MEETING

STATE OF CALIFORNIA
AIR RESOURCES BOARD

ZOOM PLATFORM

CALIFORNIA ENVIRONMENTAL PROTECTION AGENCY

BYRON SHER AUDITORIUM

1001 I STREET

SACRAMENTO, CALIFORNIA

THURSDAY, SEPTEMBER 22, 2022 9:05 A.M.

JAMES F. PETERS, CSR CERTIFIED SHORTHAND REPORTER LICENSE NUMBER 10063

APPEARANCES

BOARD MEMBERS:

Liane Randolph, Chair

Sandra Berg, Vice Chair

John Balmes, MD

Hector De La Torre

John Eisenhut

Senator Dean Florez

Davina Hurt

Gideon Kracov

Tania Pacheco-Werner, PhD

Barbara Riordan

Supervisor Phil Serna

Professor Dan Sperling, PhD

Diane Takvorian

Supervisor Nora Vargas

STAFF:

Steve Cliff, PhD, Executive Officer

Edie Chang, Deputy Executive Officer, Planning, Freight, and Toxics

Chanell Fletcher, Deputy Executive Officer, Environmental Justice

Annette Hébert, Deputy Executive Officer, Southern California Headquarters and Mobile Source Compliance

APPEARANCES CONTINUED

STAFF:

Edna Murphy, Deputy Executive Officer, Internal Operations

Rajinder Sahota, Deputy Executive Officer, Climate Change and Research

Craig Segall, Deputy Executive Officer, Mobile Sources and Incentives

Michael Benjamin, Division Chief, Air Quality Planning and Science Division (AQPSD)

Analisa Bevan, Zero Emission Infrastructure Specialist, Mobile Source Control Division (MSCD)

Yachun Chow, Manager, Zero Emission Truck and Bus Section, MSCD

Ariel Fideldy, Manager, South Coast Air Quality Planning Section, AQPSD

Jing Guo, Air Resources Engineer, Zero Emission Truck and Bus Section, MSCD

Austin Hicks, Air Pollution Specialist, South Coast Air Quality Planning Section, AQPSD

David Hults, Assistant Chief Counsel

Claudia Nagy, Senior Attorney

Lucina Negrete, Assistant Division Chief, MSCD

David Quiros, Chief, Mobile Source Analysis Branch, AQPSD

Randy Reck, Attorney, Legal Office

Annmarie Rodgers, Chief, Compliance Assistance and Outreach Branch, MSCD

Sylvia Vanderspek, Chief, Air Quality Planning Branch, AQPSD

Sydney Vergis, PhD, Division Chief, MSCD

Daniel Whitney, Senior Attorney, Legal Office

APPEARANCES CONTINUED

ALSO PRESENT:

Sarah Aird, Californians for Pesticide Reform

Sylvie Ashford, Natural Resources Defense Council

Daniel Barad, Sierra Club California

Doran Barnes, Foothill Transit

Will Barrett, American Lung Association

Teresa Bui, Pacific Environment

Todd Campbell, Clean Energy

Mary Dateo

Janet Dietzkamei

Sean Edgar, Clean Fleet, Western States Trucking Association

Perry Elerts, Leadership Counsel for Justice and Accountability

Jessi Fierro, San Joaquin Valley Air Pollution Control District

Kyle Gradinger, California Department of Transportation

Michael Hursh, Alameda-Contra Costa Transit

Matthew Jeffers, National Renewable Energy Laboratory

Stephen Jepsen, Southern California Alliance of Public Owned Treatment Works

Elizabeth John, California Energy Commission

Michael Kapolnek

Anne Katten, California Rural Legal Assistance Foundation

Kenneth Kelly, National Renewable Energy Laboratory

Ryan Kenny, Clean Energy

APPEARANCES CONTINUED

ALSO PRESENT:

Jane Kilgore, POET

Leah Louis-Prescott, RMI

Bill Magavern, Coalition for Clean Air

Adrian Martinez, Earthjustice

Carolina Martinez, Environmental Health Coalition

Jasmin Martinez, Central Valley Air Quality Coalition

Laurel Moorhead, Transfer Flow

Bruce Naegel, Sustainable Silicon Valley

Brent Newell, Central Valley Air Quality Coalition

Michael Pimentel, California Transit Association

Cynthia Pinto-Cabrera, Central Valley Air Quality Coalition

Nicole Rice, California Natural Gas Vehicle Coalition

Mark Rose, National Parks Conservation Association

Laura Rosenberger Haider

David Rothbart, Southern California Alliance of Publicly Owned Treatment Works

Jane Sellen, Californians for Pesticide Reform

Alison Torres, Eastern Municipal Water District

Felicia Williams, Foothill Transit

LaDonna Williams, All Positives Possible

Christine Wolfe, California Council for Environmental and Economic Balance

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VICE CHAIR BERG: Good morning. The September 22nd, 2022 public meeting of the California Air Resource Board will now come to order.

Chair Randolph will be joining us remotely a little bit later. She is attending the Ministerial Energy Conference in Pittsburgh and will -- I'll be taking care of her role and responsibility as needed today.

Board Clerk, will you please call the roll.

BOARD CLERK GARCIA: Yes.

Dr. Balmes?

BOARD MEMBER BALMES: Here.

BOARD CLERK ESTABROOK: Mr. De La Torre?

Mr. Eisenhut?

BOARD MEMBER EISENHUT: Here.

BOARD CLERK GARCIA: Senator Florez?

BOARD MEMBER FLOREZ: Florez, present.

BOARD CLERK GARCIA: Assemblymember Garcia?

Ms. Hurt?

BOARD MEMBER HURT: Present.

BOARD CLERK GARCIA: Mr. Kracov?

BOARD MEMBER KRACOV: Here.

BOARD CLERK GARCIA: Senator Leyva?

Dr. Pacheco-Werner?

BOARD MEMBER PACHECO-WERNER: Here.

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BOARD CLERK GARCIA: Mrs. Riordan?
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             BOARD MEMBER RIORDAN:
2
                                    Here.
             BOARD CLERK GARCIA: Supervisor Serna?
 3
             BOARD MEMBER SERNA:
                                  Here.
             BOARD CLERK GARCIA: Professor Sperling?
 5
             BOARD MEMBER SPERLING:
                                      Here.
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             BOARD CLERK GARCIA: Ms. Takvorian?
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             BOARD MEMBER TAKVORIAN:
                                      Takvorian, here.
             BOARD CLERK GARCIA: Supervisor Vargas?
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             Vice Chair Berg?
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             VICE CHAIR BERG: Here.
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             BOARD CLERK GARCIA: Chair Randolph?
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             Madam Chair, we have a quorum.
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             VICE CHAIR BERG: Thank you very much.
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   begin this morning with a few housekeeping items.
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    conducting today's meeting in person, as well as offering
    remote options for public participation both by Zoom and
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    phone. Anyone wishing to testify on a Board item in
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person should fill out the request to speak card available in the foyer, if you're here in person, and in turn designate to the Board assistant prior to the commencement of the item. If you are participating remotely, you will raise your hand in Zoom or dial star nine if calling in by phone. The clerk will provide further details regarding

how public participation will work in a moment.

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For safety reasons, for those of us here in the room, please note the emergency exit to the rear of the room through the lobby. In the event of a fire alarm, we are required to evacuate this room immediately and go downstairs to the left of the elevator and out the building. When the all-clear signal is given, we will return to the hearing room and resume the hearing.

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A closed caption feature is available for those of you joining us in the Zoom environment. In order to turn on the subtitles, please look for a button labeled CC at the bottom of the Zoom window, as shown in the example on the screen now. I would like to take this opportunity to remind everyone to speak clearly and from a quiet location, and may I add, please speak a little bit slowly as communicating over Zoom sometimes it gets a little bit garbled.

Interpretation services will be provided today in Spanish. If you are joining using Zoom, there is a button labeled interpretation on the Zoom screen. Click on that interpretation button and select Spanish to hear the meeting in Spanish. If you are joining us here in person and would like to listen to the meeting in Spanish, please notify the Board assistants and they will provide you with further instructions.

I want to remind all of our speakers again speak

slowly, as it takes the interpreter a little bit to interpret and they want to make sure to be able to pass on all the information.

(Interpreter translated in Spanish.)

VICE CHAIR BERG: Gracias.

Now, before we jump into -- oh, I apologize. I will now ask the Board Clerk to provide more details on today's procedure. I got a little ahead of myself, because I'm so excited about my first announcement.

Board Clerk.

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BOARD CLERK GARCIA: Thank you. Good morning, everyone. My name is Lindsay Garcia and I'm one of the Board clerks here at CARB. I will be providing additional information on how public participation will be organized for today's meeting. We will first be calling on in-person commenters who have turned in a request-to-speak card and then we'll be turning to commenters who are joining us remotely.

If you are joining us remotely and wish to make a verbal comment on one of the Board items or during the open comment period at the end of today's meeting, you will need to be using Zoom webinar or calling in by telephone. If you are currently watching the webcast on CAL-SPAN, but you wish to comment remotely, please register for the Zoom webinar or call in. Information for

both can be found on the public agenda for today's meeting.

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To Make a verbal comment, we will be using the raise hand feature in Zoom. If you wish to speak on a Board item, please virtually raise your hand as soon as the item has begun to let us know you wish to speak. To do this, if you are using a computer or tablet, there is a raise hand button. And if you are calling in on the telephone, dial star nine to raise your hand. Even if you previously indicated which item you wished to speak on when you registered, you must still raise your hand at the beginning of the item, so that you can be added to the queue.

If you will be giving your verbal comment in Spanish and require an interpreter's assistance, please indicate so at the beginning of your testimony and our translator will assist you. During your comment, please pause after each sentence to allow for the interpreter to translate your comment into English. When the comment period starts, the order of commenters will be determined by who raises their hand first. We will call each commenter by name and will activate each commenter's audio when it is their turn to speak. For those calling in by phone, we will identify you by the last three digits of your phone number. We will not show a list of remote

commenters. However, we will be announcing the next three or so commenters in the queue, so you are ready to testify and know who is coming up next. Please note, you will not appear by video during your testimony.

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I would also like to remind everyone to please state your name for the record before you speak. This is especially important for those calling in by phone to testify on an item. We will have a time limit for each commenter and we will begin the comment period with a three-minute time limit, although this could change at the Chair's discretion. And during public testimony, you will see a timer on the screen. For those calling in by phone, we will run the timer and let you know when you have 30 seconds left and then when your time is up. If you require Spanish interpretation for your comment, your time will be doubled.

If you wish to submit written comments today, please visit CARB's send-us-your-comments page or like at the public agenda on our webpage for links to send these documents electronically. Written comments will be accepted on each item until the Chair closes the record for that Board item. If you experience any technical difficulties, please call (805)772-2715, so that an IT person can assist. This number is also noted on the public agenda.

Thank you. I'd like to turn the microphone back to Vice Chair Berg now.

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VICE CHAIR BERG: Thank you very much, Lindsay.

Before we jump into our first meeting, I am delighted and I know that Chair Randolph, this is probably one of the items she would have loved to be able to also warmly welcome back our new Executive Officer. And when we say new, it isn't that he is new. He's actually returning and we're thrilled about that, as he is jumping -- able to jump right back in to our very aggressive agenda.

So on behalf of the Board, I am thrilled to recognize Steve Cliff as our new Executive Officer. We got Steve straight back from the -- his position as Administrator of the Federal National Highway Safety Administration, where he was appointed by President Biden in January of 2021. As many of us know, he has a distinguished history and career with CARB starting back in 2008. As one of the original hires and then Office of Climate Change, where he worked on the first Scoping Plan. And I have a fun story remembering back to that time, because as they were educating CARB on cap and -- the CARB Board on Cap-and-Trade with a series of briefings, I finally had to go up to Steve and said that it would be very important for him to hold a personal training for me

as Cap-and-Trade for dummies. And so he did a great job in bringing me up to speed as that market mechanism was pretty complicated at the time.

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He eventually headed up the entire climate program before heading off to the California Department of Transportation as Assistant Director for Sustainability, but he came back to CARB in 2016, first as a Senior Advisor to Mary Nichols, the previous Chair, and then Deputy Executive Officer for Mobile Sources.

We often refer to him as Dr. Steve Cliff because also he wears many hats, and he brings with him decades of experience as a scientific researcher, that includes working as a research professor with UC Davis, Department of Applied Science, and later with the school's Air Quality Research Center.

And if that isn't enough, he was also Program

Coordinator at the Lawrence Berkeley National Laboratory

Advanced Light Source, a particular accelerator that

generates beams of x-ray lights for scientific research.

Steve, we're so pleased to have you back as the Executive Officer. You are the right choice to implement the Board's vision during this crucial decade as we move ahead on our ambitious policies and implementation, and to tackle this cli -- the State's climate emergency and to continue prioritizing equity both within CARB's workforce

and the communities we serve. Your expertise in developing programs and incentives to promote zero-emission vehicles that protect communities from harmful air pollution and your support for sustainable transportation and mobility options ensure continued focus on CARB's equity that delivers low carbon solutions and they're so badly needed.

So on behalf of the Board both in person and remotely, we want to welcome you and delighted that this is your first Board meeting. We're delighted to have you.

(Applause)

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EXECUTIVE OFFICER CLIFF: Objection.

(Laughter)

EXECUTIVE OFFICER CLIFF: Can I -- May I speak?

VICE CHAIR BERG: Yes, please.

EXECUTIVE OFFICER CLIFF: Thank you.

Very flattering and embarrassing. I appreciate very much. I just want to say I'm thrilled to be back working for this distinguished Board, and maybe even more importantly with the amazing staff here at CARB as you all know. I've been here, as you mentioned, for -- for many years and this is my third tour of duty. Really happy to be -- be back among this amazing team and just really looking forward to getting to work.

Thank you.

VICE CHAIR BERG: Well. Thank you. And we're so happy we sent you out for all that training --

(Laughter)

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VICE CHAIR BERG: -- that prepared you for this moment and time. So again, welcome back.

And before we jump into our next -- our first, actually, agenda item, Board Member Kracov also wanted to recognize and make a little opening remark.

BOARD MEMBER KRACOV: Yes. So tough to follow that. Congratulations, Steve Cliff. We're so happy to have you. And just another quick shout-out to our terrific staff at CARB. I think I saw her sitting next to the Mr. Cliff. I can't be there today, because I've got a boot on my broken foot, so I'm Zooming, but I miss you all.

I wanted to congratulate Rajinder Sahota.

Rajinder Sahota just went down to the Mexico Carbon Forum in Guadalajara in Jalisco and received an received an award. I've got a little picture of it here. I don't know if you can -- you can see it --

(Laughter)

BOARD MEMBER KRACOV: -- but it's a -- a wooden beautiful award. And it reads, "To Rajinder Sahota, for her support and commitments in the construction of Mexico's ETS and carbon pricing initiatives throughout the

Americas, September of 2022". So congratulations to her and for all the groundbreaking, world leading work that our staff does. The only thing I'll say is next time you go the Jalisco or Guadalajara, please take some of us Board members with you.

(Laughter)

VICE CHAIR BERG: Well, thank you very much for that Board Member Kracov and congratulations, Rajinder.

