



## Arkansas Energy Office

### Compressed Natural Gas Conversion Rebate Program Guidelines

The Compressed Natural Gas Conversion rebates will be subject to the following program rules:

- Rebates are available on a first- come, first served basis until January 31, 2012, or until funds are depleted, whichever comes first.
- Conversions and the purchase of new CNG Vehicles must be completed by April 30, 2012.
- The rebate amount depends upon the cost of conversion or incremental cost of a new CNG vehicle. The program allows for a rebate equivalent to 50 percent of the cost of conversion or the incremental cost of the purchase of a CNG vehicle, up to \$25,000 per vehicle. The incremental cost is the cost difference between a CNG vehicle and a comparable vehicle that only runs on gasoline or diesel.
- Eligible applicants are Arkansas state government agencies, institutions of higher education, cities, counties, school districts, and private fleets. To qualify as a fleet, a business needs to own 10 or more vehicles in the name of the business.
- To qualify, eligible fleets must convert at least four (4) of their vehicles. Eligible vehicles are light, medium and heavy-duty vehicles, traditional mass transit buses, and school buses. These vehicles must be registered in the State of Arkansas and be used predominately within the borders of the State of Arkansas.
- To ensure rebates are available for multiple fleets, no single entity may receive more than \$440,000.
- **To receive a rebate, interested parties must complete the reservation request form<sup>1</sup> and email or fax it to the Arkansas Energy Office (AEO). Once the AEO receives your reservation request you will be notified that it is in order and AEO will reserve your requested funds for 45 days. Applicant will then submit an application once work is completed. If AEO has not received your official application and supporting documents within those 45 days, your funds will be reallocated.**

---

<sup>1</sup> AEO will start accepting reservation requests on August 19, 2011

