



# Developing New Funding Opportunities for CAP Incentives

May 14, 2020



# Overview of Presentation

- AB 617 Incentives Background
- Addition of Stationary Source and Community-Identified Projects
- Goals for Process
- Development of New Categories
- Next Steps

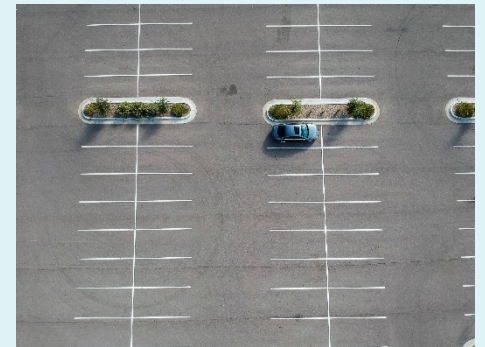


# Background

- AB 617 intended to improve air quality and reduce exposure in communities most impacted by air pollution
- Legislature provided funding for incentives to support AB 617 reductions
  - Initially only for mobile source projects through Carl Moyer and Prop 1B
  - Expanded to stationary source projects and projects included in Community Emissions Reduction Programs

# Incentives for Stationary Source and Community-Identified Projects

- Guidelines for high-priority needs adopted last year
  - Chrome plating
  - Schools
- Process to allow additional categories to be quickly added



# Goal: Flexibility to Address Community Concerns

- Community engagement essential
- Benefits and costs will be tracked – no cost effectiveness limit at this time
- Consider a variety of benefits based on community needs
- Greater flexibility to support measures in approved Community Emissions Reduction Programs

# Goal: Ensure Statutory Requirements are Met

- Public process for project selection
- Quantify emissions reductions and other benefits
- Track funding
  - AB 617 communities already selected
  - Disadvantaged communities
  - Low-income communities

# Goal: Transparency and Accountability

- Tracking of:
  - Dollars spent
  - Benefits expected
  - Cost/benefit analysis
  - Recipients
  - Locations

# Collaborative Development of New Funding Categories

- Communities and air district determine needs
- Air district develops Project Plan with communities and CARB





# New Category Project Plan

- Identify eligible project types
- Document community support
- Identify applicant requirements
- Establish funding amounts and project life
- Document how individual projects will be selected
- Describe how benefits will be quantified
  - Emission reductions
  - Toxic exposure reduction
  - Other benefits

# Community Role in Project Plan Development

- Determine needs
- Identify project categories to target
- Work with air districts to set priorities
- Collaborate with air districts on community needs and project priorities

# Air District Role in Project Plan Development

- Work with community to establish project category priorities and support
- Begin discussions with CARB during project development
- Identify or develop quantification benefits
- Ensure Project Plan is complete

# CARB Role in Project Plan Development

- Work with air districts to expedite development
- Encourage consistency between air districts where feasible
- Ensure Project Plans meet statutory compliance
- Post approved Project Plan



# Evaluation Process

- CARB reviews Project Plan for completeness and statutory compliance
  - If needed, CARB asks air districts for additional information
  - CARB will approve or deny within 60 days of receiving a complete plan
  - CARB posts approved Project Plans

# Implementation of New Category Projects

- Upon CARB approval, projects are fundable
- Communities work with air districts to identify projects to fund
- Air districts select and fund projects with normal CAP public process

# Next Steps

- Discuss and address comments
- Finalize proposed chapter
- Develop categories
- Fund projects to support communities

# Questions and Answers



# Questions and Answers

- Please submit questions on CAP incentives to:

[AB617incentives@arb.ca.gov](mailto:AB617incentives@arb.ca.gov)