(Applause)

VICE CHAIR BERG: On to our first item. Our first item on the Agenda is item 22-12-1, consideration of the research contract with UC Berkeley titled, "Childrens Health and Air Pollution Study: Standardized Assessments, Attention and Cognitive in California Kids, or CHAPS: STACK".

BOARD MEMBER BALMES: Madam Chair?

VICE CHAIR BERG: Yes.

BOARD MEMBER BALMES: Do I have to leave the dais or just be quiet?

CHAIR RANDOLPH: I believe you just get to be quiet.

SENIOR ATTORNEY NAGY: Dr. Balmes, you just abstain from the vote. You do not have to leave the room.

CHAIR RANDOLPH: Thank you for asking. This

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research contract is an important part of CARB's ongoing work to expand our analysis of adverse health outcomes related to air pollution and to provide more comprehensive information on the expected health benefits of our regulation and programs, particularly for children.

This — this item is listed on the agenda today to comply with Board approval requirements in Government Code section 1091. Because one of our Board members is a affiliated with UC Berkeley, Dr. Balmes, he will therefore abstain from the discussion and the vote.

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Dr. Cliff, would you please summarize this item?

EXECUTIVE OFFICER CLIFF: Thank you, Vice Chair

Berg. In April 2020, CARB adopted Resolution 20-13,

directing CARB staff to expand health analysis

methodologies to provide a more comprehensive analysis of

air pollution impacts. This direction included adding

health endpoints to the methodologies. In response to the

Board direction, this proposed study will develop

statewide concentration response functions to evaluate air

pollution -- air pollutant effects for neurodevelopmental

outcomes in children.

The study will also provide methodologies for economic valuation of the resulting outcomes. This research will examine health effects in racial and ethnic subgroups, as well as statewide average effects. Some of

the neurodevelopment outcomes to be studied included child and adolescent standardized test performance, cognitive skills and attention. The research -- the researchers will build upon the Children's Health and Air Pollution Study, known as CHAPS cohorts, an existing CARB funded projects in the San Joaquin Valley.

The information gained through this contract will support CARB's ability to evaluate the effects of its policies and programs, including a wide range of public health benefits. Approval by the Board will authorize staff to put this contract into place.

Thank you.

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VICE CHAIR BERG: Thank you.

Now, we'll hear from the public who have raised their hands to speak on this item. Will the Board Clerk please call the first few commenters and, of course, anybody who is in the room that is also signed up to speak.

 $\ensuremath{\mathtt{BOARD}}$ CLERK GARCIA: We have no commenters at this time.

VICE CHAIR BERG: Thank you very much.

I will now close the record on this agenda item. And my fellow Board members we have in front of us motion to approve. Do I have a motion and a second?

BOARD MEMBER DE LA TORRE: Motion to approve the

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1	research	contract.	
2		BOARD MEMBER HURT: Second, Hurt.	
3		VICE CHAIR BERG: Thank you so much.	
4		Clerk, will you please call the roll.	
5		BOARD CLERK GARCIA: Mr. Del La Torre?	
6		BOARD MEMBER DE LA TORRE: Aye.	
7		BOARD CLERK GARCIA: Mr. Eisenhut?	
8		BOARD MEMBER EISENHUT: Aye.	
9		BOARD CLERK GARCIA: Senator Florez?	
10		Senator Florez?	
11		Ms. Hurt.	
12		BOARD MEMBER HURT: Aye.	
13		BOARD CLERK GARCIA: Mr. Kracov?	
14		BOARD MEMBER KRACOV: Yes.	
15		BOARD CLERK GARCIA: Dr. Pacheco-Werner?	
16		Dr. Pacheco-Werner?	
17		Mrs. Riordan?	
18		BOARD MEMBER RIORDAN: Aye.	
19		BOARD CLERK GARCIA: Supervisor Serna?	
20		BOARD MEMBER SERNA: Aye.	
21		BOARD CLERK GARCIA: Professor Sperling?	
22		BOARD MEMBER SPERLING: Aye.	
23		BOARD CLERK GARCIA: Ms. Takvorian?	
24		BOARD MEMBER TAKVORIAN: Aye.	
25		BOARD CLERK GARCIA: Supervisor Vargas?	

Vice Chair Berg?

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VICE CHAIR BERG: Aye.

BOARD CLERK GARCIA: Chair Randolph?

Madam Chair, the motion passes.

VICE CHAIR BERG: Thank you very much.

Our next item on the agenda is Item 22-12-2, the Innovative Clean Transit Program update and comprehensive review on 2023 program readiness. If you are here with us in the room and wish to comment on this item, please fill out a request-to-speak card as soon as possible and submit it to the Board assistant. If you are joining us remotely and wish to comment on this item, please click the raise hand button or dial star nine now. We will call on in-person commenters first, followed by remote commenters when we get to the public comment portion of this item.

Improving public transit is a key component of local, regional, and state efforts to combat climate change, cut air pollution, and reduce vehicle miles traveled. Public transit is also a critical social service that provides mobility options for all Californians. For people who do not have access to an automobile, such as low-income residents, children, and disable, access to affordable and high-quality public transit is vital for their daily life.

To support a cleaner trans -- transportation

system, the Innovative Clean Transit Regulation, or ICT, was adopted in 2018. This regulation will require California public transit agencies to gradually transition their bus fleets to zero-emission technologies, with the goal for full transition by 2040. When the rule was adopted, the Board asked staff to provide an update on the program readiness before the first purchase requirement of the rule.

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Today, we will hear from our sister State agencies, staff, the National Renewable Energy Laboratory, and the California Transit Association, along with several transit agencies on market readiness and overall support for clean transit.

The Innovative Clean Transit Regulation is part of our broader strategy to advance zero-emission technologies and transit buses serve as a beachhead for heavy-duty vehicle sectors. Transit agencies are the pioneers here, demonstrating the viability of technology opportunities like plug-in charging, overhead charging, and wireless charging for battery electric vehicles, as well as back-to-back large fleet hydrogen refueling.

California was already a leader in zero-emission bus transition prior to the Innovative Clean Transit Regulation, and this regulation is now accelerating the electrification of transit fleets.

Statewide transit agencies in collaboration with their communities are diligently working to promote cleaner modes of transportation. Earlier this year, Chair Randolph visited the Antelope Valley Transit Authority to celebrate their amazing work on converting their entire bus fleet to 100 percent zero-emission. They are one of many making this transition.

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I want to personally thank the transit agencies for their leadership and partnership. We did go and ask for you to be the beachhead exam -- leadership example and you have done that. And we -- the Board and myself we owe you a debt of gratitude.

Dr. Cliff, would you please introduce this item? EXECUTIVE OFFICER CLIFF: Thank you, Vice Chair Berg.

Resolution 18-60 directed staff to provide the Board with a one-time comprehensive review of program readiness before the initiation of any zero-emission bus -- bus purchase requirements under the Innovative Clean Transit Regulation. Since the adoption of the Innovative Clean Transit Regulation in 2018, transit agencies have worked closely with staff to identify strategies for zero-emission bus deployment. Today, we have good news to report.

There is a lot of momentum in this space. Since

this rule was first adopted in 2018, there has been significant support for market and technology improvements, including increased legislation, and enhanced policy, increased amount of State funding, infrastructure and workforce training programs, increasing number of Altoona tested buses types and models, more pilot projects on deploying zero-emissions buses, or ZEBs, and progress on electric charging and hydrogen fueling standardization.

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In addition, as transit agencies gain familiarity with maintaining and repairing ZEBs, and as replacement parts or propulsion systems become less expensive and more readily available from original equipment manufacturers and other suppliers, there will be additional savings to fleets.

We are glad to be partners with the transit agencies. The pandemic started in the first year of ICT implementation. While having to cope with and recover from the pandemic, the transit community has also made significant progress in planning deployment and integrating zero-emission buses into their daily operation. To date, more than 50 transit agencies, which account for a quarter of those statewide, have made zero-emission bus purchases in California. These early actions provided transit agencies pilot experience before

the zero-emission bus purchase requirements start.

Currently, three transit agencies have fully electrified, including the Antelope Valley Transit Authority, the City of Artesia, and the City of South Pasadena. Also, at least two other agencies have replaced about half of their fleet with zero-emission buses.

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Staff will continue to work closely with transit agencies, the California Transit Association, and the California Association for Coordinated Transportation to support transit agencies' efforts in complying with the Innovative Clean Transit Regulation. Transit agencies have always and will continue to play an important role in benefiting local communities, improving the State's air quality, and mitigating climate change through deployment of the cleanest technologies. CARB staff will continue to engage with the transit community, bus manufacturers, zero-emission technology providers, and sister agencies to advance the deployment of zero-emission buses and to ensure successful implementation of the Innovative Clean Transit Regulation.

Just as Vice Chair Berg mentioned, based on the reported data for year 2021, California transit agencies collectively have 510 zero-emission buses in fleet and an addition 424 ZEBs on order, which is a total increase of over 250 zero-emission buses compared to year 2020. These

zero-emission buses have also been showcased at CARB's technology symposium, as well as at our Riverside headquarters dedication and open house event. The majority of these buses were funded by the Transit and Intercity Rail Capital Program and Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project.

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This is a great community air protection effort too. Transit buses are operated in communities where the air quality is very often a threat to public health. When Californians see zero-emission buses go through their local communities, they can see that the technologies are viable and can enjoy the benefits of these quiet and smooth bus operations.

Today's presentation will include four parts.

The first part will be delivered by our sister agencies, the California Department of Transportation and the California Energy Commission. Caltrans will represent both Caltrans and the California State Transportation Agency, discussing their critical funding and planning efforts to support transit. The Energy Commission manages energy infrastructure incentive for zero-emission programs. We are grateful to have them here today to talk about their programs and how their programs could help shape an innovative clean public transit future.

Part two is going to be delivered by the CARB

Innovative Clean Transit Program staff and will provide a program update and information on how the readiness assessment was prepared.

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Part three will be delivered by the National Renewable Energy Laboratory, who serves as the California Air Resources Board contractor for the program assessment.

And the last part of the presentation will be delivered by the California Transit Association and its members about this program readiness assessment.

I will now introduce Chief Kyle Gradiner -Gradinger from Caltrans. Mr. Gradinger is -- oversees
Caltrans Division of Rail and Mass Transportation. Kyle
is a visionary leader and a strong partner as we move
towards clean transportation. Kyle is traveling for work
today and will present virtually.

Kyle, the floor is yours.

(Thereupon a slide presentation.)

KYLE GRADINGER: Thank you very much, Dr. Cliff.
Let me -- I'll arrange my screens here very quickly.

All right. Good morning, Chair Randolph, Vice Chair Berg, and members of the California Air Resources Board. As Dr. Cliff mentioned, my name is Kyle Gradinger and I am the Chief of the Caltrans Division of Rail and Mass Transportation. I greatly appreciate the opportunity to present to you today.

Next slide, please.

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KYLE GRADINGER: As you know, there is a strong link between transportation and climate change. In California alone, transportation accounts for more than 40 percent of GHG emissions. And broadly, attention is turning to moving people away from single occupancy car trips to clean transit and multi-modal options, such as biking and walking. We need to continue to shift travel to cleaner and higher capacity modes.

We see these trends and needs recognized in regional transportation plans, in addition to broader initiatives, like the California Transportation Plan 2050 and the Climate Action Plan for Transportation

Infrastructure. However, transit has had a rough decade.

I won't make no bones about it. Ridership declined 11 percent from 2008 to 2018. And COVID-19, of course, caused sharper declines after 34 percent of commuters began working from home among other disruptions in the past two and a half years. Many agencies lost more than half of their ridership and some agencies lost more than 90 percent of their ridership.

And we're beginning to see recovery. Some areas weaker than others, but we are optimistic about the future of that recovery. And nationwide, there are still funding

issues. U.S. transit agencies as a -- as a whole are seeing a funding shortfall of \$48.8 billion, even after \$25 billion in federal infusions during the pandemic.

Next slide, please.

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Vehicles and zero-emission technologies in particular.

First, I must say that we applaud CARB's bold actions to reduce transportation sector emissions at Caltrans. In particularly, the recent decision to require all new cars to be zero-emission by 2035 is incredibly bold. This will bring substantial benefits and much needed climate relief.

In terms of transit, CARB's Innovative Clean Transit Rule has truly set the course for zero-emission transit by 2030. Together, Caltrans, CARB, and our State agencies are investing both money and expertise in accelerating the zero-emission transition.

There are two noteworthy programs that we administer in Caltrans with GGRF funding, the Transit and Intercity Rail Capital Program and the Low Carbon Transit Operations Program. The Transit and Intercity Rail Capital Program just awarded its fifth cycle of projects this July. Under TIRCP, 91 zero-emission buses have been procured and another 663 ZEBs are in the pipeline representing \$1.2 billion of Cap-and-Trade and SB 1

investment. Under LCTOP, Caltrans and our parent agency CalSTA have supported the procurement of 685 zero-emission buses across 68 agencies.

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We also work closely with other State agencies, specifically CARB, the California Energy Commission, the Governor's Office of Business and Economic Development, and others to advance the state of the art for battery electric and hydrogen fuel cell buses and trains in California. This Zero-Emissions Heavy Transport Working Group, or ZEHTrans, has become a forum for technology research and information sharing with partners from industry, academia, and across the globe.

Together with CARB, our joint A team supports transit operators, primarily small urban and rural operators by providing technical support for their transition efforts. And Caltrans and CARB have also been conducting quarterly executive check-ins over the past few years that allow us to -- to meet and create opportunities to share current, relevant projects, grant funding opportunities, updates on regulations, best practices, and lessons learned.

The innovations coming out of these working groups and our partner agencies -- I'm sorry, next slide, please.

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KYLE GRADINGER: -- have already begun having a significant impact. Using over \$400 million from the FY 21-22 State budget, Caltrans is implementing a program to advance research and development efforts for zero -- zero-emission intercity trains and long distance buses, which is a current gap in the product offering of bus manufacturers.

The fruits of these efforts have ripened substantially just this week. On Tuesday, the first hydrogen fuel cell train from North America was unveiled at the InnoTrans Trade Fair in Berlin. That train, funded by TIRCP and supported our agencies and -- will be heading to San Bernardino County to operate on the Redlands rail service extension. And later that same day, CalSTA and Caltrans signed a Memorandum of Understanding to build on the knowledge gained on the Redlands Rail Project and to di -- to pursue a contract to procure additional longer distance hydrogen fuel cell trains that will run in the Central Valley by 2026. And just yesterday, I presented Caltrans Zero-Emission Intercity Rail Strategy to an eager audience at the annual meeting of the American Association of State Highway and Transportation Officials Rail Committee.

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KYLE GRADINGER: So zero-emission technology is an important factor in reducing GHG emissions from transportation, but we also need to do more to shift travel to high-capacity modes. Simply put, we need more zero-emission buses carrying more people and we need to prioritize transit. I focused on the technology so far, but transit systems must also be accessible, connected, and equitable if we are to attract more trips. I will now discuss four strategy areas that Caltrans is working on to support clean transit growth.

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KYLE GRADINGER: The first strategy is to increase how well transit provides access. Access has many components, but primarily increasing access is about making it easier to get between origin and destination pairs. And analyzing access considers many things, where does transit go? Is serving the most trips possible? How quick and frequent is it? How reliable is it? How affordable is it?

