



INDIANA DEPARTMENT OF ENVIRONMENTAL MANAGEMENT

We Protect Hoosiers and Our Environment.

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Eric J. Holcomb
Governor

Brian C. Rockensuess
Commissioner

January 23, 2023

Volkswagen Diesel Emissions Environmental Mitigation
Trust for State Beneficiaries, Puerto Roc, and the District of Columbia
c/o Wilmington Trust, N.A. as Trustee
Attention: Mr. Michael Bochanski, Relationship Manager
Capital Markets and Agency Services
Rodney Square North
1100 North market Street
Wilmington, Delaware 19890

Dear Mr. Bochanski,

Attached to this cover letter is the State of Indiana's sixth biannual report as required in paragraph 5.3 of the Environmental Mitigation Trust Agreement for State Beneficiaries. This report covers July 1, 2022, through December 31, 2022. The information contained is true and correct, and the submission is made under penalty of perjury.

Please contact Mr. Shawn Seals, Senior Environmental Manager in the Air Programs Branch of my office, if you have any questions or concerns regarding this report. Mr. Seals can be reached at (317) 233-0425 or SSeals@idem.in.gov.

Sincerely,

Brian Rockensuess
Commissioner
Indiana Department of Environmental
Management



Visit on.IN.gov/survey or scan the QR code to provide feedback.

We appreciate your input!



Volkswagen Diesel Emission Environmental Mitigation Trust for States Semi-annual Report

Financial Snapshot

| | | | |
|---|--|----------------------------|------------------|
| Beneficiary | Indiana | | |
| Lead Agency | Indiana Department of Environmental Management | | |
| Reporting Period | July 1, 2022 to December 31, 2022 | | |
| | This Reporting Period | Previous Reporting Periods | Total to Date |
| Total VW Funds Allocated from | \$ 40,935,880.59 | \$ 40,935,880.59 | \$ 40,935,880.59 |
| Submittals to Trust for | \$ 1,852,644.25 | \$ 12,159,565.83 | \$ 14,012,210.08 |
| Disbursements Submitted from Trust to Date | \$ 14,012,210.08 | | \$ 14,012,210.08 |
| Total of Submittals Not Yet Reimbursed This Period | \$ 1,225,260.00 | | \$ 1,225,260.00 |
| Remaining Trust Balance Less Outstanding Payments | \$ 28,148,930.51 | | \$ 28,148,930.51 |
| Remaining Trust Balance After All Submitted Reimbursements | | | \$ 26,923,670.51 |

Summary of All Costs

| Project Categories | VW Mitigation Funds | | | Matching Funds (Grantee or Indiana Financial Match) | | Total Project Cost Including Matching Funds | | | VW Rolling Percentages | | |
|--|--|--|--|---|--|---|-------------------------|-------------------------|-------------------------|-------------------------------------|-------------------------|
| | Obligated to Category from Indiana BMP | Expended from Category This Reporting Period (Submitted for Payment This Reporting Period) | Total Expended from Category Previous Reporting Periods (Submitted for Payment Previous Reporting Periods) | Remaining Balance of Category | Expended from Category This Reporting Period | Total Expended from Category Previous Reporting Periods | VW Mitigation Funds | Matching Funds | TOTAL | VW Percentage of Total Project Cost | VW Percentage Remaining |
| Onroad Equipment and Vehicles (EMA 1, 2, 6) | \$ 21,320,000.00 | \$ 1,541,144.00 | \$ 10,018,230.30 | \$ 9,760,625.70 | \$ 4,173,711.10 | \$ 24,843,674.25 | \$ 11,559,374.30 | \$ 29,017,385.35 | \$ 40,576,759.65 | 28.49% | 45.78% |
| Nonroad Equipment and Vehicles (EMA 3, 4, 5, 7, 8) | \$ 8,200,000.00 | - | \$ 326,551.00 | \$ 7,873,449.00 | - | \$ 1,898,493.00 | \$ 326,551.00 | \$ 1,898,493.00 | \$ 2,225,044.00 | 14.68% | 96.02% |
| DERA Option (EMA 10) | \$ 4,100,000.00 | \$ 266,500.25 | \$ 1,769,784.53 | \$ 2,063,715.22 | \$ 546,861.75 | \$ 5,187,904.58 | \$ 2,036,284.78 | \$ 5,734,766.33 | \$ 7,771,051.11 | 26.20% | 50.33% |
| EV Infrastructure (EMA 9) | \$ 6,150,000.00 | \$ 45,000.00 | \$ 45,000.00 | \$ 6,060,000.00 | \$ 41,030.89 | \$ 60,767.90 | \$ 90,000.00 | \$ 101,798.79 | \$ 191,798.79 | 46.92% | 98.54% |
| Program Administration | \$ 1,165,880.59 | | - | \$ 1,165,880.59 | | - | - | - | - | 0.00% | 100.00% |
| Totals | \$ 40,935,880.59 | \$ 1,852,644.25 | \$ 12,159,565.83 | \$ 26,923,670.51 | \$ 4,761,603.74 | \$ 31,990,839.73 | \$ 14,012,210.08 | \$ 36,752,443.47 | \$ 50,764,653.55 | 27.60% | 65.77% |

