# STATE RESOURCES for EVs & Electric Vehicle Supply Equipment in Your Jurisdiction



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#### **Session Overview**

Municipal Roles

State EVSE Incentives and Investments

State EV Incentives

**Federal Incentives** 

**EV Regulations** 

Questions

## Municipal Roles | Lead by Example

#### Municipal Fleets

- Consider EV models when replacing fleet vehicles
- ZEV or "EV First" Fleet Policy
- Fleet Improvement Plan

#### **Municipal Parking**

- Make parking spaces in municipal lots available for charging
  - Lease spaces to 3<sup>rd</sup> party service providers
  - Install and own charging stations

#### **Employee Support**

Provide access to charging infrastructure at work

#### Procurement/Purchasing

Preferred purchasing policy





## Municipal Roles | Planning



#### **Existing and Future Conditions**

What types and how many EVs are registered now? Where is there already charging? Who is it serving? Whose charging needs are not met by charging?



#### Identify key stakeholders....

Parking owners
Large employers
Residents
Utility
Energy Committee

#### ...and talk with them about

Use Cases - match parking dwell times to charging type

Business Models - who can own and operate now, and in the future?

Equity - where charging is needed to meet the needs of those with the least access

## Municipal Roles | Enable EV Charging

#### ACCD Guidance and model bylaw language (link)

#### **DEFINE IT**

- Define common terms related to EV charging in your bylaws
- e.g. Electric vehicle supply equipment, electric vehicles, AC charge levels, DC charge levels

#### **ALLOW IT**

- Allow charging stations as an accessory use in all parking
- Principal use may be appropriate in some cases, as in fueling or service stations

#### **REDUCE SOFT COSTS**

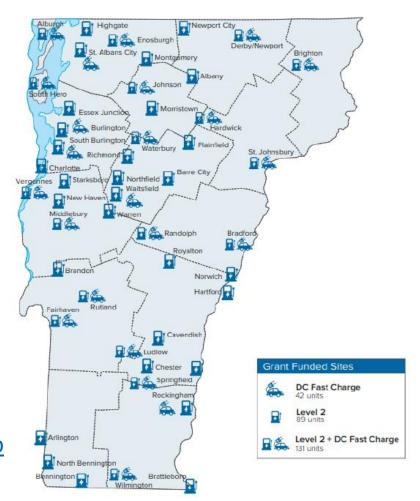
- Allow permit
   exemptions or ZA
   review/don't require
   planning commission
   or zoning board review
- Waive local permit fees

## Statewide EV Charging Investments

#### Public Investments in Vermont

2014	DHCD & DEC launch Electric Vehicle Supply Equipment (EVSE) Program with \$200k
2017	Volkswagen Settlement, \$2.8 million
2019	~ \$1 million for 75 Level 2 + 5 DC Fast Chargers
2020	\$1.7 million to Blink for 11 locations
2021	\$750k to Norwich Technologies for 6 locations
2022	\$1 million to residential charging for multiunit housing

Department of Housing and Community Development: <u>Interactive map</u>



## **ACCD Community Charging**

\$10M







PROGRAM	MULTIUNIT RESIDENTIAL	WORKPLACES	COMMUNITY ATTRACTIONS
ELIGIBILITY	3 or more units priority for <20	Priority for employers with <100 employees	public parking
EQUIPMENT	Level 1, Level 2	Level 1, Level 2	Level 1, Level 2, DCFC
TOTAL FUNDS	\$3M	\$2M	\$2M

https://accd.vermont.gov/community-development/funding-incentives/electric-vehicle-supply-equipment-evse-grant-program