The California Integrated Travel Program is working to reduce barriers to payment and trip planning. Price and payment can be some of the most significant barriers that we see. We need to make paying for transit as easy as paying for a cup of coffee. We also need to

simplify the process for qualifying for discounts.

Pursuing the mobility wallet concept, CalITP is working to make it easier for travelers to receive discounts by delivering mobility benefits to the people who need them quickly and automatically.

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In addition, we are looking at how to expand transit coverage statewide. Caltrans Office of Sustainability and the California Integrated Travel Program are leading research to understand how useful transit is today and developing tools to increase transit access. These tools can be integrated into future project selection processes. And this is a way to ensure that CARB- and GGRF-funded projects create strong access that encourages more ridership.

We're also looking at how using those tools we can expand transit coverage. Much of California is inaccessible by transit and we are working on several studies to fill transit serve -- transit coverage gaps, primarily in rural and intercity markets.

And we can't forget about access to transit.

Access and egress modes, first, last mile, walking and biking, park and ride, can greatly impact how accessible transit is. We must do more to make it safe, convenient, and attractive to walk and bike to transit. And that's an area where Caltrans will have a great -- a great role to

play with the infrastructure that we own making it safer to get to transit.

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KYLE GRADINGER: The second strategy is to modernize and prepare for interoperability. As I mentioned earlier, we want to streamline eligibility verification for benefits, that -- making it easier for people to -- to get the benefits that are offered to them without having to go through rigorous processes to do so. We want to simplify trip planning through standardized transit schedules providing infrastructure investments to make it easier to bring trains and buses together and offer quick platform -- cross-platform transfers to go from one agency to another or one service to another and expand the realm of where transit can take you. And we want to also make sure that that information is in user's hands using a GTFS standard to ensure that when you open Google maps or whatever you may have on the phone in your pocket, that you see what transit is available to you and where it can take you. We also want to increase data analytics using revenue, ridership, performance, and payment information to manage the network and to plan for improvements.

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KYLE GRADINGER: The third strategy is to prioritize transit operations. The average speed of transit buses in California fell from 15 to 12 miles per hour from 2012 to 2018. In order to make transit more active, we also need to increase average bus speeds. We are looking at ways to improve transit service on the State highway network using data analysis and considering capital improvements that can speed up buses.

During the pandemic, we worked with the SFMTA to make pandemic bus lanes permanent. Muni's average bus speed is 9.5 miles per hour. And when Muni came to us, we gladly looked at the opportunity to collaborate to speed up bus services on the State Highway system in the city. There are countless opportunities across the state to do more to speed up the bus.

The graphic on the left shows the information that we are collecting through the GTFS Program that I mentioned in the previous slide, and how we can use that information to pinpoint those places in the network where we're slowing down buses and making them less attractive.

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KYLE GRADINGER: The fourth strategy is to streamline funding, and awards, and grant administration.

Funding is the life blood of transit programs and complicated funding processes make project development and management all the more difficult. We can streamline funding and project selection workflows.

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On the administrative front, we are working on ways to streamline funding processes beginning with a consolidated application, or ConApp, for the transit programs that we administer at Caltrans. We also want to look at opportunities to stack funding sources.

At Caltrans, we manage multiple funding sources for transit, more than a dozen federal and State programs and we need to make it clearer to transit agencies what funds are stackable. We like CALSTART's funding finder and we would love to try to work to improve some -- improved that -- on that model. We want to start small, maybe identify some of the top funding sources here at Caltrans and work with CALSTART and others, such as those who work with HVIP, and hopefully build a tool that will make it easier for transit agencies to understand the funding opportunities available to them.

And finally, we can apply those access, equity, and performance tools that I described earlier to project selection processes. This will enable -- enable faster analysis and improved project outcomes that help transit achieve its full potential for everyone's benefit.

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KYLE GRADINGER: Finally, we want to continue the strong collaboration between CARB, Caltrans, other State agencies and other partners to accelerate growth in transit. Transit capital projects are big and complicated, and one-off -- one-off programs don't do the trick. We must make a commitment to provide secure adaptable programs and create tools for stacking to make it clearer to agencies what funds can be combined and how to do so. And we need a family of investments to fund projects that will get more people onto transit.

Second, pilots are great to prove and test, but we also need to know when to determine success and to scale them and require new requirements.

And then finally, the most impactful and lasting work requires looking at the big picture and understanding how all of our goals at our State agencies interact to support each other. So for example in the coming weeks, Caltrans will be collaborating with CARB on the Scoping Plan. We look forward to using meetings such as these as the jumping off point for our agencies to align on bigger picture values. I appreciate the opportunity to speak to you today.

Thank you very much.

EXECUTIVE OFFICER CLIFF: Mr. Gradinger is traveling today...(technical difficulties.)

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VICE CHAIR BERG: Can I just double check online here. So, yes, I just have one question. Thank you so much for this comprehensive review for us. I was just wondering in -- on your strategies, if you could also just speak a little bit on your Strategy 1 and safety, and in -- increased accessibility from also a safety perspective, because I understand that is also a barrier.

KYLE GRADINGER: Thank you. That's a great question. And when I think of safety, I think of two aspects, one is physical safety and the other is -- is sort of a personal safety or security. And so I think that first is -- and Dr. Cliff freshly returned from the National Highway Traffic Safety Administration. I look forward to -- to working with you and -- and our Chief Safety Officer at Caltrans, Rachel Carpenter would love to work with you directly.

You know, transit is an incredibly safe mode of transportation. But getting to transit, walking and biking can be an incredibly unsafe mode depending on the location or the situation. And so we need to make sure that -- that the infrastructure is physically safe and accommodating for all users, whether you're on foot, in a wheelchair, on a bicycle.

And then in terms of personal security or safety, the -- the environment and how safe someone feels or is it can also be a major detriment. I've seen some fantastic studies across the state looking at how different user groups feel about their walk to transit and what their risks are in terms of crime and other personal security issues. And that's something that we can address through multiple different means, including physical infrastructure design and other methods, but those are certainly areas where we need to continue to make it easier and safer to get to transit to make it more attractive.

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VICE CHAIR BERG: Well, thank very much. You've done so much work. It's really impressive hearing your report. It also will be, I think, important to be able to start getting information out to our communities, because often we have opinions about things on past experiences, rightfully so. And as we change and become both more accessible in all the ways that you outlined and to get that information out to communities will be really important.

Hey, thanks so much for joining us this morning and safe travels.

KYLE GRADINGER: Thank you.

EXECUTIVE OFFICER CLIFF: Vice Chair Berg, I see

Supervisor Vargas hand raised.

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VICE CHAIR BERG: Supervisor Vargas.

BOARD MEMBER VARGAS: Hi. Thank you so much. I had -- just had a quick question, but I think he's gone now, because I know that one of the items is reducing barriers to payment. But I think it's not just reducing barriers to payment, it is actually looking at costs from different areas. I know that we in San Diego have been very proud of leading the efforts to make sure that we have no con -- no cost transit for youth under 18 and we're working on trying to get it to 24. And it has really changed the ridership and the amount of people who actually are using transit.

So I'm really interested in -- and I really appreciate the presentation and the fact that CARB and Caltrans are going to be working together on this, but I -- I would like to encourage also maybe the opportunity to work with the different entities locally, like in our county with SANDAG, to make sure - and Caltrans of course - to make sure that we are gathering this data, and that we use it to really think about how we're going to increase ridership for -- for our communities, and then making sure that it's part of the access protocols, and, of course, all of the other things that -- that we're mentioned before.

But I am -- I really appreciated again the presentation, but I want to make sure that cost is -- continues to be a priority, especially in our communities where, you know, transit is still super expensive. And so I wanted just to make sure that -- that it continues to be part of the -- the discussion and that, as a state, we really begin to think about, if we are going to meet our goals, then we need to start thinking about this as -- as investing in our communities when we make sure that we provide no-cost transit as well.

So thank you.

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VICE CHAIR BERG: Thank you, Supervisor Vargas.

I apologize. I jumped the gun and I do believe that he's off the line, so we will circle back.

BOARD MEMBER VARGAS: No worries.

16 KYLE GRADINGER: I'm available, if you can hear me.

VICE CHAIR BERG: Oh, you are. Great. Thank
19 you.

KYLE GRADINGER: My apologies. I went too -- to quick with the camera button.

Thank -- thank you, Board Member Vargas for that -- that point. I'll just mention that the Low Carbon Transit Operations Program over the last few years has supported a -- one of the more popular applications for

that program has been for free and reduced fare programs. And we are monitoring what's happening globally in terms of free and reduced fairs. I'm traveling in Kansas City today, and the downtown street car is free. And I think that just not having to worry about payment has made it so that many of the other people at this conference where I am, have the confidence to go and explore and have access beyond the conference site. But we're very interested in -- in what those trends are, but I think that other speakers today, such as perhaps the California Transit Association, could perhaps dive more into the economic details. But we see these trends statewide, and nationally, and internationally, and I think it's absolutely something worth exploring how free and reduced fare transit provide accessibility.

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BOARD MEMBER VARGAS: Thank you.

VICE CHAIR BERG: And we have one more commenter and that is Board Member Hurt.

BOARD MEMBER HURT: Thank you. Since I heard he returned, I thought I would go ahead and get my question in really quickly.

As it relates to the current working groups that you spoke about earlier, I was wondering if you could expand on their conversations with regards to the conversion to zero-emission. I think it's going to be

absolutely essential, especially for small transit organizations to communicate, and collaborate, and just harmonize regularly. And I was just hoping you could talk a little bit about what the plan is to keep everybody discussing how it is to implement and just what are the best practices in this conversion.

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KYLE GRADINGER: Thank you. That's another great question. I don't want to make it appear that Caltrans has -- corners the market on -- on this research. We've convened partners to work on some of these issues, but there are great efforts being led across the state from transit agencies, to academic institutions, and other nonprofits, but I think that there is an incredibly strong and healthy discussion going on among all partners, you know, and again because of the Innovative Clean Transit Rule, you know, lighting the first under all of us to get this done.

So we -- we work through groups like the
Zero-Emission Heavy Transport Group to encourage
discussion and bring ideas to the table. That group is
primarily involved with State agencies and technology, but
I think that perhaps that's something we could work on
together is consolidating the resources and bringing
together all of the great work that's being done by groups
across the state, so that there's some constant updated

information on opportunities and support for the smaller transit agencies to make sure that everybody knows what's the -- the -- the latest and greatest thinking and what the opportunities are. And we'd be happy to support that.

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BOARD MEMBER HURT: That's great. I appreciate that. Thank you.

VICE CHAIR BERG: Thank you. Thank you, Board Member Hurt.

And our last commenter from the Board I believe will be Ms. Pacheco-Werner.

Wanted to just learn a little bit more about any strategies that are happening at the -- at that level to incentivize municipalities for, you know, faster implementation, particularly in places where transit -- you know, public transit may not be an investment priority, what -- you know, how do we help incentivize getting those people there, and if there's been -- if you could speak -- and I'm thinking about in terms of the San Joaquin Valley, but I also know that there's other places that have more challenges in terms of the virality as well.

KYLE GRADINGER: Thank you.

One suggestion is that, you know, the tools that we're developing to measure access I think can be very eye

opening. And I hope that we'll be able to roll these tools out broadly to municipalities and RTPAs, and MPOs, and transit agencies. And I think just enhanced discussion with them and showing municipalities what the opportunity lost is that — that if they're putting resources today into transit and not achieving the ridership that they would hope, perhaps looking at the performance and the access created by their transit agencies may help them realize the opportunities that are left on the table or ways to spend existing money more efficiently. So that's certainly something where we at Caltrans would love to — to engage and always discussions with Caltrans district offices, we are open to ideas and look forward to discussions with — with locals.

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VICE CHAIR BERG: Well, thank you very much. We really, really appreciate your participation and willingness to engage with us this morning and we'll turn it back over to Dr. Cliff.

KYLE GRADINGER: Thank you.

EXECUTIVE OFFICER CLIFF: Thank you, Vice Chair Berg. Kyle, thank you very much for the input and partnership. Have a safe trip.

Now, I want to introduce Ms. Elizabeth John. Ms. John is the Office Manager of the Medium- and Heavy-Duty Zero-Emission Technologies Office at CEC. Elizabeth is

also presenting virtually.

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Elizabeth, the floor is yours.

(Thereupon a slide presentation.)

ELIZABETH JOHN: Good morning, Vice Chair Berg and Board members. My name is Elizabeth John and I'm the Manager of the Medium- and Heavy-Duty Zero-Emission Technologies Branch with the California Energy Commission. Thank you for having me here today to discuss the California Energy Commission's incentive funding for zero-emission transit bus infrastructure.

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infrastructure, the CEC administers the Clean
Transportation Program, which provides up to \$100 million
per year for projects that reduce greenhouse gas emissions
within the transportation sector. In the past two years,
the CEC has announced funding awards for over \$40 million
in transit funding to projects and communities that can
immediately accrue health, environmental, and economic
benefits from these investments.

This included funding for three hydrogen refueling projects and four electric charging projects to support more than 300 new zero-emission transit buses, which will demonstrate large-scale infrastructure

deployments and provide best practices and key lessons learned for future replicability at other transit agencies.

Funding also included awards for two innovative charging solutions projects, which will demonstrate a wireless inductive charging system and an automated inverted pantograph to be used in transit bus applications.

Finally, the CEC has supported transit efforts to prepare for ZEV transitions through blueprint planning funding, which allow fleets to analyze their needs and future approve their fleets and infrastructure.

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ELIZABETH JOHN: Additionally, in the past two budget cycles, Governor Newsom strengthened California's commitment to a clean energy future by approving funding that prioritizes diesel emission reduction in medium— and heavy—duty vehicles. While this slide shows the funding from the Budget Act of 2021, the CEC has been allocated nearly \$230 million total over the next five years earmarked specifically for zero-emission transit bus infrastructure.

I would like to note that information regarding fiscal year 22-23 and 23-24 budget funding on this slide

is outdated and does not match the budget most recently funded by Governor Newsom.

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ELIZABETH JOHN: With this funding, the CEC is coordinating closely with the California Air Resources Board and other State agencies to partner funding to produce holistic transit projects and provide a seamless experience for grantees wishing to invest in both ZEVs and infrastructure. The CEC recently launched a block grant project called EnergIIZE Commercial Vehicles, which is implemented by CALSTART. This project provides financial incentives to increase the deployment of commercial zero-emission medium— and heavy-duty vehicle infrastructure.

This project is expected to complement vehicle incentive programs, such as HVIP, with necessary infrastructure, and offer a streamlined process for application. Currently, EnergIIZE has up to \$276 million in funding for infrastructure incentives to support all MD/HD vehicle types, including zero-emission transit buses.

Over the next year, CALSTART will work with the CEC to develop strategies for future funding, including a specific carve-out lane for transit bus zero-emission

infrastructure.

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workforce development and training in the transit sector. The CEC with early ZEV adopter transit agencies have already begun the investment and preparatory work for the ZEV transition. Under the ideal ZEV workforce pilot project, ZEV transit bus training will be provided to transit agencies over the next two years, and a ZEV transit bus program will be established at eight high schools throughout the state.

The CEC, in partnership with other State agencies, will continue to listen and learn from the transit agencies on the workforce needs and provide support where needed.

