



TPEM Overview

ELIGIBILITY



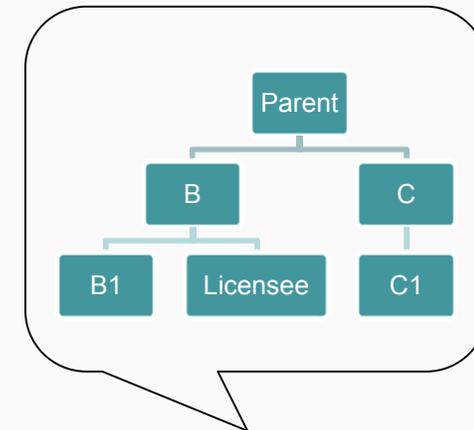
Who is eligible to participate?

- § 1039.625(a): “You may use [TPEM] only if you have primary responsibility for designing and manufacturing equipment and your manufacturing procedures include installing some engines in this equipment. “Consider all U.S.-directed equipment sales in showing that you meet the requirements of this section, including those from any parent or subsidiary companies and those from any other companies you license to produce equipment for you.
 - Divisions and subsidiaries do not qualify on their own. Only the parent company
- Importers do not qualify on their own
 - Must be managing a foreign equip manufacturer’s allowance under § 1039.626
- Dealers do not qualify
 - Unless they have a manufacturing side to the business or are importing under § 1039.626



Parent Companies

- The 'equipment manufacturer' is the Parent Company
 - Includes the entire company/conglomerate, including:
 - All equipment lines within the same power category
 - All company divisions or sections, regardless of location
 - The parent company and all subsidiaries
 - All companies licensed to produce equipment for you via contract
 - Must use one allowance per power category for the entire conglomerate
 - Mergers do not usually result in an extra allowances
 - While it is best that the parent company manage the allowance, a subsidiary can do it as long as the entire conglomerate is taken into account
 - Submit one notification/annual report for the entire company



Only one allowance per power category