**Appendix E**

**Use of Funding Restrictions**

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| **Use of Funding Restrictions** | |
| Please acknowledge acceptance of conditions by checking the box. | |
|  | Normal Attrition: Recipient agrees that funds under this award cannot be used for emission reductions that result from vehicle/equipment replacement or repowers that would have occurred through normal attrition/fleet turnover within three years of the project start date |
|  | Fleet Expansion: Recipient agrees that funds under this award cannot be used for the purchase of vehicles or equipment to expand a fleet. The recipient agrees that:   * The replacement vehicle, engine, or equipment will perform the same functions and operation as the vehicle, engine, or equipment that is being replaced (e.g., an excavator used to dig pipelines would be replaced by an excavator that continues to dig pipelines); * The replacement vehicle, engine, or equipment will be of the same type and similar gross vehicle weight rating or horsepower as the vehicle, engine, or equipment being replaced (e.g., a 300-horsepower bulldozer is replaced by a bulldozer of similar horsepower). |
|  | The vehicle/equipment being replaced will be scrapped or rendered permanently disabled within ninety (90) days of the replacement. Disabling engine may be completed by:   * Drilling a three by three-inch hole in the engine block; and * Disabling the chassis by completed by cutting both frame rails in half in between the front and rear axles. * Other forms of disabling must have prior approval.   Vehicle components that are not part of the engine or chassis may be salvaged (e.g., plow blades, shovels, seats, etc.). If scrapped vehicles/equipment are to be sold, funds must be reverted back into the program. |