW Trust funds to further the reach of the Indiana program

Detailed Description of Mitigation Action Item Including Community and Air Quality Benefits (5.2.2):

This project is for the purchase, installation, operation and maintenance of ten (10) 2020 model-year, or newer, U.S. EPA emission compliant propane-powered school buses to REPLACE ten (10) of the Grantee's existing diesel-powered school buses that will be used for the same purpose. The replacement vehicle(s) will be located and operated in and around Hammond, Indiana.

Propane-powered school buses dramatically improve air quality and the quality of life conditions for drivers, technicians, and citizens in the areas of operation due to notably lower tailpipe emissions in addition to less noisy engine operations.

The lifetime estimated emission reductions of pollutants according to U.S. EPA's Diesel Emission Quantifier (DEQ) include 4.897 tons of nitrogen oxides (NO_x) and 0.214 tons of fine particulate matter (PM_{2.5}).

Estimate of Anticipated NO_x Reductions (5.2.3):

Over the lifetime of these buses, U.S. EPA's DEQ model estimates this project will result in a NOx reduction of 4.897 tons.

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):

Indiana Department of Environmental Management

Describe how the Beneficiary will make documentation publicly available (5.2.7.2):

In October of 2017, IDEM published a website with specific information on the national mitigation trust as well as the Indiana program. The website included an opportunity to sign up for automated updates to make sure interested parties were always kept apprised of any changes made to the program website. This web portal will be the location for all information related to the Indiana Volkswagen Mitigation Trust Program.

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

Indiana will use Volkswagen Mitigation Trust funds to reimburse non-government-owned fleet and equipment owners at the levels specified in Appendix D-2 of the national mitigation trust. IDEM will also use Volkswagen Mitigation Trust funds to reimburse government-owned fleets and equipment at the same level as non-government owned fleet and equipment owners, as opposed to the full cost reimbursement permitted by Appendix D-2.

Specifically, for this project, the Indiana Volkswagen Mitigation Trust Program will cover up to 25% of the total project cost while the Grantee and/or other programs covers the remaining 75%.

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

The Indiana Department of Environmental Management notified representatives as identified in Appendix D-2 of the national consent decree via email in March of 2018.

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):

Not applicable to this specific project.

Attachment B Details

Project Schedule and Milestones:

Indiana announces Round 2 – VW Onroad and Nonroad funding opportunity via online Request for Proposals (RFP)	March 3, 2020
Deadline for Round 2 – VW Onroad and Nonroad program applications	May 1, 2020
Indiana notifies applicants of award decisions	May 28, 2020
Funding Agreement between Indiana and Grantee is fully executed	November 13, 2020
Grantee project implementation	November 13, 2020 to December 31, 2021
Indiana reviews programmatic, financial, and vehicle scrappage materials for compliance with Appendix D-2 of the national consent decree	Ongoing
Indiana submits Appendix D-4 to Trustee to initiate payment to Grantee in accordance with Payee Contact and Wire Information form along with other supporting documentation	April 5, 2022
Indiana coordinates with Trustee on any questions or issues that arise related to the submitted Appendix D-4	April 5, 2022 to D-4 approval
Trustee responds to Indiana Appendix D-4	Within 60 days of submittal
Trustee disburses payment to Grantee	Within 15 days of Appendix D-4 approval

Project Budget:

Project Description	Indiana VW Mitigation Trust Grant Not to Exceed Total	Grantee Cost Share Not Less than Total	Project Total
The purchase, installation, operation and maintenance of ten (10) 2020 model-year, or newer, U.S. EPA emission compliant propane-powered school buses that will REPLACE ten (10) of the Grantee’s existing diesel-powered school buses that will be used for the same purpose. The replacement vehicle(s) will be operated in and around Hammond, Indiana.	\$316,381.00	\$949,143	\$1,265,524.00
Percentage	25%	75%	100%

State of Indiana Total Trust Allocation:

1) State of Indiana's Total Trust Allocation	\$40,935,880.59
2) Obligated Awards from Previous D-4 Submittals	\$10,375,096.58
3) State of Indiana's Net Remaining Allocation Prior to this D-4 Submittal	\$30,560,784.01
4) Current D-4 Funding Request Total	\$316,381.00
5) State of Indiana's Remaining Allocation After this D-4 Submittal	\$30,244,403.01