Project Narrative

| Project Description (Number of Equipment or Vehicles) | Eligible Mitigation Action Category Number | VW Funding Reimbursement Status | VW Funding of Project | Matching Funds | |
|---|--|---|-----------------------|-----------------|--|
| Michigan City Area Schools (8) | 2 | Submitted Previous Period and Disbursed This Period | \$ 224,653.00 | \$ 709,024.00 | Grant agreement executed on 9/30/2020 for the replacement of eight (8) existing diesel-powered school buses with eight (8) propane-powered buses serving the same purpose in-and-around Michigan City, Indiana. Project completed and the reimbursement packet was submitted to Trustee for reimbursement on 5/20/2022 and subsequently approved on 7/19/2022. |
| Great Lakes Towing (2) | 10 | Submitted Previous Period and Disbursed This Period | \$ 641,893.00 | \$ 1,925,678.00 | Grant agreement executed on 2/24/2021 for the replacement of one (1) existing Pre-Tier 4 diesel-powered nonroad material handler with one (1) Tier 4 diesel-hybrid-powered material handler along with two (2) Pre-Tier 4 diesel-powered front end loaders with two (2) Tier 4 clean-diesel-powered loaders serving the same purpose in-and-around the Port of Indiana - Burns Harbor, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 5/26/2022 and subsequently approved on 7/26/2022. |
| Crown Point Schools (1) | 2 | Submitted Previous Period and Disbursed This Period | \$ 313,858.00 | \$ 104,620.40 | Grant agreement executed on 12/3/2020 for the replacement of one (1) existing diesel-powered school bus with one (1) all-electric-powered bus serving the same purpose in-and-around Crown Point, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 6/20/2022 and subsequently approved on 8/23/2022. |
| Town of Highland EV Charger (1) | 9 | Submitted Previous Period and Disbursed This Period | \$ 9,000.00 | \$ 20,910.00 | Grant agreement executed on 2/4/2021 for the purchase, installation, operation and maintenance of one (1) Intertek or Underwriter's Laboratory certified compliant Level 2 electric vehicle charging stations to include at least two (2) SAE J1772 charging connections per station in-and-around Highland, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 6/24/2022 and subsequently approved on 8/23/2022. |

