R307. Environmental Quality, Air Quality.

R307-125. Clean Air Retrofit, Replacement, and Off-road Technology Program

R307-125-1. Authority and Purpose.

- (1) This rule specifies the requirements and procedures of the Clean Air Retrofit, Replacement and Off-Road Technology Program that is authorized in 19-2-203.
- (2) The procedures of this rule constitute the minimum requirements for the application for and the awarding of funds that are designated for the Clean Air Retrofit, Replacement, and Off-Road Technology Program.

R307-125-2. Definitions.

The terms "certified," "cost," "director," "division," "eligible equipment," "eligible vehicle," and "verified" are defined in 19-2-202.

R307-125-3. Allocation of Funds.

The director may apportion up to 50% of the funds allocated for this program for an exchange, rebate, or low-cost purchase program under 19-2-203(2). The remainder may be allocated to a grant program under 19-2-203(1).

R307-125-4. Grants Under 19-2-203(1).

- (1) A grant under 19-2-203(1) may only be used for:
- (a) verified technologies for eligible vehicles or equipment; and
 - (b) certified vehicles, engines, or equipment.
- (2) In prioritizing grant awards, the director shall consider:
- (a) whether and to what extent the applicant has already secured some other source of funding;
- (b) the air quality benefits to the state and local community attributable to the project;
 - (c) the cost-effectiveness of the proposed project;
 - (d) the feasibility and practicality of the project; and
- (e) other factors that the director determines should apply based on the nature of the application.
- (3) In prioritizing grant awards, the director may also, at the request of an applicant, consider the financial need of the applicant.
- (4) A successful grant applicant will be required to agree:
- (a) to provide information to the division about the vehicles, equipment, or technology acquired with the grant proceeds;
 - (b) to allow inspections by the division to ensure

compliance with the terms of the grant;

- (c) to permanently disable replaced vehicles, engines, and equipment from use; and
- (d) for any grant that is not given on a reimbursement basis, to commit to complete the project as proposed;
- (e) not to change the location or use of the vehicle, engine or equipment from the location or use proposed in their application without approval of the director; and
 - (f) to any additional terms as determined by the director.
- (5) Eligible vehicles are defined in 19-2-202(7). No additional vehicles under 19-2-202(7) (e) are eligible at this time.
- (6) The division shall use the following procedures to implement the grant program:
- (a) The division shall provide notice on the division's website of the availability of grants and of cut-off dates for applications.
- (b) An application for a grant shall be on a form provided by the division.
- (c) The director may provide grants on a reimbursement basis or as an advance award.
- (d) Successful grant applicants will be required to sign a grant agreement that contains the terms described in R307-125-4(4).
- (e) State agencies and employees are eligible to participate in the program and are subject to program requirements.

R307-125-5. Exchange, Rebate, or Low-Cost Purchase Programs Under 19-2-203(2).

- (1) The director has discretion to choose whether to use an exchange, rebate or low-cost purchase program.
- (2) The division shall use the following procedures to implement an exchange, rebate or low-cost purchase program:
- (a) The division shall provide notice on the division's website of any exchange, rebate or low-cost purchase program.
- (b) An application for an exchange, rebate, or low-cost purchase shall be on a form provided by the division.
- (c) State agencies and employees are eligible to participate in any program and are subject to program requirements.
- (d) The director may establish additional procedures appropriate to the specific program.
- (3) A participant in an exchange, rebate, or low-cost purchase program will be required to agree to the terms outlined in the application as determined by the director.

KEY: air quality, grant, rebate, purchase program 2 Date of Enactment or Last Substantive Amendment: 2014 Authorizing, and Implemented or Interpreted Law: 19-2-203; 19-1-3 4 203 5