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ELIZABETH JOHN: Lastly, I would like to briefly touch on the planning assessments that CEC conducts to inform investments and to prepare the state for widescale zero-emission vehicle adoption. First, we published the AB 2127 report, which analyzes charging needs for all vehicle types and other elements of planning, operating, and financing charging infrastructure.

Second, we published the SB 1000 report, which assesses whether plug-in electric vehicle charging infrastructure is disproportionately deployed by population density, geographical area, or population income level. The CEC's analysis projects that more than 157,000 chargers will be needed to support 180,000 medium-and heavy-duty vehicles anticipated for 2030.

But the agencies of CEC, the CPUC, and CARB are working together to address barriers through early planning. And CEC staff are working with utilities to understand how to help prepare the grid for the load and what the costs may be.

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ELIZABETH JOHN: Furthermore, to inform our hydrogen refueling infrastructure investments, we also conduct complimentary assessments. AB 8 requires annual review and reporting by the CEC and CARB to describe the investment, planning, development, and, use of hydrogen refueling stations to support fuel cell electric vehicles in California.

The CEC will also be conducting a new report under Senate Bill 643. This report will be a statewide assessment of the fuel cell electric vehicle infrastructure, fuel production, and distribution needed

to meet California's zero-emission truck, bus, and off-road vehicle goals as set in Executive Order N-79-20, as well as any CARB regulation that requires or allows zero-emission heavy-duty and off-road vehicles.

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ELIZABETH JOHN: I will end by saying these investments put us in a good position to reach zero-emission operations for transit buses. We at the CEC are committed to continue to collaborate and coordinate with CARB to support transit fleets with infrastructure investments.

Thank -- thank you for your time today.

EXECUTIVE OFFICER CLIFF: Thank you, Ms. John.

I will now Ask Dr. Jing Guo of CARB's Mobile

Source Control Division to begin the staff presentation

(Thereupon a slide presentation.)

MSCD AIR RESOURCES ENGINEER GUO: Thank you, Dr. Cliff. Good morning, Vice Chair Berg and Board members we are here today to provide an update on the Innovative Clean Transit Regulation, along with the results from a comprehensive review that assesses program readiness.

The review is conducted by the National Renewable Energy Laboratory. For today's presentation, I will provide an overview on the important role that transit

agencies play in addressing climate change. The key components of the Inno -- Innovative Clean Transit Regulation, the status of its implementation, and some key findings of NREL's assessment. NREL will follow my presentation with technical details.

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MSCD AIR RESOURCES ENGINEER GUO: Public transit serves as a key component of local, regional, interstate efforts involving combating climate change. It also provides basic mobility to individuals that do not have access to personal vehicles or are unable to drive. Public transit is a backbone of a multi-modal transportation system with the goal to reduce dependence on personal vehicles.

With involving world public transit also evolves to meet changing community needs and identify ways to increasing ridership. Since public transit is integrated with urban form and infrastructure, it can be affected by a variety of factors. Therefore, solutions to better serving the communities are not limited to what transit agency can do, rather the solutions should incorporate urban development that is pedestrian and bicycle friendly, and closely integrated with public transit, so housing jobs and services are within proximity of public transit hubs.

We know transits agencies strive to provide the best service possible, which requires strategic investment in not only their operations, but also ensuring they have the infrastructure, capital, and the cleanest transportation options available.

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MSCD AIR RESOURCES ENGINEER GUO: For this reason, transit agencies spearhead and accelerate the benefits of the zero-emission technology. Transit buses are also operated in congesting -- congested areas where pollution is already a problem. Reducing tailpipe emissions, such as soot, particular matter, and nitrogen oxides has an immediate and a direct health benefit on local communities. Zero-emission buses also provide affordable clean transportation for everyone. This is especially important for the transit-dependent rider, because often these riders are from low-income and a disadvantaged community. And otherwise, they may not experience zero-emission vehicles.

Other benefits also include much better fuel efficiency and high quality job opportunities. Examples are the community benefits agreements of BYD and Proterra with Jobs to Move America to support the creation of robust job programs, especially for the priority population, such as veterans and returning citizens who

face significant barriers to employment, transit agencies utilizing zero-emission buses to make them true partners in helping State in meeting climate and air quality goals.

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MSCD AIR RESOURCES ENGINEER GUO: Not only do zero-emission buses provide community in the rider benefits, but we're looking to them to serve a beachhead for many heavy-duty applications. The zero-emission bus deployment experience can demonstrate reliability of the technology. It is a critical first step in transitioning California's heavy-duty fleet to zero-emission. The experience gained from implementation of the ICT regulation and that deployment can also serve a model for other states wanting to achieve zero-emission fleet transition goals.

Early deployment of ZEVs also leads to the deployment and approval of various -- various charging and fueling standards, which will benefit and promote the wide deployment of ZEVs.

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MSCD AIR RESOURCES ENGINEER GUO: For these reasons, CARB adopted the ICT Regulation in 2018. In partnership with transit, we crafted a rule that would serve as a lynchpin for zero-emission fleet transformation. The ICT Regulation utilizes a phase-in

approach with the ultimate goal of full transition to zero-emission technology by 2040. There were three major elements to this rule. There was an early action bus purchase target that if met would delay or discharge the first purchase requirement. It also requires that every transit agency submit a rollout plan that would serve as the blueprint for how a transit agency could transition to an all zero-emission bus fleet by 2040 without having to retire their vehicles earlier.

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And the rule indicates flexibility compliance options that has bonus credits for early purchases, mobility options, and allows for joint groups. It also provides several safeguard exemptions for circumstances like range or bus unavailability. The innovative and groundbreaking nature of this regulation was of critical importance when adopted. As a contingency of adoption, the Board directed staff to monitor implementation and program readiness to ensure there was a smooth transition for transit agencies.

With that as background, I will now describe the details of the ZEB purchase schedule.

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MSCD AIR RESOURCES ENGINEER GUO: This regulation phases in fleet purchases requirements. The first requirements apply only to large transit agencies and

their standard buses and then slowly ramp up to include everyone else.

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Other types of buses and small transit agencies will not be phased in until 2026. This approach provides transit ample time to learn, plan, and carry out a smooth transition. This is of special importance for small transit agencies, since they have limited resources.

Beginning in 2029, all purchases must be new zero-emission buses. Bonus credits are available for early purchases.

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MSCD AIR RESOURCES ENGINEER GUO: To date, the ICT regulation has met several milestones from the agencies has reported into the ICT reporting tool for the second year. We have allocated 183 bonus credits. All large transit agencies submitted their rollout plans indicating how they expect to make the full transition to zero-emission, their plan for infrastructure, training their workforce, and identifying potential funding sources.

More transit agencies are currently working on their rollout plans due in 2023. Staff have provided multiple webinars for small transit and will continue to support by offering pre-reviews.

Unfortunately, the early action target that was set to discharge the purchase -- first purchase

requirement was not met due to the pandemic. However, transit agencies have continued their strong commitment to zero-emission buses and have continued momentum.

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MSCD AIR RESOURCES ENGINEER GUO: In California, there are about 200 transit agencies, 21 of them are large transit agencies, which account for 70 percent of the total buses in California. To date, we have more than 13,000 buses on road, 70 percent of them are standard buses. In addition, as of December 31st of 2021, there were 510 zero-emission buses in service and 424 are on order throughout California.

We have seen more planning in the deployment of fuel cell electric buses statewide, including the far north area, Bay Area, central and south coastal area, the greater Los Angeles area, Coachella Valley, and the Central Valley.

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MSCD AIR RESOURCES ENGINEER GUO: Despite significant impact from the pandemic, transit agencies continue to work diligently to overcome obstacles, provide essential services, and look for innovative and safe solutions to bring back the ridership to pre-pandemic levels and keep the purchase momentum for zero-emission buses.

In this slide, you can see how much the transit agencies are ahead of the game. The graph provides us two different scenarios of zero-emission bus numbers. The blue dotted line on the upper part of this graph shows the cumulative number of buses that are currently deployed or are -- or on order due to early action. The yellow dotted line on the bottom of this graph shows the cumulative number of buses that have to be purchased under the ICT regulation. As you can see, it's not a lot in the early years. Transit agencies will soon place over a total of 1,600 zero-emission buses in California fleet, which will exceed the ICT 2027 target. This achievement is a result of both transit agencies dedication and strong funding support.

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MSCD AIR RESOURCES ENGINEER GUO: This slide highlights the major funding programs for zero-emission bus transition. In this slide, CARB provides significant support and administers a hybrid and a zero-emission truck and bus voucher program, also known as HVIP, and the California Volkswagen Mitigation Trust. There have been over 600 vouchers issued for ZEBs since HVIP program's inception.

The State budget has planned 520 million to support 2,600 ZEBs over a five-year time span. In

addition, there is up to 65 million in the Volkswagen Mitigation Funds for transit agencies and available over the next several years. Other incentive programs include the Carl Moyer and AB 16 Community Air Protection,

Cap-and-Trade Program. Zero-emission buses, transit buses are an eligible funding category. And this program can be used if these project are a local priority. This program provide a wide change of assistance in vehicle purchase, infrastructure building, and other operational activities. They have also been one of the major reasons contributing the transit agencies' early action.

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MSCD AIR RESOURCES ENGINEER GUO: While we have gained a lot of momentum from early action, the resolution, which accompanies ICT Regulation, directed staff to provide a one-time comprehensive review of the program prior to the -- the initiation of any zero-emission bus purchase requirement, which is 2023.

The purchase of -- the purpose of the comprehensive review is to ensure the transit community is poised to begin implementation in a seamless way. The comprehensive review examines key categories and metrics that would affect ZEB deployment. To ensure the objectivity of the comprehensive review, we contracted the work to the National Renewable Energy Laboratory with

University of California at Berkeley as the subcontractor.

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In addition to the comprehensive review, staff also provided annual report to the Board starting last year and we continue to keep the Board apprised on that status.

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MSCD AIR RESOURCES ENGINEER GUO: Being the first zero-emission heavy-duty regulation in the nation, the implementation of the ICT Regulation inspires a lot of movement and improvement. The regulation sends a strong market signal to manufacturers to further investments and continued innovation. We're also having more original equipment manufacturers participate in the market and produce more models.

While transit agencies have taken -- taken advantage of incentives and other funding, the dedicated amount of funding for zero-emission buses from both the State and the federal program has been significantly increased. More electric charging and hydrogen fueling standards are now in place. And deployment of both zero-emission buses and associated infrastructure bring more high quality green jobs in California.

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MSCD AIR RESOURCES ENGINEER GUO: California transit agencies have proven to be strong leaders in

zero-emission technologies. They bring a lot of expertise and strength with over decades of demonstration to work through challenges and identify solutions. Lessons learned have also been shared broadly to flatten the learning curve. Their hard work has demonstrated -- demonstrated the viability of the technology. When paired with significant steady investments, the effect -- establish a zero-emission bus-ready environment for the initial 25 percent purchase requirement. The investment is more than just voucher, it is about the portfolio approach that injects human resources, capital investment, and the policy support.

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One of the examples of the supporting environment also includes Assembly Bill 2622 that was signed into law last week. This bill will extend the exemption of ZEB sales tax for additional two years through January 1st 2026. You will also hear from NREL presenting detailed information that supports the finding.

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MSCD AIR RESOURCES ENGINEER GUO: With a great deal of investment in California, we are now home to zero-emission bus and truck manufacturers, and technologies. Industries come to California for the market we created, the incentives we provided, and the human resources we have trained, educated, and cultivated.

Manufacturers, such as BYD, Complete Coach Works, El Dorado National California, Gillig, GreenPower, and Proterra all have zero-emission bus production facilities here in California. Many core zero-emission technologies in the supply chain are established and developed in California.

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Our leading transit agencies, such as the AC Transit and Sunline Transit have also been conducting various training programs to develop the skilled workforce and to prepare for the transition to zero-emission technologies.

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MSCD AIR RESOURCES ENGINEER GUO: CARB's vision for public transit is clean, safe, efficient, and affordable transportation for all Californians. CARB, along with other sister State agencies, such as CalSTA, Caltrans and the CEC are working to make this zero-emission transition successful, including providing significant incentive funding. We also committed -- committed to work closely with California Public Utility Commission and GO-Biz to provide support.

At this point, the market is ready for the 25 percent ZEB purchase starting in 2023, but we also know we have more work to do and we look forward to continued -- continuing to work with transit agencies as they continue

to lead with the cleanest technology.

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This concludes my presentation. Now, I will introduce Mr. Kenneth Kelly. Mr. Kelly is the chief engineer for commercial vehicle electrification of the National Renewable Energy Laboratory.

Ken, the floor is all yours.

(Thereupon a slide presentation.)

KENNETH KELLY: Thank you, Jing and thank you to the -- to Dr. Cliff and distinguished members of the Board for this opportunity to present the results of NREL's work with CARB staff to develop a comprehensive review focused on program readiness to meet the 2023 requirements by large transit agencies and standard bus purchase requirements of 25 percent.

We worked closely together with Dr. Tim Lipman of UC Berkeley, who was not be -- able to be here today, but was a -- his team greatly contributed to the effort and -- next slide, please.

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KENNETH KELLY: So for those of you who may not be familiar with the National Renewable Energy Lab, we are one of the U.S. Department of Energy's national laboratories. And we're located in Golden, Colorado. We're the key laboratory for U.S. Department of Energy's Energy Efficiency and Renewable Energy Office. And the

folks that worked on this comprehensive review at NREL come from the Center for Integrated Mobility Sciences, and that's NREL's transportation center, where we do work on all aspects of clean and efficient energy transportation -- transportation energy technologies, including things like energy storage, power electronics and electric machines, deployment, batteries, and efficient mobility.

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Our main campus is in Golden, Colorado, where we have approximately 3,000 dedicated professionals working on creating a clean energy future for the world. And then as I mentioned, we partnered on this effort with UC Berkeley and Dr. Tim Lipman's Transportation Sustainability Research Center in Berkeley. Dr. Lipman's team focused on specific aspects of the comprehensive review, including supporting our work with interviewing stakeholders and gathering information through that process, also evaluation of State funding incentive programs, and workforce development activities.

Right now, I'm going to turn it over to my colleague Matthew Jeffers, who has extensive experience with the National Renewable Energy Lab conducting evaluations of transit in-service application. He's going to walk through the methodologies, and approach, and then I'm going to come back and talk about some of the key

findings from the comprehensive review.

Matt.

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MATTHEW JEFFERS: Thank you, Ken.

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MATTHEW JEFFERS: So diving right in, the objective for this comprehensive review for the Innovative Clean Transit Regulation was to as regulation was to provide comprehensive assessment for the program readiness specifically for the ZEB purchase requirements, such as take place in 2023.

Our approach to conducting this comprehensive review is laid out here and included: Conducting a literature review that can combine all the latest information on ZEBs to learn the state of the industry and all the other important information out there regarding the industry; soliciting input from all the ZEB stakeholders, which included transit agencies, original equipment manufacturers, and other technology providers, also the electric utilities and fuel providers; to combine analyzed data that is available on initial ZEB studies and deployment, including some of NREL's own detailed state evaluations from early ZEB deployments; and also to combine -- to utilizing our modeling tools comparing both the economics of individual purchases of zero-emission

buses compared to conventional buses, as well as estimating the broader economic impact of the ZEB transition in California.