Projected Allocation Totals per Project Type:

	Total per Category	Annually Based on Expected Project Reimbursements
Total Trust	\$40,935,880.59	NA
To EV (15%) over 3 years (2021 to 2023)	\$6,140,382.09	\$2,046,794.03
To Admin (3%) over 4 years (2020 to 2023)	\$1,228,076.42	\$307,019.11
To EMAs (82%) over 3 years (2020 to 2022)	\$33,567,422.08	\$11,189,140.69

Projected Trust Allocations:

	2020	2021	2022	2023
1) Anticipated Annual Project Funding Request to be paid through the Trust	\$11,189,140.69	\$13,235,934.72	\$13,235,934.72	\$2,046,794.03
2) Anticipated Annual Cost Share (Administrative Costs)	\$307,019.11	\$307,019.11	\$307,019.11	\$307,019.11
3) Anticipated Total Project Funding by Year (Line 1 + Line 2)	\$11,496,159.8	\$13,542,953.8	\$13,542,953.8	\$2,353,813.14
4) Cumulative Trustee Payments Made to Date Against Cumulative Approved Beneficiary Allocation	\$3,895,454.40	\$4,710,898.20	\$1,536,839.98	
5) Current Beneficiary Project Funding to be paid through the Trust (Line 1)	\$101,199.00	\$130,705.00	\$316,381.00	
6) Total Funding Allocated to Beneficiary, inclusive of Current Action by Year (Line 4 + Line 5)	\$3,996,653.40	\$4,841,603.20	\$1,853,220.98	
7) Beneficiary Share of Estimated Funds Remaining in Trust at Beginning of Year	\$40,935,880.59	\$36,939,227.19	\$32,097,623.99	
8) Net Beneficiary Funds Remaining in Trust, net of cumulative Beneficiary Funding Actions (Line 7 – Line 6)	\$36,939,227.19	\$32,097,623.99	\$30,244,403.01	

Attachment C Details

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

The Indiana Department of Environmental Management (IDEM) is committed to meet the reporting requirements as detailed in Subparagraph 5.3 of the Environmental Mitigation Trust Agreement for State Beneficiaries. Specifically, this subparagraph states:

“For each Eligible Mitigation Action, no later than six months after receiving its first disbursement of Trust Assets, and thereafter no later than January 30 (for the preceding six-month period of July 1 to December 31) and July 30 (for the preceding six-month period of January 1 to June 30) of each year, each Beneficiary shall submit to the Trustee a semiannual report describing the progress implementing each Eligible Mitigation Action during the six-month period leading up to the reporting date (including a summary of all costs expended on the Eligible Mitigation Action through the reporting date). Such reports shall include a complete description of the status (including actual or projected termination date), development, implementation, and any modification of each approved Eligible Mitigation Action. Beneficiaries may group multiple Eligible Mitigation Actions and multiple sub-beneficiaries into a single report. These reports shall be signed by an official with the authority to submit the report for the Beneficiary and must contain an attestation that the information is true and correct and that the submission is made under penalty of perjury. To the extent a Beneficiary avails itself of the DERA Option described in Appendix D-2, that Beneficiary may submit its DERA Quarterly Programmatic Reports in satisfaction of its obligations under this Paragraph as to those Eligible Mitigation Actions funded through the DERA Option. The Trustee shall post each semiannual report on the State Trust’s public-facing website upon receipt.”

IDEM will meet these obligations in coordination with our project partners. Project partners are obligated to provide IDEM the necessary information for reports to the Trustee through the Funding Agreements between IDEM and each project partner. This language states:

“4. Implementation and Reporting Requirements

A. The Grantee shall implement and complete the Project in accordance with **Attachment A** and the plans and specifications contained in its Funding Application. Modification of the Project shall require prior written approval from IDEM. If IDEM determines that the Grantee is not making adequate progress in implementation of the approved Project in accordance with **Attachment A**, IDEM may rescind the award.