| | | | | | |
|-----------------------------------|----|--|---------------|-----------------|---|
| Steel Dynamics (1) | 10 | Completed | \$ 146,594.25 | \$ 179,170.75 | Grant agreement executed on 2/14/2022 for the replacement of one (1) existing diesel-powered terminal truck with one (1) all-electric-powered terminal truck serving the same purpose in-and-around Pittsboro, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 7/18/2022 and subsequently approved on 9/23/2022. |
| City of Hobart (6) | 1 | Completed | \$ 360,884.00 | \$ 1,504,181.10 | Grant agreement executed on 2/10/2022 for the replacement of six (6) existing diesel-powered refuse haulers with six (6) compressed-natural-gas-powered refuse haulers serving the same purpose in-and-around Hobart, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 10/19/2022 and subsequently approved on 12/20/2022. |
| Feralloy (1) | 10 | Completed | \$ 119,906.00 | \$ 367,691.00 | Grant agreement executed on 3/1/2022 for the replacement of one (1) existing diesel-powered locomotive with one (1) clean-diesel-powered railcar mover serving the same purpose in-and-around Portage, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 10/27/2022 and subsequently approved on 12/29/2022. |
| Hamilton Southeastern Schools (1) | 2 | Submitted awaiting Approval (as of 12/31/2022) | \$ 326,930.00 | \$ 108,976.00 | Grant agreement executed on 1/19/2022 for the replacement of one (1) existing diesel-powered school bus with one (1) all-electric-powered school buses serving the same purpose in-and-around Fishers, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/6/2022 awaiting approval. |
| Homewood Disposal (6) | 1 | Submitted awaiting Approval (as of 12/31/2022) | \$ 600,375.00 | \$ 1,801,127.00 | Grant agreement executed on 12/7/2021 for the replacement of six (6) existing diesel-powered refuse haulers with six (6) compressed-natural-gas-powered refuse haulers serving the same purpose in-and-around Gary, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/6/2022 awaiting approval. |
| Avon Schools (7) | 2 | Submitted awaiting Approval (as of 12/31/2022) | \$ 218,755.00 | \$ 656,266.00 | Grant agreement executed on 12/9/2021 for the replacement of seven (7) existing diesel-powered school buses with seven (7) propane-powered refuse haulers serving the same purpose in-and-around Avon, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/6/2022 awaiting approval. |
| Town of Culver (1) | 9 | Submitted awaiting Approval (as of 12/31/2022) | \$ 9,000.00 | \$ 6,330.47 | Grant agreement executed on 3/10/2021 for the purchase, installation, operation and maintenance of one (1) Intertek or Underwriter's Laboratory certified compliant Level 2 electric vehicle charging stations to include at least two (2) SAE J1772 charging connections per station in-and-around Culver, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/8/2022 awaiting approval. |
| City of Whiting (1) | 9 | Submitted awaiting Approval (as of 12/31/2022) | \$ 9,000.00 | \$ 3,189.00 | Grant agreement executed on 2/16/2021 for the purchase, installation, operation and maintenance of one (1) Intertek or Underwriter's Laboratory certified compliant Level 2 electric vehicle charging stations to include at least two (2) SAE J1772 charging connections per station in-and-around Whiting, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/8/2022 awaiting approval. |
| City of Warsaw (2) | 9 | Submitted awaiting Approval (as of 12/31/2022) | \$ 18,000.00 | \$ 28,540.42 | Grant agreement executed on 3/10/2021 for the purchase, installation, operation and maintenance of two (2) Intertek or Underwriter's Laboratory certified compliant Level 2 electric vehicle charging stations to include at least two (2) SAE J1772 charging connections per station in-and-around Warsaw, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/8/2022 awaiting approval. |
| Muncie Sanitary District (1) | 1 | Submitted awaiting Approval (as of 12/31/2022) | \$ 34,200.00 | \$ 103,161.00 | Grant agreement executed on 8/28/2019 for the replacement of one (1) existing diesel-powered refuse hauler with one (1) compressed-natural-gas-powered refuse hauler serving the same purpose in-and-around Muncie, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/8/2022 awaiting approval. |
| City of Huntingburg (1) | 9 | Submitted awaiting Approval (as of 12/31/2022) | \$ 9,000.00 | \$ 2,971.00 | Grant agreement executed on 3/1/2021 for the purchase, installation, operation and maintenance of one (1) Intertek or Underwriter's Laboratory certified compliant Level 2 electric vehicle charging stations to include at least two (2) SAE J1772 charging connections per station in-and-around Huntingburg, Indiana. Project completed and reimbursement packet was submitted to Trustee for reimbursement on 12/22/2022 awaiting approval. |

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| This information is true and correct and the submission is made under penalty of perjury. | <i>Brian C. Rockensuess</i> | January 23, 2023 |
| | Brian Rockensuess, Commissioner | Date |