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MATTHEW JEFFERS: So these are some of the key components of our comprehensive review that I'd like to briefly touch on in the next few slides to give you a better sense of our approach, our methodology as we conducted this comprehensive review, and then I'll turn it back over to Ken.

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MATTHEW JEFFERS: So beginning with the literature review, in order to collect, combine, and analyze all the important information out there to learn about the current state of the zero-emission bus industry particularly in California. This included everything from the zero-emission bus rollout plans that had been submitted by the large transit agencies in California, new product offerings from OEMs, and, you know, test results, as I mentioned, many of the initial findings from zero-emission bus evaluations that have been conducted so far. And we happened to have over 180 references cited sources in on comprehensive review report from a wide

variety of academic literature documents, websites, so on and so forth.

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MATTHEW JEFFERS: Next, we conducted a comprehensive review of the available ZEB models that are available in the market place, as well as hydrogen fueling infrastructure, and the necessary charging infrastructure for those zero-emission bus models. NREL and UC Berkeley worked on this collaboratively to collect all the information, and update, and certainly expand the existing dated database that we had been building related to the ZEB models and technologies that were initially gathered and compiled through a number of years of our zero-emission bus evaluations, and many of those were for transit agencies here in California.

I should note that this list of actual vehicle models available today in the marketplace and the infrastructure available is increasing rapidly.

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MATTHEW JEFFERS: Next, we also conducted a comprehensive review of the incentive funding programs that are available, particularly to California transit agencies. UC Berkeley led this effort in close

collaboration with NREL to evaluate all these sources of funding. And this includes everything from national level programs, such as those funds administered through the FTA; State programs that were mentioned earlier, such as those administered through CARB, and California Energy Commission and others; regional programs, such as those that at the air quality management districts, as well as make-ready infrastructure programs through the electric utilities, for example; and a variety of other more local sources.

So we were identifying all the major funding programs available to California transit agencies in order to highlight a lot of the recent improvements and increases in funding levels, as well as to highlight some of the remaining needs and challenges as voiced by transit agencies as they make the transition.

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MATTHEW JEFFERS: Next on the topic of the ZEB fleet performance and economics. Our objective was to review the operational performance and cost data that exists out there from these initial deployments to assess the economics of these bus purchase decisions. For this we used one of NREL's tools called the Vehicle and Infrastructure Cash-Flow Evaluation model, shorthand as

VICE. And this was customized for California specific inputs, and as well as we expanded it to include a scenario for fuel cell electric bus options. It was originally created with a focus on battery electric bus purchase decisions, and also to evaluate the most influential parameters in those purchase decisions.

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MATTHEW JEFFERS: And just to give you a little more background on this VICE model, a very brief overview at a high level. This is a discounted cash flow analysis model that considers both the up-front capital costs, including any rebates or incentives, and for both the capital for the vehicle as well as infrastructure that's necessary. It also considers long-term operational costs, such as fuel costs, maintenance, and other operational costs. And the results of this model, this comparison, are reported in a payback period and net present value for a particular scenario.

As I mentioned, we expanded this to include fuel cell electric bus scenarios that we modeled scenario both for battery electric buses and full cell electric buses Compared to a purchase for conventional buses. This VICE model was used to evaluate typical ZEB economics, recognizing that these factors vary widely for a lot of

different transit agencies depending on the vehicles needed to be purchased.

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MATTHEW JEFFERS: We also conducted a macro economic assessment of the ZEB deployments, building on those initial inputs for the previous model. This was focused more on looking at the economic benefits of the ZEB transition to the entire State economy here in California. And for this model, we used a framework called the IMPLAN Model to estimate the direct, indirect, and induced economic activity in the State.

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MATTHEW JEFFERS: And once again, just to give a little more information about that modeling framework, this is an accounting system in order to describe the structure of the economy -- the State economy as a network of sectors. The image in the top right helps illustrate that there are direct effects, there are indirect effects, and then induced effects from a particular activity, such as the purchase of zero-emission buses. And this modeling framework was used to estimate those effects on jobs, in terms of total number, the types of jobs, personal income, gross regional product, taxes, as well as the broader

industry output. We looked at both the temporary effects and the permanent effects.

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MATTHEW JEFFERS: Part of our comprehensive review also included a quantitative and qualitative look at the impact of the COVID-19 pandemic and what that did for -- how that affected the ZEB deployment plans for transit agencies. This was done with a -- through a combination of literature review, and data analysis, and interviews with transit agencies to find out how it was affecting their specific plans. As we know, the pandemic had a very dramatic impact on transit ridership and their operations, which heavily impacted the revenue generation, and ultimately impacted many transit agencies' transition plans towards zero-emission buses.

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MATTHEW JEFFERS: And finally, we had an outreach effort in order to solicit feedback during the course of this comprehensive review, in order to inform up front and also validate our work throughout the process. NREL and UC Berkeley also worked on -- on this aspect very closely and took a multi-pronged approach, which included targeted interviews with a wide variety of key stakeholders in the

zero-emission bus industry, a number of briefings with the California Transit Association to keep them updated on our progress and to ask for input, and finally a public comment period and series of reviews of our draft comprehensive review report. This was all in the aim of ensuring that all the stakeholder perspectives and voices were well represented in our findings.

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MATTHEW JEFFERS: And now I'd like to pass it back to my colleague Ken -- Ken Kelly to provide a brief summary of our key findings.

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KENNETH KELLY: Thanks, Matt.

Based on the information that Matt outlined and the methodology that Matt outlined, our takeaways from the comprehensive review at this point for standard buses collected and evaluated under this comprehensive review is that the California transit industry appears to be well poised to proceed with the 2023 requirement of 25 percent of new bus purchases being zero-emission buses for large transit agencies.

This -- this statement is supported by the information gathered in the comprehensive review and in the historical progress and knowledge gained by the

California transit industry. And it's further supported by large transit agencies' zero-emission bus rollout plans, which include up to 8,000 vehicles by 2040. So in the next 20 years, 8,000 zero-emission vehicles are planned in the rollout plans.

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Also, momentum developed from over a decade of zero-emission bus demonstrations and deployment. So Matt, and the NREL team, and many, many people in California have been involved in this -- this evolution of zero-emission bus technology, from the early proof of concept that were, you know, developed by the H -- by -- working together with the agencies and the bus OEMs, to early demos where getting buses out there, testing them out, figuring out what the requirements are, how they performed, doing unbiased evaluations, collecting data, getting the vehicles in operation, in revenue service, and then commercial market expansion, which is where we are today. So we see a wide number of vehicles being offered and growing availability of those vehicles.

Progress made since the 2018 adoption of the ICT Regulation, which I'll cover on another -- on the next slide. And then successful partnerships and collaborations of the California transit agencies, vehicle manufacturers, charging, and fueling equipment suppliers, utilities, and others all working together to figure out

what are the key barriers, challenges, and what's it going to take to make this a success.

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KENNETH KELLY: So I mentioned significant progress made since the 2018 adoption of the ICT Regulation. And this is covered in detail in the report that has been made available to the Board. In particular, each one of these eight or so bullet points, there's a paragraph in the executive summary that describes these in more detail, but I'll just kind of run through them fairly quickly today in the interests of time.

So one of the elements is an increase -- we see an increase in the number of buses tested at the Altoona testing facility, which is a standard national test protocol to approve bus's performance and evaluate the performance, efficiency, reliability of those buses in using standard protocols, and to develop test reports for each bus that's being tested at Altoona. So we've seen over the -- over the first -- I'm trying to remember, it's like 15 years or so, approximately 13 reports have been generated, test reports, from Altoona. Just in the last four years or three years, 15 new test reports have been generated on zero-emission buses.

So you're seeing expansion of buses that are

being tested at Altoona. We're also seeing, as we mentioned, increased number of commercially available zero-emission buses, expansion of the vehicle manufacturers, the number of manufactures that are often -- offering zero-emission, both battery electric and fuel cell, buses, as well as each one of them providing different models to meet the needs of the trans -- their clients, their transit agency customers.

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Enhanced policy in the state of California, and increased legislation supporting the zero-emission deployment has been critical. And then increased amount of State funding, also federal funding we're seeing come to support the expansion of zero-emission buses, deployments as well as infrastructure. And an increase in the concept of group procurement opportunities to consolidate procurements among smaller agencies to build momentum. The economic impact and environmental justice aspects have made progress understanding their impact -- significant impact on the economy and opportunities for environmental justice.

And then increased electric charging and hydrogen fueling standardization. So we're seeing both in the industry and in the certification and agencies, such as the Society of Automotive Engineers and the IEEE.

Consolidation, understanding development of what the --

what the standardized protocols for both charging equipment and hydrogen fueling stations.

And then positive impacts, an increase investments on the job market. So the job market is multi-faceted for electric vehicles, including bus equipment manufacturing coming to the state of California, transit operations and maintenance capabilities, and jobs -- good -- good jobs in those areas, utilities, and people focused on being able to figure out, you know, what the utility infrastructure needs to be to support the electric vehicles. Electrical workers, jobs in that -- those areas growing. And energy engineering and site construction jobs and availability.

All of these -- we see progress made in all of these areas over the last -- since the adoption of 2018 $\,$ ICT Regulation.

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KENNETH KELLY: But the industry is not without challenges. As we look to the future of a 100 percent zero-emission bus transit fleet in the coming years, some of the greatest challenges that we identified through our experience and through our interaction with stakeholders in the state of California is that we need to see sustained progress from the vehicle, and equipment, and

infrastructure manufacturing base. You know, that's needed to continue driving down costs, improving reliability, and optimize performance. There has been progress made in all of these areas since the ICT Regulation has been passed, but we believe that there needs to be continued progress in these key areas.

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Expansion of charging and fueling infrastructure is a fundamental need that will require a coordinated effort and forward-looking planning by transit agencies, utilities, developers, and regulatory interest.

Comprehensive and standardized training programs are needed to continue to develop to provide a highly skilled workforce for the state of California to the sort -- support this industry as it grows and as it evolves from transit to commercial vehicles like trucks and buses. So having that is both an opportunity and a challenge to develop that highly skilled workforce.

And then continued financial support for purchasing, installing, and operating zero-emission vehicles, and the necessary fueling and charging equipment. Federal and State funding for zero-emission buses and related charging and fueling infrastructure are critical to achieving reasonable payback and up-front costs.

So in our VICE model analysis that Matt

mentioned, you know, we included having incentives to evaluate the payback period. And those incentives are -- remain a critical aspect of the economics for zero-emission buses.

So these key needs are described in detail in the comprehensive report that's been provided to the Board.

And I look forward to your review of that report and any feedback you may have.

And then I'll say one other thing, as we continue to -- to deploy these vehicles, it's critical to have the information to inform the future, to identify barriers earlier on. So I would encourage the state to continue to conduct and work together with the transit agencies who have been very cooperative at providing data and information on the performance and technical barriers.

And I would encourage the State to continue to collect that kind of information to make sure that you can make informed decisions and respond to issues that arise as we move forward.

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KENNETH KELLY: With that, I'd like to acknowledge and thank the collaboration and -- with the CARB staff for the continuous support throughout this process, as well as the transit industry who we've

gathered a lot of information, and have been very cooperative in providing the kind -- kinds of information that we were needing to inform the State on the status of this industry.

Thank you.

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EXECUTIVE OFFICER CLIFF: Thank you, Mr. Kelly.

Now, let's invite the California Transit

Association and their members. Mr. Michael Pimentel is

Executive Director of the California --

BOARD MEMBER SPERLING: Dr. Cliff.

VICE CHAIR BERG: Just a second.

BOARD MEMBER SPERLING: Just one -- I just want to ask one small question while they're still here. And that is that study was only through 2023 and was not forward-looking in terms of the resources of the agencies and so on, is that correct?

KENNETH KELLY: The study is focused on the readiness of the industry to meet the 2023 requirements. Many of the issues and topics that are covered in the report discuss like, you know, what's the current state of the industry and how -- how -- you know, what are the needs moving forward.

BOARD MEMBER SPERLING: Okay. Thank you.

VICE CHAIR BERG: Dr. Cliff, there seems to be some appetite to ask just a couple of questions, please.

Dr. Balmes.

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BOARD MEMBER BALMES: Thank you, Vice Chair. The specific question I had was a -- could you be a little more specific about how jobs would be created in low income communities of color. I'm a little skeptical, because these are skilled jobs and it would require major investment to train these individuals. And I wanted to know if you looked into that.

KENNETH KELLY: I'm going to ask Matt my colleague.

BOARD MEMBER BALMES: Yeah, sure.

MATTHEW JEFFERS: Yeah, I'll just say briefly that the IMPLAN modeling effort was -- the results of it are separated into temporary effects and permanent effects roughly break down into manufacturing and construction related jobs to build up the capacity to manufacture more zero-emission buses and then the permanent effects fall more into the category of operating and maintaining these vehicles into the future at the transit agencies and elsewhere.

Unfortunately, I'm not the expert on the IMPLAN modeling. We had a team back at NREL that does this macroeconomic based modeling that perhaps follow up.

Yeah, I'm not prepared to answer that real specifically.

BOARD MEMBER BALMES: Okay. Thank you.

KENNETH KELLY: But we'll take that question as an action item and get back to you to -- on the specifics and how low-income and people of color job opportunities were addressed in that -- in that analysis.

 $\label{eq:board_member_balmes:} \mbox{ I would appreciate it.}$ Thank you.

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VICE CHAIR BERG: So, Dr. Cliff, just to give the Board a sense, all of the presenters now will be staying. And so after our final presentation, we'll be able to bounce back and forth and open up discussion, is that correct?

EXECUTIVE OFFICER CLIFF: That is correct.

VICE CHAIR BERG: Okay. So with that, we'll

continue then with the final presentation. Thank you.

EXECUTIVE OFFICER CLIFF: Thank you.

Mr. Michael Pimentel is Executive Director at the California Transit Association and has been instrumental in working with us to craft the main structure of the ICT Regulation. Michael, we appreciate all the collaboration and look forward to hearing CTA comments and input from transit agencies.

MICHAEL PIMENTEL: Well, thank you. Madam Vice Chair and Board members, thank you for the opportunity to be before you this morning to discuss the status of the zero-emission transit bus deployment in California, the

findings of the Innovative Clean Transit Regulation comprehensive review, as well as our recommendations for further facilitating the transition to zero-emission technologies, while ultimately limiting the financial and operational impacts of the transition to California transit agencies.

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I want to note at the start that it's been a pleasure to work with CARB staff and NREL on development of this comprehensive review throughout 2021 and 2022.

And we are excited for the opportunity to once again work with Steve Cliff in his new role as Executive Officer of this agency.

I'll just note that he's a wonderful pick to oversee this organization. We've had nothing but strong partnership with him throughout the years. We know that that will continue moving forward.

And so as Mr. Cliff noted, I am Michael Pimentel Executive Director of the California Transit Association. And in this joint presentation that's presented to you on behalf of California's transit industry and as reflected on the next slide --

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MICHAEL PIMENTEL: -- I'll be joined by Doran Barnes, Chair of the Association's Zero-Emission Vehicle task force and CEO of Foothill Transit, Felicia Williams,

Board member for Foothill Transit, and Michael Hursh, General Manager and CEO of the Alameda Contra Costa Transit District.

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I will function as your MC for this joint presentation, which begins with background presented by me on my association and role we play for California's transit industry generally and with regards to this regulation specifically.

