

QUICK FACTS*

TX | Texas Clean Fleet Program (TCFP)

ABOUT

The Texas Clean Fleet Program (TCFP) provides funding to replace diesel-powered vehicles with alternative fuel and hybrid vehicles.

APPLICATION PERIOD

Program opened on January 24, 2025 and will accept applications until March 21, 2025.

ELIGIBLE APPLICANTS

- Individuals or entities with a fleet of 75 or more vehicles that are registered in Texas.
- Applicant must submit a minimum of 10 vehicles for replacement in an application. Applicants will still be eligible to receive funding if TCEQ denies an award for one or more of the vehicles included in the application.
- Business entities must have an active registration with the Texas Secretary of State by no later than January 24, 2025.

VEHICLES BEING REPLACED

- Must be on-road heavy-duty vehicles.
- Must have been owned, leased, or otherwise commercially financed and operated by the applicant in Texas for at least two years immediately preceding the application signature date and
- Must be in operating condition with at least two years of useful life remaining.
- As condition of receiving a grant, any vehicles being replaced must be rendered permanently inoperable.

QUALIFYING VEHICLES

- New motor vehicles that have not been subject of a retail sale regardless of the mileage of the vehicle (not previously sold or leased prior to purchase).
- Must be of the same weight classification and used in the same application or vocation as the vehicle being replaced.
- Must be fueled by an alternative fuel including electricity, hydrogen, and others.

MAXIMUM GRANT AMOUNTS

- Applicants may request up to 80% of the incremental cost associated with the purchase or qualifying lease-to-purchase of the grant-funded vehicle.
- The incremental cost is the actual eligible cost of the grant-funded vehicle.



USAGE

- Each qualifying vehicle must be operated at least 25% of its total annual mileage in the eligible counties of the [Clean Transportation Zone \(CTZ\)](#) and at least 75% of its total annual mileage in Texas.
- Applicants will be required to indicate in the application the percentage of the qualifying vehicle's total annual miles of operation that will occur in the eligible counties of the CTZ.

ELIGIBLE COSTS

- Eligible costs include: the invoice cost (or if lease-to-purchase, the capital lease cost basis) of the grant-funded vehicle, including taxes and government fees, delivery and shipping fees, factory and/or extended warranties, mechanic and safety inspections, cooperative fees, and dealer processing fees not related to financing.
- Eligible costs must be paid after the opening of this grant round to be considered for funding.

APPLICATION SUBMISSION

- Applications must be completed and submitted electronically through TCEQ's [SUNSS](#) system.
- Review the online application [instructions](#).
- Third-party applications are accepted.

APPLICATION SELECTION AND SCORING

- Applications for eligible projects will be evaluated, scored, and ranked according to criteria outlined in the Request for Grant Applications (RFGA).

REIMBURSEMENT OF EXPENSES

- Payments will be made on a reimbursement basis for eligible costs paid in full by the grantee.

*Additional requirements may apply. For complete incentive requirements, please visit:

[Request for Grant Applications \(RFGA\)](#)

[Example Grant Contract](#)