

## **De-obligation of Federally Funded Vehicle**

### **QUALIFICATION CHECKLIST**

#### **DISPOSAL REQUIREMENTS:**

- 1. Vehicle has a salvage value of **less than \$5,000 (five thousand dollars)**
- 2. Vehicle is no longer operational or rendered unsafe to drive
- 3. Vehicle is damaged beyond reasonably priced repair costs

#### **REASSIGNMENT REQUIREMENTS:**

- 1. Vehicle has a salvage value of **\$5,000 (five thousand dollars) or greater**
- 2. Vehicle has not met service life requirements (i.e. years in service or odometer miles)
- 3. Originally awarded subrecipient has no further use for the vehicle

#### **SERVICE LIFE MET REQUIREMENTS:**

- 1. Large, heavy-duty transit buses (approximately 35' - 40', and articulated buses): at least 12 years of service or an accumulation of at least **500,000 miles**.
- 2. Medium-size, heavy-duty transit buses (approximately 30'): at least 10 years of service or an accumulation of at least **350,000 miles**.
- 3. Medium-size, medium-duty transit buses (approximately 25' - 35'): at least 7 years or of service or an accumulation of at least **200,000 miles**.
- 4. Medium-size, light-duty transit buses (approximately 25' - 35'): at least 5 years or of service or an accumulation of at least **150,000 miles**.
- 5. Other light-duty vehicles such as small buses and regular and specialized vans: at least 4 years or of service or an accumulation of at least **100,000 miles**.

#### **Bipartisan Infrastructure Law Disposition Requirements:**

The Infrastructure Investment and Jobs Act (IIJA) changed the provisions for transit asset disposition [49 USC § 5334(h)(4)(B)]. For rolling stock, equipment and aggregate supplies that have met their minimum useful life and were (1) purchased with federal assistance (2) with a fair market value of more than \$5,000 and (3) sold after November 15, 2021, the recipient may retain a portion of the funds - \$5,000 plus the percentage of its local share in the original award. Any remaining federal share must be returned to FTA. The federal share of the sales proceeds cannot be retained for public transportation use.