Doran will then discuss the actions we've taken as an association following the adoption of the ICT Regulation to support our industry in deploying zero-emission buses, and to deliver on the goals of converting all transit buses in California to zero-emission technologies by 2040.

Felicia Williams and Michael Hursh will then follow and will speak to the status of the transition to zero-emission buses at their respective agencies and the challenges that lie before them. It's worth noting that Foothill Transit and AC Transit are amongst the earliest adopters of zero-emission buses having respectively deployed battery electric and hydrogen fuel cell buses in their pre-commercial phases.

Today, both agencies are national leaders in advancing these technologies, not just for the transit industry, but for the medium- and heavy-duty sector as a

whole.

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Now, after those agency snapshots, I will conclude our joint presentation by speaking to the recommendations we developed for consideration by CARB and which we believe are critical for delivering on the goals of ICT Regulation.

As I begin, I want to be clear, while we highlight a series of barriers to the transition to these technologies this morning, which include but aren't limited to the impacts of the COVID-19 pandemic on our industry, the California Transit Association and our members support the ICT regulation. Moreover, we are prepared to continue to lean in as partner to the California Air Resources Board to drive this transition forward.

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MICHAEL PIMENTEL: Now, the California Transit
Association is a non-profit trade organization
representing California's transit industry. We represent
more than 220 organizations nationwide, including 85
transit and rail agencies in California and more than 100
business members. Our business membership includes all
leading manufacturers of zero-emission buses, as well as
national and international consultancies that are advising

the transit industry on this critical transition.

Our dominant function as an association is to affect State and federal policy and funding sources impacting public transit. And you'll hear a bit more about that in a moment from Mr. Barnes, but we also facilitate information exchange within the industry and oversee a robust program of industry education on topics including -- I should say increasingly including this focus on zero-emission technologies.

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MICHAEL PIMENTEL: Now, from 2015 to 2018, the Association represented the transit industry in the development of the ICT Regulation, participating in working group meetings, cost modeling discussions, engaging CARB program and executive staff on the regulatory concepts and alternatives, and then ultimately negotiating the final provisions of the regulation, which did include the inclusion from the Board resolution of the comprehensive review.

And while at times our pre-adoption positioning as an association was skeptical of the regulation, we have now become a leading advocate at both the State and federal level in ideating, pursuing, and securing legislation and funding sources to make this transition a

reality. And here, I do want to acknowledge that at the hearing to adopt the regulation, then CARB Board Chair Mary Nichols had challenged my predecessor to lean in to this transition as an industry. And here, I'm going to acknowledge we have leaned in.

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MICHAEL PIMENTEL: Now, one of the ways in which we have done exactly that is by establishing a zero-emission vehicle task force. And this task force, which is now at its second post-adoption term provides me and my staff and our industry with technical guidance to inform my association's ongoing educational programming related to this transition, help steer our engagement on policy matters related to the transition, and finally helps us track and respond to compliance and administrative challenges as they arise.

Now, the roster for the current committee is on the next slide. And I do want to dwell on this roster for just a moment. Again, it's on the next slide --

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MICHAEL PIMENTEL: -- because I think that it does capture well the level of expertise that we have cultivated and directed as an association to supporting this transition, and ultimately compliance with ICT

Regulation. Now, this task force has met roughly monthly since being established in early 2019 and has guided our ICT-focused advocacy endeavors and educational offerings. And to highlight some of the work that this task force has overseen, I'd now like to invite to the podium Task Force Chair and again CEO of Foothill Transit Doran Barnes.

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DORAN BARNES: Well, good morning. It's a pleasure to be with you. I have the honor of serving as the Chair of Zero-Emission Vehicle Task Force. And I have to think about that, because we actually changed it from the Zero-Emission Bus Task Force to now include locomotives, rail, and waterborne craft really encompassing the work that we're trying to do as a public transit association in this space.

Our work has really been focused on the capital issues, the operating issues, the workforce development issues. And unlike many industries, public transportation, which is purely publicly funded, our funding streams are such that a dollar is not necessarily a dollar. There are some funding sources that can only be used for capital, some that can only be used for operating. For example, if we -- if a transit operator receives a Low-No emission grant from the Federal Transit

Administration, that can only be used for capital costs.

So as we look at the economics of all of these things, the way the funding flows becomes important in terms of how we rollout this technology.

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DORAN BARNES: I think one of the -- I know one of the themes you're going to hear from us over and over again is it's all about the money. It takes the resources to be able to move the program forward. And as Michael indicated, we've been leaning in as an association, as an industry really heavily to try to secure those resources to be able to move these programs forward. We were big advocates for the additional funding that was realized in the IIJA at the federal level, very supportive of the State funding that's been received to support these programs, and even at a smaller scale, every dollar So the exemption on sales tax for transit vehicles that was just approved by the Governor or signed by the Governor again helps move these programs forward.

CEQA exemptions for refueling, while that's not a direct cost, being able to streamline that CEQA process to put these programs in place has been absolutely critical.

Our association has sponsored the two bills, the CEQA bill and the sales tax exemption that again helps

provide the resources to be able to move all this forward.

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DORAN BARNES: We've done a -- again a number of things that go even beyond that, supporting the master agreement for zero-emission vehicle purchases, which allows transit operators to buy vehicles more efficiently. That's been key for us. Michael has been working very directly with the California Energy Commission in advising the statewide investment plan that again provides resources. Working with our investor-owned utilities is yet another lane that we've had to focus in on. And as transit operators, understanding how to use electric power as a fuel has been a completely new realm for us. It's something we've never had to do before and it's not as simple as buying a unit of fuel.

In the old days, a gallon of diesel was a gallon of diesel. What you paid for it in the morning what you paid for it in the afternoon was pretty much the same on any given day. With electric power, we can see huge adjustments based on time of day, based on demand. All of that has been a big learning curve for us.

In terms of the work we've done internally, as Michael indicated, the Transit Association is very much a learning and sharing organization. That's one of the

things that we do. Zero-emission vehicle discussions have been a dominant topic at our fall conference, at our spring legislative conference. Really leaning in to make sure that we're sharing not only best practices, but also sharing what didn't necessarily go quite right, so we can learn from those things as we go forward. So again, lots of sharing, lots of collaboration, a huge effort to lean in on advancing the ICT.

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DORAN BARNES: And in spite of all of -- all of that great work, and again the energy, the enthusiasm that we put into that, our industry is facing some huge challenges. I could probably spend the rest of the afternoon talking about COVID, and COVID impacts, and all of the things that COVID has -- has brought to our industry that we never expected.

In some cases, it slowed down the movement towards zero-emission vehicles, simply because we were dealing with that health emergency that absolutely nobody could have expected. Coming out of COVID, and hopefully we're moving slowing into -- to that phase, we're continuing to see huge disruptions. We've all heard about the inflationary costs, labor shortages. All of those things are issues that are facing our industry that create

huge headwinds for us as we move forward.

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Many transit operators are seeing labor agreements that are being approved with six and seven percent annual increases in labor costs over the next three to four years. That means that four years from now just purely on labor, our cost to operate is going to be 30 percent higher than what it is today. The funding streams are not catching up and so that is again a huge, huge challenge for us.

In relation to the technology, there has been great strides made with the technology to move towards zero-emission vehicles, but there continue to be challenges. We haven't seen costs come down nearly as quickly as we had hoped. There's still a significant differential in both operating and capital for zero-emission vehicles compared to CNG or diesel-powered vehicles. And that's a hurdle again, as we look to how do we balance our budgets, we need to be able to work through that.

We're not yet at a one-to-one replacement for grid-powered vehicles. We are -- at least I hope we are with hydrogen fuel cell. And my Board Member Felicia Williams will tell you more about our program there. But there are some very, very significant challenges that we still need to work through.

The other thing that's not up here that's not a bullet, but I would note is that the -- the rollout plans I think have been a very valuable and important tool. The rollout plans have to be though informed by all of these other economic and operational pressures that we're dealing with. And so I really view the rollout plans as being aspirational, but each step along the way, they have to be reevaluated to see can we get there?

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DORAN BARNES: And to -- to sort of cap my component of -- of the presentation here, I want to leave you with two things from my role as the Zero-Emission Vehicle Task Force leader. One, in the transit industry, there is great enthusiasm, and excitement, and energy towards moving to achieving these goals. When I talk to my colleagues, everybody wants to do this. We believe it's the right thing to do for the environment, it's the right thing to do for our communities. So we bring that momentum, we bring that excitement to -- to the work that we're doing.

At the same time, the list of challenges is huge. There are a variety of things, much of them are economic, some of them are operational. They relate to resiliency. We've got to figure all of these things out and we've got

to do it at a rate of change and learning that's much quicker in the next three years as we move to 2026 than we've seen in the past 10. That momentum has really got to -- got to build. And so we've got to lean in together, we've got to double down on these things, we've got to be able to move quicker to figure out how do we get to 2026 and ultimately get to this important goal of zero-emission in the transit space.

It's my pleasure to -- to introduce Pasadena City Councilmember and Foothill Transit BOARD member Felicia Williams. During my day job at Foothill Transit, she's one of my 25 bosses.

So, Felicia.

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FELICIA WILLIAMS: Oh, wow. Thank you. Thank you, Doran. It's really great to be here. He also didn't mention that I'm a proud owner for over 10 years of an electric vehicle due to your rebates. So thank you.

So I will get into just a little bit of Foothill Transit's story and the example of the buses that we have and some of the experiences that we have gone through.

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FELICIA WILLIAMS: As you can see in our mission, the word innovation is prominently displayed there, and

that really is something that we take to heart.

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FELICIA WILLIAMS: A little bit about Foothill
Transit. So we serve the area that covers Pomona and the
San Gabriel Valley. So if you look at Los Angeles, it's
basically the area east of downtown LA over to the San
Bernardino County border. East LA County is our service
territory. It's 327 square miles, 1.5 million service
population. We have 30 local and six express routes.
Those express routes normally go downtown to downtown LA.
And as you know, the work environment has changed down
there, so that's part of the ridership changes that we're
dealing with.

And normally we have a fleet of about 360 to 370 vehicles. So what we have now is 337 compressed natural gas and 33 electric buses. And we have hydrogen fuel cell buses on order that I will get to. And once again, innovation is really part of our mission here.

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FELICIA WILLIAMS: And I don't -- I know -- I know many of you have been to Los Angeles, so I don't need to tell you about the air quality in Los Angeles. One thing I will note is I am a native Angeleno, which is not

that common. And I remember days when we had smog alerts that we could not go out to recess and play. And that's very different nowadays because of the work you do. So we're happy to continue to move this work forward, but poor air quality that's recognized throughout the nation and a very large population base, especially a service population in Los Angeles County.

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FELICIA WILLIAMS: And so now I will get into our timeline on our electric bus purchases.

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adopters in 2010 through ARRA funds, if you remember those from the federal government. We purchased our first three 35-foot buses and some fast charging equipment. Over the next few years, we purchased up to a fleet of 33 electric buses, including extended range and various types of fast charging and Level 2 charging vehicles.

In 2020, we purchased two electric double-decker buses. And those buses came from Scotland, from -- let's see, what's the company's name again, Alexander Dennis, and I've nicknamed them Nessie, because they came from Scotland. So they are beautiful buses that everybody

loves to look at. And that has been our timeline. A little bit of a spoiler alert, we are working with the same company to produce a hydrogen fuel cell double-decker bus that may come out in 2025, so stay tuned.

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FELICIA WILLIAMS: And so there are two paths to zero-emission buses and we have been on both paths. So one is the electric buses, which we had our experience. We've shared with NREL our experience and they've put that in their models. And -- and we have now purchased what I believe today may change tomorrow is the largest order of fuel cell electric buses in the nation, which is the 33 hydrogen fuel cell bus -- buses that are getting delivered. We're starting to get them delivered now. They should all be here by the end of the year.

We are also b-u-i-l-d-i-n-g fueling? Infrastructures thats

will fuel about a hundred fuel cell buses and that should come into -- into effect in January when that facility should be done.

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FELICIA WILLIAMS: Some ongoing challenges in addition to what CTA has mentioned and Doran has

mentioned. It's been very difficult economically to move to scale on these buses. There have been some issues with fleet reliability. This week we've had less than 50 percent of the electric buses available for service. And these are essential services for our riders. As you may remember, two weeks ago with the flex alert and the demand response calls, we had to not charge some of our buses and they couldn't be put out on routes, because of the higher temperatures. So these are some of the issues that we deal with, in addition to workforce development, and we will say it over and over, funding, funding, funding.

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FELICIA WILLIAMS: So the funding examples. We wanted to give some numbers here just to show how we deal with sort of our capital and operations. But the funding levels are very important. For us right now, the hydrogen fuel cell buses cost about \$429,000 more than a regular CNG bus. Now, HVIP covers a lot of that, but the reality is still a gap there as the prices are not coming down for us to cover.

On the operations side, hydrogen is more than double the cost of CNG. So as CARB moves towards truck regulations and we can get more disbursement of hydrogen fueling facilities, and even green hydrogen, and bring the

price of hydrogen down, that will really help a lot. The electric vehicle -- the electric charging infrastructure and the hydrogen infrastructure is costly as well. And we have not found great funding for the facilities for that. And fundamentally, we don't want to have to make major service cuts or changes that affect our riders in order to do this. So we really want to balance zero emissions and our services.

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FELICIA WILLIAMS: So the States and the federal funding is a little bit unsure and our example are with the 33 fuel cell buses that we purchased, that we're going to purchase in the next six months. We didn't get any federal bus, bus facility funding for that. We got zero Low/No funding and we didn't get any TIRCP funding either.

And so those are kind of stories that we can share, but as you know, a lot of the federal funding was way oversubscribed. It's very popular in California. So we didn't get any of that allocation for our next purchase of fuel cell buses.

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FELICIA WILLIAMS: I think the biggest takeaways are that we are here to collaborate. We are here to share

data. If we have sort of two takeaways that we would want here from our experience is, one, collaboration between the various agencies that not only provide funding and do regulations, but also the entities that cover our electric energy sources in the future, our permitting for fuel facilities, all of the various entities working together. And then lastly, I can't say it enough is funding, funding to be able to cost -- cover the capital, the operating, and the facility as well.

So thank you so much. And with that, I will turn it to Mike Hursh from AC Transit, who I believe is online. Thank you.

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MICHAEL HURSH: Good morning. Thank you so much.

I am Mike Hursh, General Manager, Chief Executive Officer

for AC Transit, Alameda-Contra Costa Transit.

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MICHAEL HURSH: I'm also the Chair of the zero-emission bus resource advocacy group which is a nationwide group of transit agencies that are really fighting for advancing zero-emission and meeting the timelines to meet the 2040 rule in California and in general in the United States. And a lot of the points in my slides have already been made, so I will move fairly

quickly and I know you have all been in your seats for a long time, so I'll -- I'll try to move this along.

We have been doing this since 2000. Kind of opposite of the presentation you just had. We started with hydrogen fuel cell. We've been incredibly successful. We've had buses on the road since 2009 with a 4,000 hour fuel cell design life that we've operated for 35,000 hours. And some of that goes into Dr. Balmes question about workforce development and creating jobs in the community. I'll touch on that a little bit.

So we started with hydrogen that - before I got here seven years ago - has really been a super advantage for us to be able to test not only hydrogen but battery side by side. And I'll touch on that.

