## State of California Air Resources Board

## Executive Order # Z-25-001

## Advanced Clean Cars II Environmental Justice Vehicle Values Community-based Clean Mobility Program Qualification Approval

Whereas, the Advanced Clean Cars II regulations, adopted in August 2022 (California Air Resources Board Resolution 22-12), include three environmental justice provisions that incentivize auto manufacturers to take certain actions to improve access to zero-emission vehicles (ZEVs) in disadvantaged and lower-income communities (California Code of Regulations, title 13, section 1962.4(e)(2));

Whereas, one of the three environmental justice provisions states that manufacturers may provide discounts for ZEVs and plug-in hybrid-electric vehicles (PHEVs) for community-based clean mobility programs. Specifically, for the 2024 through 2031 model years, a manufacturer may voluntarily earn Environmental Justice Vehicle Values for ZEVs (0.5 values) and PHEVs (0.4 values) by providing discounted new ZEVs and PHEVs to qualifying community-based clean mobility programs;

Whereas, pursuant to California Code of Regulations, title 13, section 1962.4(I), community-based clean mobility programs are programs that:

- 1. Offer ZEV sharing, ride-sharing, vanpools, ride-hailing, or on-demand first-mile/last-mile services;
- 2. Serve communities in which at least 75% of census tracts in the project area are disadvantaged communities, low-income communities, or tribal communities; and
- 3. The program implementer is either a community-based organization, tribal entity, public agency, or non-profit. A public agency or non-profit shall have community-based organization backing;

Whereas, projects that are approved grant recipients of the Clean Mobility Options Voucher Pilot Project or the Sustainable Transportation Equity Project automatically qualify as community-based clean mobility programs, and other programs must meet minimum criteria and approval from CARB to qualify;

Whereas, Toyota submitted a determination request pursuant to California Code or Regulations, title 13, section 1962.4(e)(2)(A)3.b. for a program outside of the Clean Mobility Options Voucher Pilot Project or the Sustainable Transportation Equity Project for designation as a community-based clean mobility program;

Whereas, the Center for Resilient, Equitable, and Sustainable Transportation (CREST) program is a nonprofit university center, established by Toyota Motors North America at California State University, Dominguez Hills, that improves transportation accessibility, affordability, and reliability for 11 disadvantaged communities in Southern California;

## Whereas, CREST:

- offers ZEV sharing, ride-sharing, vanpools, ride-hailing, or on-demand first-mile/last-mile services;
- provides on-demand ZEVs to students who come from the surrounding disadvantaged communities to use to attend classes or access necessities that would hamper students' ability to attend class; these ZEVs are rented out to students at a significantly lower rate than typical rental vehicles or rideshare options;
- serves communities in census tracts which are 100% disadvantaged and/or low-income communities and qualify to be considered a community-based clean mobility program;
- is a community-based organization, tribal entity, public agency, or nonprofit;
- is a public agency or nonprofit and has community-based organization backing as nonprofit university center housed in California State University, Dominguez Hills;

Whereas, Toyota has submitted all required verification paperwork, including:

- Community-based clean mobility program determination request as required per 1962.4(e)(2)(A)3.;
- Written communication from a responsible official of the entity that administers the program as required per 1962.4(e)(2)(A)3.;

**Now, therefore, it is ordered and resolved that:** The Center for Resilient, Equitable, and Sustainable Transportation (CREST) program is designated as a community-based clean mobility program pursuant to the California Code of Regulations, title 13, section 1962.4(e)(2)(A)3. Manufacturers may pursue Environmental Justice Vehicle Values through the CREST program.

**Be it further resolved:** This Executive Order designating the CREST program a community-based clean mobility program shall remain valid for 4 years from the date of execution.

**Be it further resolved:** This designation will be revoked if the Executive Officer determines that: (i) the CREST program no longer meets the definition in section 1962.4; or (ii) the CREST program has resold or returned, prior to 4 years of service, one or more vehicles that a manufacturer provided for use of the program for which

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the manufacturer has earned Environmental Justice Vehicle Values pursuant to section 1962.4(e)(2)(A)1., except for resale to another community-based clean mobility program.

Executed on this <u>16th</u> day of April 2025.

for Steven S. Cliff, Ph.D. Executive Officer