

Bay Area Air Quality Management District
939 Ellis Street
San Francisco, California 94109
(415) 749-5000

APPROVED MINUTES

Summary of Board of Directors
Mobile Source Committee Meeting
Thursday, May 27, 2010
9:30 a.m.

CALL TO ORDER: Chairperson Scott Haggerty called the meeting to order at 9:30 a.m.

Roll Call: Scott Haggerty, Chairperson; Vice Chairperson Carole Groom; Directors Jennifer Hosterman, Eric Mar, Nate Miley, Mark Ross and Gayle B. Uilkema

Absent: Directors Tom Bates and Carol Klatt

Public Comments: There were no public comments

Approval of Minutes: Mobile Source Committee Meeting of March 25, 2010

Committee Action: Director Hosterman made a motion to approve the March 25, 2010 Mobile Source Committee minutes; seconded by Director Miley; carried unanimously without objection.

Consideration of Projects with Proposed Grant Awards over \$100,000

Karen Schkolnick, Air Quality Programs Manager, gave the staff presentation and provided a background of the Transportation Fund for Clean Air (TFCA) program, stating that to date, 51 projects have been awarded grants totaling \$7.3 million, and she reviewed estimated emissions reductions. She noted that two TFCA FY 09/10 recommendations are over \$100,000 and include Santa Clara Valley Industries and Pacific Gas & Electric that will reduce over 3 tons per year of criteria pollutants and over 1,000 tons per year of CO₂.

Ms. Schkolnick presented a graph showing funding distribution by county and by percentage, and said staff recommendation is for the Committee to recommend that the Board of Directors approve Transportation Fund for Clean Air Fiscal Year (FY) 2009/2010 projects with proposed grant awards over \$100,000 listed on Attachment 1; and authorize the Executive Officer/APCO to enter into agreements for the recommended TFCA 2009/2010 projects on Attachment 1.

Committee Comments/Questions:

Directors clarified staff recommendations, the public outreach provided to all nine Bay Area counties, and the application process, timeframes, and range of eligibility for funding.

Public Comments: None

Committee Action: Director Uilkema made a motion to recommend Board of Directors' approval of Carl Moyer and TFCA Regional Fund projects requesting grant funding in excess of \$100,000 and authorization for the Executive Officer/APCO to execute Grant Agreements for

the recommended projects; Director Miley seconded the motion; carried unanimously without objection.

Consideration of Transportation Fund for Clean Air (TFCA) County Program Manager Expenditure Plans for Fiscal Year (FY) 2010/2011

David Wiley, Supervising Environmental Planner, gave the staff report, a summary and historical background of the TFCA County Program Manager Expenditure Plans for FY 2010/2011. He presented Table 1: Recommended FY 2010/2011 Allocations, which identifies funding by county.

Staff recommended that the Committee request the Board of Directors approve the allocation of FY 2010/2011 TFCA County Program Manager Funds listed on Table 1; and authorize the Executive Officer/APCO to enter into funding agreements with the County Program Managers for the total funds to be programmed in FY 2010/2011, listed on Table 1, consistent with the Board-adopted TFCA Program Manager Fund Policies.

Committee Comments/Questions:

Directors questioned and confirmed that funds not expended are rolled into the next fiscal year, and funding is required to be expended within a 2-year period.

Public Comments: None

Committee Action: Director Groom made a motion that the Committee recommends the Board of Directors' approve the Transportation Fund for Clean Air (TFCA) County Program Manager Expenditure Plans for Fiscal Year 2010/2011; Director Ross seconded the motion; carried unanimously without objection.

Consideration of Proposed Transportation Fund for Clean Air (TFCA) Regional Fund Policies and Evaluation Criteria for Fiscal Year 2010/2011 and Proposed Allocations for Specific Project Types

Karen Schkolnick, Air Quality Programs Manager, gave the staff report and discussed proposed changes to TFCA Regional Fund Policies, as follows:

Under General Policies:

- Further streamlining to align TFCA evaluation criteria with other District incentive programs;
- Reintegration of Bicycle Facility Program into the Regional Fund program to streamline administration and to allow bicycle projects to be funded directly through the Regional Fund;
- Extension of the existing requirement of matching funds for projects greater than \$150,000 to all projects in order to maximize funding distribution.

For Project Category Specific Policies:

- Only policies and funding allocations for Shuttle, Ridesharing and Bicycle projects proposed at this time;
- Other Project Category Specific policies to be proposed later this year.

Ms. Schkolnick described the proposed funding allocation of approximately \$4.6 million, to be considered by the Committee and also the proposed policy changes. She further described how reintegration of the Bicycle Facility Program into the Regional Fund program would streamline administration and to allow bike projects to be funded directly through the Regional

Fund. She said only policies affecting shuttles, regional ride sharing and bikes are being brought forward for funding at this time, and that other project types will be returned to the Committee later this year for consideration.

