



## 2026 ON-ROAD PROPANE VEHICLE REBATE RULES AND REGULATIONS

### WHO AND WHAT IS ELIGIBLE?

Rebates are available to entities residing in Michigan and who are purchasing a new propane vehicle or converting an existing vehicle in 2026. Entities must use a propane supplier located in Michigan. Propane companies are not eligible to receive rebates, however, propane company employees are eligible.

### WHAT VEHICLES ARE ELIGIBLE?

All propane vehicles and conversion systems must be approved by U.S. EPA. Eligible vehicles qualify for \$3,000 per vehicle/conversion — up to \$6,000 per entity/company.

- New OEM propane vehicles
- New propane conversion vehicles (2020 or newer)
- Priority rebate awards will go to entities new to propane — purchasing new, converting new for the first time

All federal and state incentives must be applied prior to receiving rebate funds, and the funds may be used for the incremental cost of propane vehicle versus gasoline or diesel vehicle only. There is a limit of two rebates issued to any single entity.

### WHAT DO I HAVE TO DO IN EXCHANGE FOR THE REBATE FUNDS?

An initial survey and final survey completed electronically are required for each vehicle receiving an incentive. The rebate recipient also agrees to maintain and submit a report of miles driven for vehicles; gallons of propane used; and anecdotal performance characteristics that will be submitted electronically a year from the time the rebate is received. The data collected will be used to produce a document which will assist the propane industry and vehicle manufacturers with necessary data needed to evaluate vehicle performance on propane vs. gasoline, to make improvements to the vehicles and to sell the use of propane as an alternative motor fuel. 50% of the incentive will be paid after the application is submitted and the initial survey is completed. The second 50% of the incentive will be paid after the final survey is completed and the data report is completed.

### WHEN DOES THE PROGRAM BEGIN AND END?

The rebate program ends December 31, 2026, or when program funds are exhausted. The payment of a rebate under the program or this agreement is subject to available funds. If available funds run out during the program year, MPGA may elect to carry over applications until the next program year. All eligible purchases or retrofit installations must occur during the rebate program.

All 2026 rebate applications received to date will be reviewed by the Alternative Fuels committee on **August 1, 2026**. Once approved, applications should have a rebate check issued within 60-90 days after the application is received at the MPGA office, subject to available funds. No applicant has a legal right or other entitlement to receive rebates under the program or this agreement. A completed application does not bind MPGA to approve or pay a rebate to any applicant. An applicant or propane supplier may be suspended from or declared ineligible to participate in the rebate program if the MPGA determines that the applicant or propane supplier has submitted false information or otherwise violated program terms and conditions. Within 30 days after MPGA suspends or declares an applicant or propane supplier ineligible, the applicant or propane supplier may appeal the action by submitting the appeal in writing to MPGA. Actions taken by MPGA with respect to the appeal will be final.

An applicant or propane supplier who submits false information pertinent to a rebate is subject to criminal and civil penalties including U.S. Mail fraud.

