

## UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

NATIONAL VEHICLE AND FUEL EMISSIONS LABORATORY 2565 PLYMOUTH ROAD ANN ARBOR, MICHIGAN 48105-2498

OFFICE OF AIR AND RADIATION

March 13, 2023

CD-2023-02 (All Manufacturers and Converters)

SUBJECT: Adjustment of the Motor Vehicle and Engine Compliance Program Fees for Calendar Year 2024

Dear Manufacturer:

The purpose of this letter is to provide advance notification of the new fees for complete applications for certification received by EPA on or after January 1, 2024, through December 31, 2024. The Motor Vehicle and Engine Compliance Program (MVECP) fees rule (69 Fed. Reg. 26222, May 11, 2004) provided for annual certification fees adjustment and advance notification of the same. In accordance with updated fees regulations 40 C.F.R. 1027.105(c), this letter serves as EPA's advance notification of the new fees for complete applications for certification (including OBD approvals) received by EPA on or after January 1, 2024, through December 31, 2024. Please note that fees are determined by the calendar year in which a complete application is received, not by the model year. The new certification fees schedule is provided in Enclosure1 to this letter.

The new fees are calculated by inserting the appropriate values for each category into the formulas shown in Enclosure 2. The formulas take into account changes in labor costs (multiplying the labor costs by a factor derived from changes in the Consumer Price Index (CPI)) and applying an adjustment factor that is based on the average number of certificates issued in the 2021 and 2022 model years for each fee/industry category. The CPI value for November, 2022, which was obtained from the United States Department of Labor, is 297.711. The number of certificates for each fee/industry category for the 2021 and 2022 model years is provided in Attachment 2 to this letter. The formula also includes fixed operating (Op) and labor (L) costs and these values are set forth in 40 C.F.R. 1027.105(d)(1).

EPA's filing form that may be used for all payment types is available on Pay.gov. Any questions regarding the adjusted fees or fee payments should be directed to your EPA certification team representative, and any questions about the process EPA has employed in arriving at the new fees or the transition to electronic fee payment should be directed to Lynn Sohacki at 734-214-4851.

Sincerely,

Byron Bunker, Director Compliance Division

Office of Transportation and Air Quality

**Enclosures** 

## Enclosure 1 to CD-2023-02 Table of Fees for Calendar Year 2024

| Category (Industry Sector Codes from fifth digit of engine family name)   | Certificate Type  | Fee for Calendar Year<br>2024   |  |
|---|---|---|--|
| Light-Duty Vehicles, Light-Duty Trucks,<br>Medium-Duty Passenger Vehicles,<br>excluding ICIs (A,V,T,J)                | Federal Certificate <sup>1</sup>  | \$34,461  |  |
|   | California-only Certificate <sup>1</sup>                                  | \$18,496  |  |
| Complete Heavy-Duty Highway<br>Vehicles, excluding ICIs (D)   | Federal Certificate <sup>1</sup>  | \$34,461  |  |
|   | California-only Certificate <sup>1</sup>                                  | \$18,496  |  |
| ICIs for the following industries: LD, MDPV, or Complete HD Vehicles  | All Types   | \$165,978 or 1% of the aggregate retail sales value of the vehicles being certified |  |
| Heavy-Duty Highway Engines, (H,E)   | Federal Certificate <sup>1</sup> California-only Certificate <sup>1</sup> | \$66,477<br>\$563*  |  |
| Heavy-Duty Evaporative (F)  | Evaporative Family<br>Certificate   | \$563*  |  |
| Highway Motorcycles, including ICIs (C)   | All Types   | \$1,786*  |  |
| Nonroad and Stationary Compression-<br>Ignition Engines excluding Locomotives,<br>Marine and Recreational engines (L) | All Types   | \$2,741   |  |
| Nonroad and Stationary Spark-Ignition<br>Engines (S,B)  | All Types   | \$563*  |  |
| Marine Engines (W,N,M)  | All Types regulated by 40 CFR parts 1042, 1043 (Annex VI¹) and 1045       | \$563*  |  |
| All Nonroad Recreational, excluding Marine engines (Y,X)  | All Types   | \$563*  |  |
| Locomotives (K,G)   | All Types   | \$563*  |  |
| Equipment and Fuel System Components (P)  | All Types   | \$509   |  |

<sup>&</sup>lt;sup>1</sup> Federal and California-only Certificates and Annex VI are defined in 40 C.F.R. 1027.110(a)

<sup>\*</sup> Remains at 2023 amount as per 40 C.F.R. 1027.105(c)(2)

## Enclosure 2 to CD-2023-02 "Op" and "L" Values and Number of Certificates for 2021 and 2022

| Fee Category                               | "Op"        | "L"         | 2021<br>Certificates | 2022<br>Certificates |
|--|-------------|-------------|----------------------|----------------------|
| LD Cert/FE                                 | \$3,322,039 | \$2,548,110 | 452                  | 498                  |
| LD In-Use                                  | \$2,858,223 | \$2,184,331 | 452                  | 493                  |
| LD ICI                                     | \$344,824   | \$264,980   | 6                    | 5                    |
| MC HW                                      | \$225,726   | \$172,829   | 318                  | 354                  |
| HD HW                                      | \$1,106,224 | \$1,625,680 | 64                   | 69                   |
| NR CI                                      | \$486,401   | \$545,160   | 583                  | 597                  |
| Other                                      | \$177,425   | \$548,081   | 1,953                | 2,185                |
| Equipment and Fuel<br>System<br>Components | \$5,039     | \$236,670   | 830                  | 796                  |

For each category except Equipment and Fuel System Components:

Certification fee (Calendar Year 2023) = [Op + L\* (CPI Nov 2021 / CPI 2002)] \* 1.169/[(Cert # 2020 + Cert # 2021) \* .5], CPI 2002=180.9

For Equipment and Fuel System Components:

Certification fee (Calendar Year 2023) = [Op + L\* (CPI Nov 2021 / CPI 2006)] \* 1.169/[(Cert # 2020 + Cert # 2021) \* .5], CPI 2006=201.8

The LD Fed. Certificate fee is the LD in-use and LD Cert/FE category fees added together. The LD Cal-only fee is only the LD Cert/FE category fee.

The CPI is posted on the United States Department of Labor, Bureau of Labor Statistics website in the page entitled "Consumer Price Index Data from 1913 to 2023," Table: "All Urban Customers – (CPI – U), 1913-2023\*":

 $\frac{https://www.usinflationcalculator.com/inflation/consumer-price-index-and-annual-percent-changes-from-1913-to-2008/$