She described on a chart proposed funding allocations, as follows:

- Shuttle and ridesharing, \$4 million
- Bicycle Lanes and Parking, \$600,000
- Smoking Vehicle, \$1,156,216
- Spare the Air, \$1,050,751
- Other Programs (i.e., alt. fuel vehicle infrastructure advance technology), \$4 million

Ms. Schkolnick requested the Committee recommend the Board of Directors approve Transportation Fund for Clean Air Fiscal Year (FY) 10/11 Regional Fund Policies presented in Attachment A; and approve TFCA Regional Fund project category specific policies and set-asides listed below. Any monies not spent in these categories within 12 months will revert back to the TFCA Regional Fund for re-allocation:

- a. Up to \$4 million for shuttles and rideshare projects, and
- b. Up to \$600,000 for bicycle facility projects

Committee Comments/Questions:

Directors reviewed the chart of proposed funding allocations for the 2010/2011 cycle, discussed the concept of bicycle sharing programs at transit facilities in Portland, Oregon and in Europe, and requested that staff evaluate the potential for funding these programs in the Bay Area.

Public Comments: None

Committee Action: Director Hosterman made a motion to recommend Board of Directors' approval of proposed Transportation Fund for Clean Air (TFCA) Regional Fund policies and evaluation criteria for Fiscal Year 2010/2011 and proposed allocations for specific project types; Director Mar seconded the motion; carried unanimously without objection.

Update on Air District Truck Programs

Anthony Fournier, Supervising Environmental Planner, provided a staff presentation and background on truck funding through the I-Bond Program, TFCA and Carl Moyer Program (CMP) programs. He reviewed the I-Bond program which serves to fund truck replacements and retrofits for Port and non-Port trucks operating in the Bay Area trade corridor.

He reported that \$22 million was initially allocated to address clean up of 1,000 port trucks, and that subsequently an additional \$4.5 million was allocated for another 648 port trucks. Of the second group of 648 trucks, 250 trucks have been completed, and none have been denied funding; however, an Air Resources Board (ARB) deadline has prevented some trucks from entering the Port on 4/30/10. The next deadline for the program is June 30, 2010 which will apply to about 200 trucks for which the ARB granted extension stickers. Those trucks will also not be able to enter the Port of Oakland if not retrofitted/replaced at that time.

Future funding includes \$15 million for non-port trucks in late 2010.

Regarding outreach, Mr. Fournier noted that the District will continue to schedule public workshops, establish vendor partnerships, add trucking associations/trade groups to its mailing

lists, and will consider off-site outreach locations, advertising on billboards, websites and trucker Wi-Fi points.

Committee Comments/Questions:

Directors reviewed with staff the number of contracts signed to date, the number of outstanding contracts, confirmed funding was on a reimbursement basis, and that the inability to obtain funding was preventing additional replacements or retrofits with Port trucks.

Directors reviewed 40% reductions in cargo volumes at the port last year, but acknowledged this volume had increased in 2010. They also confirmed that on-road trucks were those trucks with administrative barriers imposed by the ARB.

Directors clarified garbage trucks have been subject to regulation since 2004, discussed alternative fuels, retrofits and compliance deadlines. They also suggested enhanced advertising of the District's efforts in funding retrofits at the Port of Oakland, and confirmed that the ARB is considering focusing on replacements only in the next round of funding.

Public Comments: None

Committee Action: None; Informational only.

Consideration of Proposed Board Resolution in Support of an Application for California Goods Movement Bond Funding

Damian Breen, Director of Strategic Incentives, provided the staff report and background on the Air Districts application for I-Bond Program Years 2 and 3. He discussed the District's I-Bond application and the request for consideration of adoption of a resolution which would allow acceptance of such funding. He noted that the District applied for \$35 million in Year 1 funding, which was spent on truck replacements and retrofits, as well as an APL shore power project.

In April 2010, the ARB notified the District they were combining Year 2 and 3 of the funding cycle. On May 6, 2010 held a public meeting and coordinated efforts with the Port, to get a consensus on an application. As a result, on May 11, 2010, an application was submitted that encompassed \$45 million for on road and Port trucks, \$39.14 million for shore power projects, and \$3.86 million for locomotives. Mr. Breen noted that at its upcoming June 2010 Board meeting, ARB would award the funds, and the proposed Resolution serves to finalize the Air District's.

Staff requested that the Committee recommend the Board of Directors adopt a Resolution in support of the Air District's application for Goods Movement Bond funding.

Committee Comments/Questions: None

Public Comments: None

Committee Action: Director Uilkema made a motion to recommend Board of Directors' approval of a Resolution in support of an application for California Goods Movement Bond Funding; Director Miley seconded the motion; carried unanimously without objection.

Committee Member Comments: None

Next Meeting: 9:30 a.m., Thursday, June 24, 2010
939 Ellis Street, 4th Floor Conference Room

Adjournment: Meeting adjourned at 10:32 a.m.

/s/ Lisa Harper
Lisa Harper
Clerk of the Boards