B. The Grantee shall submit to IDEM written progress reports until the completion of the Project. These reports shall be submitted in accordance with the reporting schedule contained in **Attachment C** and shall contain such detail of progress or performance on the Project as is required under the terms of the Volkswagen Diesel Emissions Environmental Mitigation Trust. If additional documentation is required for IDEM to meet reporting obligations under the Volkswagen Diesel Emissions Environmental Mitigation Trust, IDEM may request such documentation as necessary at any time during the term of this Agreement.”

Attachment D Details

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

Detailed in the following pages:

School City of Hammond

INVOICE

5727 Sohl Ave Rear Building
Hammond, IN 46320
219-933-2438 ext 2310

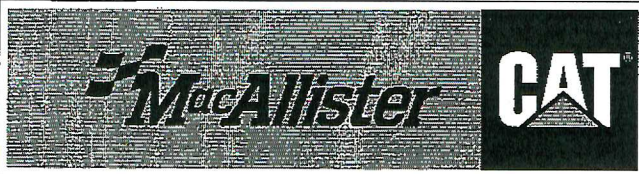
DATE: January 3, 2022
INVOICE #: 52711

BILL TO:
Indiana Dept of Environmental Management
Office of Air Quality- Mail Code 61-50
ATT: Shawn M Seals
Senior Environmental Manager
100 N. Senate Ave
Indianapolis, IN 46204-225

Description	Quantity	Price	AMOUNT
2020 Propane School Buses	10	\$126,552.40	\$ 1,265,524.00
			\$ -
Grant Request			\$ 316,381.00
			\$ -
			\$ -
			\$ -
Total			\$ 316,381.00

Bank:	First Midwest Bank 6603 Columbia Ave Hammond, IN 46320 219-931-6670
ABA/Routing Number:	██████████
Account Number:	██████████

THANK YOU AND HAVE A GREAT DAY!



REMIT TO: MacAllister Machinery
 Dept. 78731
 P.O. Box 78000
 Detroit, MI 48278-0731

MACALLISTER MACHINERY Ph 317-591-9100
 8800 BROOKVILLE RD
 INDIANAPOLIS IN 46239

Account Number: 3184500
 CUSTOMER ORIGINAL INVOICE

SOLD TO
 ATTN: TRANSPORTATION DEPT
 SCHOOL CITY OF HAMMOND
 ATTN: TRANSPORTATION DEPT
 5727 SOHL AVE-REAR BLDG
 HAMMOND IN 46320

INVOICE NUMBER	INVOICE DATE	ORDER NUMBER	CUSTOMER PO NUMBER	PAGE
	08/03/2021	BUS-SLS-4280886	NOT ON FILE	1/1
QTY	ITEM	DESCRIPTION	UNIT PRICE	EXTENSION

SEGMENT 1 / NEW BUS SALE

EQUIPMENT

1	BLUE BIRD SB-CONV-P SN:1BAKCCHA5PF387385 ID#:F525972	123,286.00	123,286.00
1	BLUE BIRD SB-CONV-P SN:1BAKCCHA3PF387384 ID#:F525971	142,254.00	142,254.00

SEGMENT TOTAL 265,540.00

SUBTOTAL BEFORE TAXES

NON-TAX INDIANA RESALE 265,540.00
 0.00

PAYMENT TERMS

A monthly Finance Charge of 1.00% (12% APR) will be added on all past due amounts. Title to goods remains with the seller until full payment is received.

CREDIT AMOUNT	
DO NOT PAY	
PAY THIS AMOUNT	265,540.00

007439 MacCALLISTER MACHINERY CO, INC

Bank: 018

Check Date: 12/03/2021 Check: 180685

PO	Budget Account Code	Invoice Date	Invoice	Comment	Amount
212945 C	0300.27400.734.0020	11/30/2021	MS4798586	TRANSPORTATION	265,540.00
					<u>265,540.00</u>

180685

12/03/2021

Pay exactly Two Hundred Sixty Five Thousand Five Hundred Forty and No/100 dollars