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MICHAEL HURSH: So again, just a map. We're the East Bay of the San Francisco Bay Area. We have seven facilities, four of which are bus operating. And what I really want to try to bring to you today is what has happened because of the pandemic and what other needs are really being underlooked or overlooked as we continue this transition. We all in. We are an industry leader in zero-emission bus transition, but the pandemic has had devastating results. We are bit larger. We're the single

largest bus-only agency in California. We're the third largest bus-only agency, a fleet of about 637 buses. Third largest in the United States bus only. Currently, 43 -- 43 zero-emission buses, 21 more on order, and 34 fuel cells about to -- to be put on order.

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buses in the pipeline, unprecedented development for me, is that because of supply chain and inflation, the Federal Transit Administration not only has advised, but instructed us that it's okay and that we should pay more than the bid prices on the buses already in the pipeline. I've never heard of that before, but the FTA has recognized both the delays and costs related to both the pandemic and the supply chain problems. So the price we contracted for and the price we're paying are upwards of 10 to 15 percent more.

It was good news on the cost of zero-emission buses. The trend was down. However, now, it's reversed and gone the other way, and the same with fuel, which I will -- will touch on.

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MICHAEL HURSH: Again, just quickly, we have hydrogen. A question came up earlier. They are a beautiful bus for us because they are range agnostic. We

can operate the bus on any route we need. The range is the same day, night, hot or cold. And most importantly, they fuel the same as the fueling cycle we are used to. You can fully fuel a hydrogen fuel cell bus in 8 to 12 minutes, in line with our regular fueling island.

I want to really raise one of the red flags. It was a huge wake-up call for us several weeks ago, which has already been mentioned, for our battery buses when we got the urgent demand to reduce energy demand. Had my 600-bus fleet been zero-emission battery buses, we would not have made pull-out. I am very concerned in a resiliency posture of if there's an earthquake, if there's a massive grid-down situation, can we get the fleet out. With hydrogen and diesel generator, I can run my fueling station and keep my buses on the road.

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MICHAEL HURSH: Again, I have battery electric.

We are fairly new in the battery side. Currently, five buses, with more on order. What I would tell you is this -- this comment I have made about the utility. And I won't name the utility in Northern California. I think we all know who it is, but it has been absolutely pulling teeth to get the infrastructure connected, and really to ensure that there's the scalability.

My board is grappling with do we go battery, do we go hydrogen? We are currently on both paths. And the downside of hydrogen is the cost of fuel and seeming inability for it to ever come down to be a competitive cost. And the difficulty the board struggles with on the electric side is -- is the grid there and capital funding.

And I -- and I want to touch on that real quick. It's not just fleet procurement. I have about a \$500 million, \$495 million annual budget. Our capital need for our four bus divisions is \$2.1 billion. And this is not negative. Air Resources Board and California have been leaders in finding money, but the facility money is not there at the fate -- at State or the federal level. We, too, were zero in the Low-No. We are playing lottery when it comes to funding both capital, fleet and facility. Some years you get a grant. There is no dedicated funding.

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MICHAEL HURSH: This is really the money slide of my presentation. We are doing what's called a 5 by 5 study. It is peer reviewed data by our partner Stanford University. We are operating the same manufacturer hydrogen, battery, and comparison to diesel and hybrid buses. We have two manufacturers of -- of fuel cell.

We've kept our legacy fuel cell buses in there. And you can see cost per mile on the upper right of this slide for hydrogen is \$2.14, the battery bus is \$1.60, and the diesel is \$1.72.

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Now, when you apply the fuel standard credits, the battery bus is \$0.57. Clearly the winner here. The hydrogen \$1.42. The issue is since this presentation was prepared, my hydrogen cost has gone from \$9 a diesel gallon equivalent to \$11 a diesel gallon equivalent. We need \$5 a diesel gallon equivalent to break even with what we're paying today.

And that's where I really want to wrap-up and touch about the pandemic. My ridership is 61 percent of what it was pre-pandemic. That's about 110,000 riders of what was originally 180,000. Our ridership patterns have completely changed. We believe that hybrid work, or work from home, work remote is here to say, at least two days a week. That's a 40 percent reduction in ridership, permanent we believe. My agency alone, again on \$495 million annual budget predicts a \$23 million deficit in 14 months, blooming to \$53 million years after that.

We're in a very, very real situation where we will have to cut service exactly when we should be expanding service, getting people out of automobiles.

Traffic as we know is worse than it was pre-pandemic.

Without a dedicated funding source, without -- we are surviving right now. My budget is balanced on the federal COVID dollars that were made available. I'm in better shape than all of the transit agencies -- most all transit agencies in California. And this is a problem nationwide for all public transit.

so my presentation, when I speak at seminars is really the canary in the coal mine. The good news today is we agree, AC Transit agrees, we are ready for the 2023 requirement, but I really urge the Board to continue to collaboration with CTA, with the transit agencies that are all in and help us be aware, understand how the playing field has completely changed for public transit. And in particular, our operating dollars, we don't know how we're going to make it without -- with the change in ridership. And there is no capital funding available for the facility modifications that are needed. The electric grid is not ready and my board is reluctant to go all in when -- with those big variables.

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MICHAEL HURSH: Again, as mentioned, this study
ZEB study is available on our website. We're very proud
to have partnered with Stanford University. We're issuing
it about every six months as the fleet matures, as the

ridership patterns are evolving. I encourage you to go to ACTransit.org and look at our ZEB study. It's available for everyone, and that's part of my position on the ZEBRA group as well as with CTE -- CTA. We're making this data available. You -- you heard the report from NREL today. We're giving you real-world, side-by-side comparison, so that's it's easy for various boards to make these agencies on where to go with their -- with their ZEB transition.

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MICHAEL HURSH: Last thing I want to touch on -- again, this is hydrogen costs over time. This -- since this slide was published, we've gone up to \$11 per gallon.

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MICHAEL HURSH: And that is the workforce development. We're very proud of our ZEB University. We have over 150 mechanics from my agency alone that need to be retrained or trained into the zero-emission technology, whether that be hydrogen or battery dominant bus. We also train our operators on really what does it mean to be a leader in this climate change remarkable opportunity we have transitioning to zero emission.

Our intention is to open up our university for workforce development training for our community, but also

for other transit agencies. Our number one issue to restoring service, in addition to the economic challenge, is finding candidates that want to come to work. We will take someone with zero experience, as long as they have a clean regular driving -- driver's license record. It's a top wage of \$35 an hour, living wage union job. We will also do the same. If you basic automotive mechanic experience, we will put you through the training. And we intend to -- to expand that, because we see that the availability of trained technician, if you will mechanics, are just not out there, and the high schools and community colleges are not growing them any more.

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MICHAEL HURSH: That's it. If you have time, scan the QR code, it will take you to the reports that I mentioned. Very proud to be here with you today. I'm sorry I'm not in Sacramento. I appreciate your indulgence for the virtual meeting. Really want to recognize Michael Pimentel and CTA for really getting the transit industry whipped into shape. We support 2023. The canary is coughing. We need to work together the see where we go from here.

Thank you very much.

MICHAEL PIMENTEL: We could go to the next slide,

I'm going to attempt to bring us home and talk more specifically about where we go from here.

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MICHAEL PIMENTEL: So you heard us talk about the work that we've done to facilitate the transition and the challenges that lie before us, and to restate the point that Michael Hursh just made. As an industry, we believe that we are ready for 2023. And largely that is a reflection of the early action that was taken by the industry to get out ahead of the purchase requirement to deploy buses in large numbers and to generate credits under the regulation that will allow them -- allow the agencies to meet their 2023 compliance obligation. But what we're now focused on is 2024 and beyond. And certainly in the years -- the out-years you're going to see an increase in the purchase requirements that are going to apply to the transit agencies.

And here, we have offered a series recommendations that have been developed by our Zero-Emission Vehicle Task Force. There are six on the screen. I'm going to focus in on three, because those are the actions that we believe are most operative for CARB to pursue and really do fall within your direct purview.

Now, the first one relates to CARB funding sources and CARB policies that govern those funding

sources. Now, programs like HVIP were specifically designed to incentivize early action. But as you heard from the transit agencies as they spoke, and agency's ability to have taken early action was highly dependent on the luck in securing competitive funds. And so there are agencies out in the state who have endeavored to secure monies to have taken early action and just unfortunately weren't lucky enough to have been granted those funds to have taken that early action.

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And I do want to offer one statistic that I think also just underscores this point, both Doran and Mike made reference to the most recent solicitation for federal dollars in the Low-No Grant Program. There were a billion dollars in requests from the state of California from California transit agencies. Ultimately, \$200 million in grant requests were funded. And so that demonstrates again the huge demand in energy for this transition, but also the criticality of funding to facilitate this transition.

And so our request here is to simply allow agencies to continue to access HVIP dollars, even after the compliance requirements are imposed on them. In the absence of that type of flexibility, we're actually going to have a -- we're going to see a chilling effect on the transition to these technologies, as agencies are staring

down more expensive vehicles, more compromised funding sources due to the pandemic, are now charged with moving forward with this transition, they may elect to instead not purchase vehicles and therefore not have a compliance obligation under this regulation.

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That is, unfortunately for an environmental perspective, the wrong decision to make. We want to find ways to encourage these agencies to move into cleaner vehicles. Again, HVIP will be a critical component of that.

Now, the second recommendation we have relates to our request that CARB establish implementation of working group with your sister agencies, departments, boards, and commissions. We note CEC, CPUC, GO-Biz. That may not be a fully comprehensive list, but we think it's a good start to begin to work through the barriers that we have identified and to troubleshoot challenges as they arise.

Now here, I don't want to go into the minutia of the challenges, the barriers, and ways in which all these agencies, departments, boards, and commissions can be commandeered to ultimately break past them. But we would just argue that having this more frequent and tactical conversations with the State will allow us make a more thorough progress on this transition, and so again are requesting the CARB establish this group. And we as an

association will love to be part to those conversations, so we can elevate the barriers, elevate the challenges as we see them and commit to supporting you all in breaking past them.

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And this final recommendation I'll touch on relates to Low Carbon Fuel Standards Program. We understand that the regulations for this program are going to be under review by CARB in the short term. Here, it is a minor request, and that is just to allow agencies to track their electricity usage, and therefore their credit generation at the meter. We have agencies today that have meters that are siloed only to their electric charging infrastructure.

Unfortunately, in their regulatory structure today, agencies have to track electricity usage and therefore credit generation at each of the chargers. That may be a satisfactory position to be in in the early years when you have very few chargers, very few depots and divisions that have electric buses in them. As we reach scale from an administrative standpoint, it's going to be a nightmare for agencies to ultimately comply with that type of structure. And we're trying to get ahead of what we know is going to be an administrative nightmare moving forward.

And so with all that said, items 4 through 6,

work the frankly CARB has been doing, we've seen it, we've been party to the conversations to moving it forward.

Just want to encourage you to continue to do that great work to bring funding resources home to the agencies, for the vehicles, for the infrastructure, and then also to continue to work with the CPUC on the collective -- commercial electric vehicle tariffs. You heard Mike Hursh talk about some of the cost savings that they're realizing for those battery electric buses relative to their operations.

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That can be the norm for the agencies.

Unfortunately, in just a few years, demand charges are going to be reimposed on the agencies, and we may actually see the economics of the battery electric buses become less economic from an operational perspective than the diesels and CNG counterparts. We do think that it's important for the CARB board to intercept that potential future, provide some guidance to CPUC about the appropriateness, the righteousness of continuing to maintain these beneficial tariff structures that advantage this transition to zero-emission technologies.

And so with all this said, I -- I again want to thank you for the opportunity to present to you all.

Doran, and I, and Mike are available to take questions as we move forward, and again just appreciate the strong

partnership over these past few years.

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EXECUTIVE OFFICER CLIFF: Thank you, Mr.

Pimentel. And thank you to CARB staff, our partner

agencies, NREL, and the transit agencies for your

presentation today. This concludes all the presentations

for this item.

VICE CHAIR BERG: Well, thank you very much, Dr. Cliff. I think you set a record for the number of slides right off the bat.

(Laughter)

VICE CHAIR BERG: And so we do have currently three people signed up for public comments. And we would like -- we have 73 in attendance. So if one -- if you would like to sign up for public comment, if you could please raise your hand or -- or push star nine now, that would be helpful.

And do we have some in-person -- okay. Can I just take a quick -- do we just need a five-minute stretch break or shall we jump into public comment?

Plow through.

Okay. We know our people online they can stand up and stretch. Please feel free too. And I'll call on the Board Clerk to start the public comment. Thank you.

BOARD CLERK ESTABROOK: We do have one person in-person and that is Sean Edgar.

SEAN EDGAR: Great. Good morning, Vice Chair
Berg and Board members. Sean Edgar with Clean Fleets.
Happy to be in front of you today. I captured from the
Innovative Clean Transit discussion, the very informative
federal and State budgets are tight is what I captured.
Cuts in service are possible when there's a crisis, I
captured that. And just to distinguish that ICT
experience as being reported to you in real-time, next
month the Board is going to be talking about Advanced
Clean Fleets. I'll spend a minute to talk about what
we've just learned and how we might think about applying
that to the discussion in the following months about
Advanced Clean Fleets.

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There are three aspects of Advanced Clean Fleets. And I think the three parties I guess that we could apply what we just learned. The first we have public agency fleets that are covered under the Advanced Clean Fleets proposal, and they don't currently have a funding source, like the ICT folks to deal with what ACF requirements would be. And those are largely providers of essential public service, sanitation districts, waste collection, and disposal, as an example.

We have private fleets that also are still paying for the last round of statewide truck and bus compliance with the deadline at the end of this year. So some of

those folks, of course, are obviously concerned about ACF.

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And -- and then we have a third category, which is not in the provider of essential service category, but is definitely in the realm of critical to society, which is drayage trucks, which we found out from the supply chain crisis that we have to be very concerned about how freight and goods flow.

So I guess learning what we just discussed, I guess I have the \$64,000 question, or I guess it would probably be more appropriately a \$64 billion question, because I think the scale of this electrification is in that -- exceeds 64 billion. So if there's no dedicated funding for the public agencies that you just heard from in the transit space, and they're concerned about that, I guess we've got to ask ourselves who would providers of essential public service covered by ACF be in any better position? That would be my first question. And then what aspects of the ICT that we just learned about could we perhaps borrow for the upcoming ACF discussion?

And just to touch on, we heard economics and technology are actually going to guide how quick these vehicles get to be rolled out. And we heard from Mr. Hursh pulling teeth, that was one expression. I'm not sure if a public transit agency could pull teeth any better than a private refuse or recycling company or a

public agency. I'm not sure how that would work. We heard about less economic. Mr. Pimentel said less economic. That doesn't sound good to me. And I guess the last thing is we heard potentials for reduction in service or stopping service.

So I'll just reserve some comments for later, but there are a lot of lessons that we've learned here that will have to be part of the discussion with ACF that are not covered in the staff report that was just released on August the 31st.

Thank you.

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BOARD CLERK GARCIA: And then we also have three remote commenters that we'll hear from at this time.

That's Janet Dietzkamei, Carolina Martinez, and Adrian Martinez.

So Janet, I have activated your microphone. You can unmute and begin.

JANET DIETZKAMEI: Good morning, Vice Chair Berg, Board members, and staff members, and today's presenters.