## State Contract for EV Charging

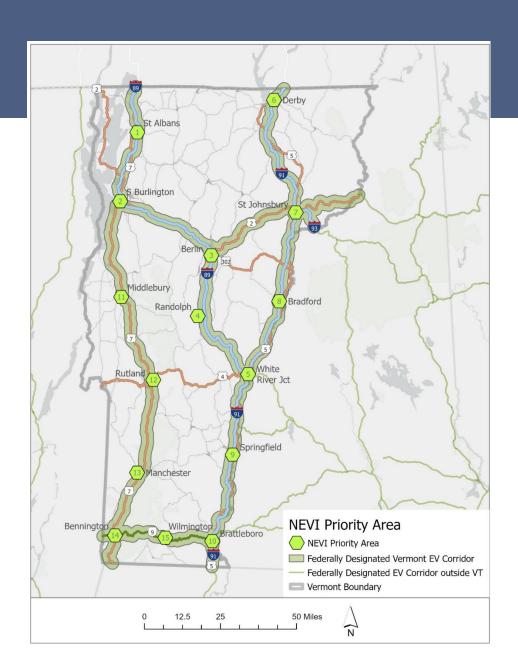
- Coordinate with BGS Energy Office on contracting for projects up to \$500,000
- Work with pre-qualified contractors
- <a href="https://bgs.vermont.gov/content/electric-vehicle-ev-charging-stations">https://bgs.vermont.gov/content/electric-vehicle-ev-charging-stations</a>

Contract	supplier			Expiration
<u>39049</u>	Apex Solar Power LLC	<u>Ben Sopczyk</u> <u>Chris Hall</u>	518.309.2786	08/31/2023
<u>38907</u>	Zeco Systems Inc.	<u>Drew Drummond</u>	603.456.8479	08/31/2023

## Statewide EV Charging Plan

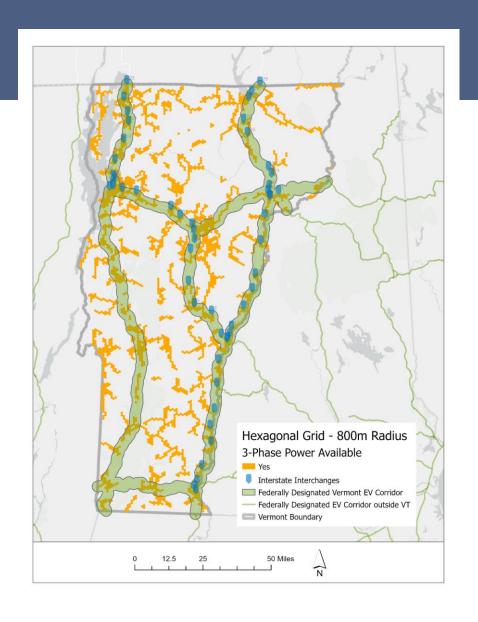
- VTrans has created a National Electric Vehicle Infrastructure (NEVI) website with information on the plan development
  - May webinar recording available
- Initial plan approved by Feds in September
- 15 priority areas identified to complete initial build-out of corridors
- Plan will be updated annually

https://vtrans.vermont.gov/planning/nevi



## Statewide EV Charging Plan

- Legislative goal of fast charger within mile of every exit on the interstate and within 25 miles of the next fast charger
- Carbon Reduction Strategy and formula funds available for additional corridor and community charging buildout
- Federal competitive corridor and community charging grants and "gap-filling" grants to be announced by November 15<sup>th</sup>
- Coordination with local utility, regional planning council, and interagency workgroup to maximize opportunities and impacts



#### State of Vermont EV Incentives for Individuals

1. New EV Purchase or Lease – up to \$4,000

		State Incentive Amount	
Tax Filing Status	Adjusted Gross Income (AGI) Limits	Plug-in Hybrid Electric Vehicle	All-Electric Vehicle
Individual or Married	\$50,000 or less	\$3,000	\$4,000
filing separately	\$50,001 up to \$100,000	\$1,500	\$2,500
Married filing jointly	\$75,000 or less	\$3,000	\$4,000
	\$75,001 up to \$125,000	\$1,500	\$2,500

As of July 2022, Enhanced incentives comprised 60% of funds and 45% of incentives for new EVs

2. Used High Efficiency Vehicle – Income-eligible purchasers can receive 25% of the purchase price, up to \$5,000 through MileageSmart

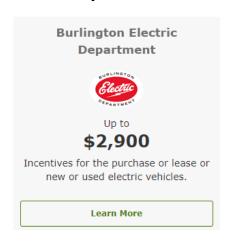
## State of Vermont Replace Your Ride

- \$3,000 for a 10+ year old Internal Combustion Engine (ICE) vehicle when combined with the purchase/lease of a New or Used eligible EV
  - The replacement vehicle must have current inspection and be drivable
  - Income eligibility requirements apply
- 2. Additional clean transportation eligibility, including emotorcycle, e-bike, bike purchases and shared mobility services launching soon (Nov. 9<sup>th</sup>)