\$265,540.00

MacCALLISTER MACHINERY CO, INC
Dept 78731, PO Box 78000
Detroit MI 48278-0731

Copy
Non-negotiable



REMIT TO: **MacAllister Machinery**
Dept. 78731
P.O. Box 78000
Detroit, MI 48278-0731

MACALLISTER MACHINERY Ph 317-591-9100
 8800 BROOKVILLE RD
 INDIANAPOLIS IN 46239

Account Number: 3184500
CUSTOMER ORIGINAL INVOICE

SOLD TO

ATTN: TRANSPORTATION DEPT
 SCHOOL CITY OF HAMMOND
 ATTN: TRANSPORTATION DEPT
 5727 SOHL AVE-REAR BLDG
 HAMMOND IN 46320

INVOICE NUMBER	INVOICE DATE	ORDER NUMBER	CUSTOMER PO NUMBER	PAGE
MS3865043	03/31/2021	BUS-SLS-3336971	NOT ON FILE	1/2
QTY	ITEM	DESCRIPTION	UNIT PRICE	EXTENSION

SEGMENT 1 / NEW BUS SALE

EQUIPMENT

1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA4NF381488 ID#:F520073		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA6NF381489 ID#:F520074		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:BAKGCBA2NF381490 ID#:F520075		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA4NF381491 ID#:F520076		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA6NF381492 ID#:F520077		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA8NF381493 ID#:F520078		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA8NF381494 ID#:F520079		124,998.00	124,998.00
1	BBCV	BBCV		
1	BLUE BIRD SB-CONV-P (B) SN:1BAKGCBA1NF381495 ID#:F520080		124,998.00	124,998.00
1	BBCV	BBCV		

SEGMENT TOTAL 999,984.00

SUBTOTAL BEFORE TAXES 999,984.00

NON-TAX INDIANA RESALE 0.00

APPROVED BY STATE BOARD OF ACCOUNTS FOR SCHOOL CITY OF HAMMOND 1993

SCHOOL CITY OF HAMMOND

Hammond, Indiana 46320

0180685

CHECK NUMBER 180685

DATE 12/03/2021 FUND

20180
719

FIRST MIDWEST BANK
Hammond, IN
AMOUNT

Pay exactly Two Hundred Sixty Five Thousand Five Hundred Forty and No/100 dollars

\$265,540.00

This check void two years
after December 31 of the
year of issue.

PAY TO
THE
ORDER
OF

MacCALLISTER MACHINERY CO, INC
Dept 78731, PO Box 78000
Detroit MI 48278-0731

TREASURER



JPMORGANCHASE BK NA	CR TO NMD
121421 >074809682	PAYEE ALL
32894794 0078731	RTS R6VD

Posting Date	2021-05-14	Account Number	7790902
Amount	\$999,984.00	Bank Number	53
Capture Source	PV	Check/Serial #	[REDACTED]
DB/CR	Debit	Routing Transit Number	[REDACTED]
Sequence Number	[REDACTED]	Trancode	000000
UDK	[REDACTED]	Missing Image	05
Application Code	90	Item Type	Paper Item
IRD		PE Indicator	P
Entry Number	[REDACTED]	BOFD	074909962
Cost Center		Teller Number	
Teller Sequence Number			

APPROVED BY STATE BOARD OF ACCOUNTS FOR SCHOOL CITY OF HAMMOND 1993
SCHOOL CITY OF HAMMOND
 Hammond, Indiana 46320

0178123

CHECK NUMBER 178123 DATE 05/04/2021 FUND

70-160 FIRST MIDWEST BANK
719 Hammond, IN

Pay exactly Nine Hundred Ninety Nine Thousand Nine Hundred Eighty Four and No/100 dollars AMOUNT \$999,984.00

This check void two years after December 31 of the year of issue.

PAY TO THE ORDER OF MacCALLISTER MACHINERY CO, INC
 Dept 78731, PO Box 78000
 Detroit MI 48278-0731

Alvin J. Rutkett

 TREASURER MP

[REDACTED]



JPMORGANCHASE BK NA CR TO NMD
 051421 >074909962< PAYEE ALL
 32684933 0078731 RTS RSVD

[REDACTED]