## **Electric Utility Incentives**

Contact your electric utility as you develop your plans. They maybe be able to offer one or more of the following:

- EV Incentives
- EV Charging Incentives
- Electric Lawn Care Equipment Incentives
- Expertise and site assessment support











## Funding Opportunities for Medium- and Heavy-Duty Vehicles

- Vermont Diesel Emissions Reduction Financial Assistance Program
  - An annual opportunity administered by VT DEC
  - Class 5+ diesel-powered on-road vehicles are eligible
  - Offroad diesel-powered equipment may also qualify
  - Electrification projects have no EMY restrictions and can receive higher reimbursement percentages than other project types
  - Funding for the cost of the replacement vehicle/equipment and charger
  - <a href="https://dec.vermont.gov/air-quality/mobile-sources/diesel-emissions/vt-diesel-grant">https://dec.vermont.gov/air-quality/mobile-sources/diesel-emissions/vt-diesel-grant</a>









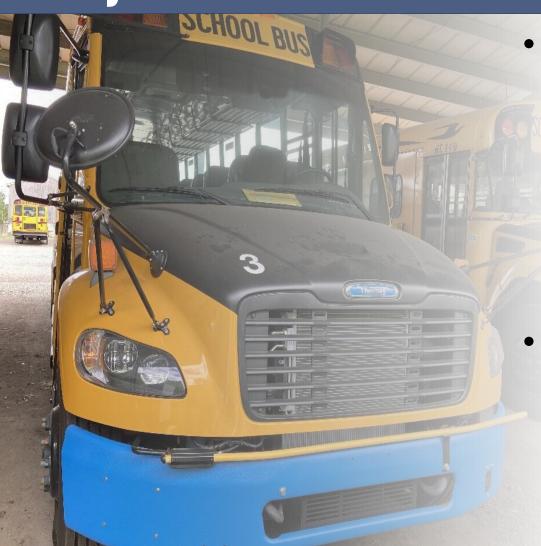




## Funding Opportunities for Medium- and Heavy-Duty Vehicles

- Volkswagen Environmental Mitigation Trust
  - \$18.7M total funds made available to Vermont
  - Class 4+ diesel-powered vehicles are eligible
  - Limited to replacements for vehicles with EMY 2009 or earlier
  - Electrification projects: school buses, transit buses, and medium- and heavy-duty truck replacements
  - Request for proposals for new projects will be posted in the coming months
  - https://dec.vermont.gov/air-quality/vw

## Funding Opportunities for Medium- and Heavy-Duty Vehicles



- EPA Clean School Bus Program
  - Funded by the Bipartisan Infrastructure Law
  - Provides \$5 billion over 5 years to replace existing school buses with zero- and low- emission models
  - Almost \$1 billion will be awarded through the 2022 Clean School Bus Rebate program
  - Grant-based program for next round
  - https://www.epa.gov/cleanschoolbus
- Clean Heavy Duty Vehicles Funding
  - Funded by the Inflation Reduction Act
  - Will provide \$1 billion towards clean heavy-duty vehicles
  - Details to be determined

## IRA Commercial Clean Vehicle Tax Credit

- The Inflation Reduction Act created new tax credit equal to the lesser of 30% of the price, or the incremental cost of such vehicle
- The incremental cost of any qualified commercial clean vehicle is an amount equal to the excess of the purchase price for such vehicle over such price of a comparable vehicle
- The amounts shall not exceed \$7,500 in the case of a vehicle which has a gross vehicle weight rating of less than 14,000 pounds, and \$40,000 in the case of a vehicle more than 14,000 pounds
- Tax exempt entities may qualify for direct payments, likely starting Jan 2024
- Details still getting finalized through IRS rulemaking and guidance

## **IRA EVSE Tax Credit**

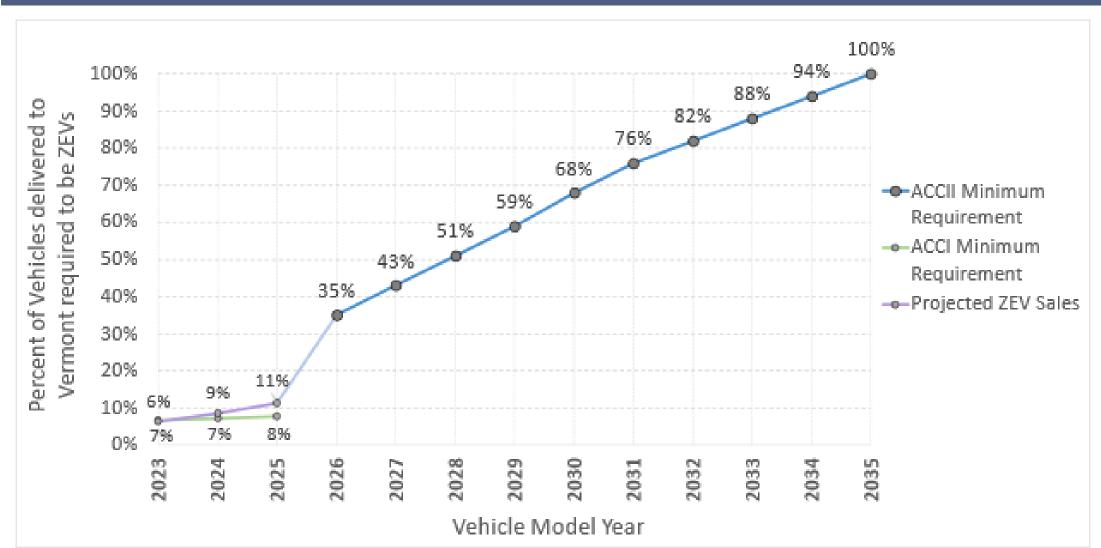
- For Commercial properties, including municipal fleet locations 30% of the cost, not to exceed \$100,000
  - Tax exempt entities may get credit passed through by installer
- Consumers 30%, up to \$1,000
- Bi-directional charging equipment included
- Eligible fueling equipment must be installed in locations that meet the following census tract requirements:
  - A population census tract where the poverty rate is at least 20%; or
  - Metropolitan and non-metropolitan area census tract where the median family income is less than 80% of the state medium family income level.
  - Eligible projects must also meet apprenticeships and prevailing wage requirements
  - Updated IRS rules in development

### Low and Zero Emission Vehicles Rules



- The Agency of Natural Resources has been working to reduce harmful emissions from motor vehicles for more than 25 years.
- In 2022, ANR proposed new standards for auto manufacturers that reduce greenhouse gas and criteria air pollutant emissions from passenger cars, light-duty trucks, and medium- and heavyduty vehicles and engines that are delivered for sale or placed in service in Vermont.
- The proposed amendments will also require auto manufacturers to deliver more low emission and electric vehicles to Vermont.
- The <u>Air Quality and Climate Division's webpage</u> on proposed rules had the most up to date info. on the rule-making process.

## Automaker Milestones for EVs: light-duty passenger vehicles



## Automaker Milestones for EVs: medium- and heavy-duty trucks



• 55% c • Large

- 55% of new vehicle sales by 2035
- Larger pick-ups, vans, and delivery vehicles

Class 4-8

- 75% of new vehicle sales by 2035
- Box trucks, bucket trucks, buses, dump trucks

Class 7-8

- 40% of new vehicle sales by 2035
- Truck tractors

#### Resources



- DEV EV Charging Installation Guide
  - o <a href="https://www.driveelectricvt.com/charging-installation-guide">https://www.driveelectricvt.com/charging-installation-guide</a>
- DEV Business and Fleet Incentives
  - https://www.driveelectricvt.com/for-businesses
- DEV Federal EV Tax Credits
  - o <a href="https://www.driveelectricvt.com/incentives/federal-incentives">https://www.driveelectricvt.com/incentives/federal-incentives</a>



- Transportation Services and Tools
  - https://www.efficiencyvermont.com/products-technologies/transportationefficiency



- Vermont Clean Cities Coalition Fleet Resources
  - o https://vtccc.w3.uvm.edu/

#### **Questions and Discussion**

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