I am speaking for asthmatics regarding ridership. My comments are pertaining to ridership. We are talking about a program to clean air and to address greenhouse gases. But those of us who are asthmatic, we will choose a private vehicle over standing in air that is unsafe for us to breathe waiting for public transit. There are days

when in the San Joaquin Valley, PM2.5 and ozone are too high for us to breathe. Another point of ridership is -- so in other words, we have to wait till the air is clean. Another point of ridership is the amount of time it takes to wait for a bus and get to Point B from Point A is three times what it would take to go in a private vehicle.

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And that's another thing that needs to be addressed as far as ridership goes, because one thing I hear from people is I won't take a bus. It takes way too long. City planning, we have a lot of suburban in the San Joaquin Valley. We have land that is ready -- saved for -- for commercial use, but there's nothing being built on that land. The point of this land is for those of us in suburban to keep us in our neighborhoods, so that we will at least take public transit from Point A to Point B within our neighborhood using the commercial buildings that are built in our neighborhood.

And this is a new concept, we're trying to get urban, where we have apartments over businesses, so that we could keep people in their neighborhoods rather than commuting as we do now, those of us who are using public -- our own personal vehicles.

I am very impressed with the progress here. I am -- I feel we are on the right road to clearning our air. San Joaquin Valley is one of the worst in the United

States for PM 2.5. And my comments are on ridership and how we can encourage ridership in at least Fresno City.

Thank you.

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BOARD CLERK GARCIA: Thank you.

Next, we'll from Carolina. I have activated your microphone. Please unmute and begin.

CAROLINA MARTINEZ: Good morning. I am Caroline Martinez with the Environmental Health Coalition. We're here to speak on the service needs improvements in our mass transit system and the ICT implementation.

We support the recommendations for strategic investment in transit to accelerate an urgent and no longer optional transition to affordable, frequent, zero-emission, mass public transit. We clearly know the climate impacts, but there are also economic impacts. For example, in San Diego, 70 percent of the jobs are now reachable by transit. The good news is that we have solutions. Mass public transit is one of the most promising solutions for both the economic and climate crisis.

In our communities, we've been working on a campaign. It's called the 10 Transit Lifelines. And our communities -- environmental justice communities in San Diego have identified the acceleration of the electric bus fleet transition to be completed in our region by 2030 as

a priority.

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So first, I wanted to talk about the service priorities. As Supervisor Vargas mentioned, the youth opportunity pass is demonstrating a huge success in our region. Twenty-five percent -- we are seeing a 25 percent increase over -- overall on youth ridership in general and countywide, and a 68 percent increase on Saturdays, 90 percent increase ridership on Sundays.

So we know that the cost is a -- it's a huge need, and improvement, and opportunity. We also know that frequency is freedom and is something that needs to be in line with the affordability of the transit system. So we want to elevate a need for both affordability and frequency.

And then lastly, I want to talk about the bus electrification transition. At this time, our local agency, the MTS is running 12 electric buses, and we have an 800-bus fleet. And so we're asking for support of the acceleration of the transition, both for buses itself and infrastructure. It is an -- it is an urgent, -- it is a priority for our community. And -- and the agency does require support, but we want to make sure that that support is prioritized to deliver solutions to disadvantaged communities first. So we're here to support the staff recommendation for strategic investments in

transit with a priority in disadvantaged communities.

Thank you.

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BOARD CLERK GARCIA: Thank you.

Next, we'll hear from Adrian Martinez and LaDonna Williams.

So Adrian, I have unmuted -- or activated your microphone. Please unmute and begin.

ADRIAN MARTINEZ: Hi. Good morning. My name is Adrian Martinez. And I'm a Senior Attorney with Earthjustice.

I just wanted to tune in today to congratulate staff, congratulate the Board, and congratulate the California Transit Association. I think it's pretty remarkable. I was looking back at our notes from December 2018 when this item was passed, and there was a lot of concern. But I think the comprehensive review that occurred today shows that the regulation is really working.

As an anecdote, this morning, I was walking up to school with my daughter who's a seven year old and first grader and we saw two electric buses. Without the regulation that was passed in 2018, I don't think we would have seen those electric buses. When I was talking to daughter Caroline and saying what I was going to attend and listen to this morning, and testify to, she said tell

them that the electric buses are working. So she wanted to pass that information on. They seem to be working very well.

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This is -- this is huge. I think there's a lot of environmental benefits. There's a lot of job benefits. And I'm just very impressed that we are where we are right now. I think it bodes well for future regulations that when they're passed, there might be skeptics and concerns raised from folks who would be subject to those regulations. But I think what this shows is that California is on the right path to pursuing a zero-emission future. I hope this is -- you know, this type of success occurs in all sorts of larger vehicles like trucks, and off-road equipment, and other equipment as we're approaching -- as we're pursuing a zero-emission future. And I look forward to continual progress.

And then finally, I support the staff recommendations in increasing transit. I think one of the things that the CTA has done really well is try to gauge support for electrification and other zero-emission technologies for its fleet, all while trying to get more support for expanding transit service.

This is really important and we love to continue working with the Board and CTA to make sure that's a reality.

Thank you.

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BOARD CLERK GARCIA: Thank you.

LaDonna, I have activated your microphone. Please unmute and begin.

LaDONNA WILLIAMS: Yes. Good morning. LaDonna Williams, All Positives Possible.

I just wanted to say it was a lot of information to take in this morning and trying to keep the thoughts together. And hopefully in the -- in the future, when you put on a presentations, maybe you could pause and allow the community to comment on the presentations that are at hand, as opposed to just taking in so much information and trying to put it into something that makes sense.

But I also wanted to point to the fact that I'm hoping what doesn't get lost in this process is the need to actually put disadvantaged communities as the top priority, particularly those in Black American communities, because we have these continuing increasing blocks and burdens that prevent them from being able to take advantage of these opportunities. Case in point, I believe it was Director -- or Board Member Balmes that asked a question of -- and I apologize if I don't remember the organization he was representing, but Michael Pimmel[SIC] when me mentioned having these opportunities for disadvantaged groups or communities, and when Board

Member Balmes questioned him further on it, he was unable to provide any real answer to it.

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And so again, that just, you know, raises our concerns that our communities continue to be left behind. It's an afterthought. It's a mention in these, you know, voluminous presentations. But when it comes down to implementation, we're lost in that process.

And also when -- I believe it was Michael Hursh mentioned the workforce and the university. Absolutely great ideas. However, again when we question what percentage of Black folks are involved or able to take advantage of those opportunities, we see how low those numbers are, again because of systemic racism, being targeted, driver license revocation and suspension, simply because they're black. We have a lot of issues to be able to discuss, which we know couldn't be covered in this short period of time.

But we need to keep the disadvantaged,
particularly Black American communities issues in the
forefront as we move through these processes. And I would
like to see more clarity on the outreach funding to be
able to engage in these processes. I realize this is
transit, but this is also one of those subjects where you
really see the least involvement from Black Americans.
And so again, thank you for the opportunity to speak and

be part of these proceedings or hearings.

Thank you.

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BOARD CLERK GARCIA: Thank you. And then we just had one more hand go up. That's Todd Campbell. So Todd, I have activated your microphone. Please unmute and begin.

Todd, are you there?

It look like you've muted again. Let me --

TODD CAMPBELL: Am I unmuted?

BOARD CLERK GARCIA: Yep, there you go. We can hear you.

TODD CAMPBELL: Oh, hi. Good morning. Sorry. The button didn't come up. My name is Todd Campbell. I represent Clean Energy as its Vice President of Public Policy and Regulatory Affairs. And I wanted to thank staff and all the transit agencies for providing -- as well as the other agencies as well for providing some great analysis.

I just wanted to emphasize what Michael Pimentel mentioned as a concern, in that if we don't get this right, this transition right, there could be a potential chilling effect on a technology transition. And, you know, we cannot afford to allow that to happen, given the state of our air quality here in California. I think what's really important to note is that the transit

agencies who are rightfully receiving preferences in funding, collaboration, et cetera, are still understandably struggling to make this transition.

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And I think there's some very important lessons here to also think about next month with the Advanced Clean Fleet rule. The cost figures from the transit agencies, what I like about them is they're not academic projections. They are really costs for vehicles, infrastructure, fuel, and they are going up, not down, unless they're subsidized, in some cases, by the LCFS, which rightfully they should be. I think the LCFS is a great program, so good work there.

I also think that the redundancy concern it's a rightfully clear concern for transit agencies that I think also will be felt by businesses. The need to meet rollout for a public agency or a private ins -- you know, a company is very important. Budgets are also top of mind. Running deficits that keep ballooning due to cost ballooning increases is not sustainable. So we need to think about how do we address those issues. Of course, we haven't even addressed where the power mix come from. And I think the near power shortage in the state earlier -- was it earlier this month, or a couple weeks ago, let's just say, is of concern. We need to make sure that we have resiliency.

And then, of course, what I think is going to be very critical is for this agency to think about if we are unable to make a full transition in the near term, how are we reducing emissions in the near term? Are we requiring the cleanest technologies that could support this transition to zero?

And with that, I'd like to thank you for your time, great presentations, and appreciate the opportunity to speak.

BOARD CLERK GARCIA: Thank you. And that concludes the commenters for this item.

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VICE CHAIR BERG: Thank you so much.

Staff, I first want to turn to you to see if there was any issues raised in the comments that you want to address. That said, I do know that there's lots of Board discussion and interaction.

EXECUTIVE OFFICER CLIFF: No, I think we're good. We're looking forward to the discussion.

VICE CHAIR BERG: Great. Okay. So Board members, if those online wouldn't mind, I'm just going to change my screen here to get you guys on, if you will raise your hands. And as you're doing that, I will start to my right and start with Professor Sperling.

BOARD MEMBER SPERLING: Thank you very much. We certainly got a lot of information this morning. I took

good notes. I do want to acknowledge that, you know, this is a situation where we have a stakeholder group that is on board with us. This is not one where there's resistance or -- or opposition. And, in fact, you know, some of the presentations we heard, you know, reflect leadership on moving towards electric and hydrogen buses that goes way back. I remember when George Bush was President and he came out here and visited California and highlighted AC Transit's efforts with fuel cell buses. So, you know, that's a lot of years ago, right?

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And so there's been a lot of leadership. Now, on the other hand, public transportation is in crisis. And I think the transit leaders even underplayed what's going on here. The challenge is that they referred to, they're not exaggerating. In fact, it's -- I think it's even much worse. So you just -- if I -- I'll frame it a little bit broader.

Public transportation has been losing -- had been losing ridership starting around 2010 going right into the pandemic, had been losing ridership. Ridership plummeted during the pandemic. And now even after kind of the -- we're out of the pandemic now, right, I've been told. Buses are at about 30 percent lower ridership than before the pandemic. BART is down like 60 percent and it ain't coming back. You know, there's -- a lot of people are

reluctant to use it for one reason or another. A lot of people are remote -- working remote.

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So we -- we have a transit agency industry that's in crisis. And they're only existing now and functioning more or less now because they've gotten huge bailouts, mostly from the federal government, but also the State. And when some of that federal money stops coming in a few years, which is almost definite, many of these agencies are just going to go over the cliff. They're not going to even be able to function unless there's a huge amount of new money to bail them out.

Another way of putting it is transit ridership is about -- transit accounts for only about two percent of our passenger travel before the pandemic. It's probably down to about one percent now.

And what that means is we're doing a horrible job of serving people that have been marginalized by our transportation system, that are physical limitations, economic limitations, and other kinds of discrimination that might exist in some communities.

So here we are creating -- we've created a program, which in principle is a great program, but we're asking these transit agencies not only to spend a huge amount of new money, but also to revamp their operations at a time when they're dying. Okay. Maybe that's

exaggerating a little bit, but they're in dire -- they're in dire situations.

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And what do we do about this? So I would -- you know, one of the thing -- you know, we hear -- hear a lot about environment justice and serving disadvantaged communities. You know my own take on it is that the first priority should be service. It's already -- service has been cut back by every one of these operators. And so the first priority should be service. And yes, a high priority is zero-emission buses.

So what do we do about this going forward? So, yes, you know, for a variety of reasons, the funding programs and inertia, you know, the situation through 2023 is okay. Agencies have the money in place to continue, you know, to comply, but they don't after that.

And so I guess a principle that I would suggest -- and so this is not for today. You know, we can put this off till next year, but we can't put it off probably beyond that, is that this regulation more explicitly acknowledge and link funding to compliance. You know, these are public agencies. Let me put it another way -- explain another way how -- how -- how dire it is.

So it used to be in the good days, they would get about 25 percent of their funding from the fare box. In

other words, passengers paid -- money passengers paid covered 25 percent of their operating costs. None of their capital costs, 25 percent of their operating costs. Now, that's down to 10 or 15 percent. So these are agencies that are not -- these are not profit entities. These are entities that depend totally, almost totally, on public funding.

And so this is a really awkward situation for us, I think at CARB, but I think we need a principle -- and I'm not sure how to translate that principle into action, but we need a principle that says compliance is dependent on funding becoming available, whether through federal sources, through State sources, through HVIP, wherever it comes from. And it's coming from a lot of different sources, so it's kind of hard to track it. They're tracking it, but, you know, for us.

So I would say, you know, they had a request to form a working group. You know, that seems like a good idea, but it -- it just barely scratches the surface of the challenge here and what to do about it.

So on that dire note --

(Laughter)

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BOARD MEMBER SPERLING: -- I'll pass it on to...

VICE CHAIR BERG: Thank you.

Just for a point of order, Board Member De La

Torre, and then Davina Hurt, and then I'll call on Barbara.

(Laughter)

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BOARD MEMBER DE LA TORRE: Thank you. I'm not laughing about Dan's comments. Those were very dire.

I want to start by thanking staff and thanking the transit agencies for this very, very, very positive status report. When I was briefed about it, I was very pleasantly surprised, because I remember that discussion a couple years back. So the fact that you've gone out there and making it happen is tremendous, so thank you.

Your concerns -- you know, we're all taking a big leap here, not just in your sector, in others as well, so -- as we heard just a minute ago. So we -- we understand. We're monitoring. We're watching. We're being grateful for the support we're getting from the federal government, but, you know, California is all in on this and it is a major market transformation across the Board. We understand that and, you know, we're going to continue to do as much as we can.

I also wanted to acknowledge my surprise at how many fuel cell buses there are up and down the state, how many transit agencies are using fuel cell as their solution here. I expected it would be two or three, and it's a lot more than that. And so very impressed that

there's -- our policy of all-of-the-above is being reflected out statewide.

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The ridership question is the thing that I -- and I mentioned it in -- in my meetings with this sector. I'm very concerned about what that is and finding best practices around the country, and trying to implement them here to drive up that traffic. You know, I live in LA County, and I recall I think it was at this -- when we -- when we took this action, where they said that they hadn't reviewed their routes in 10 years. You know, we can't help that, right? Times change, our activities change, locations change, and, you know, we want to get people where they want to go, not where they went 10 years ago. So things like that are -- you know, help us out here with that kind of stuff.

And then finally, there was one of the points in the presentation about a multi-agency dialogue or discussion as we move forward. I do want to incorporate that into what we're doing and include the transit association as part of those discussions with us, with our other agency partners. I think because of the massiveness of this change, you should be dialoguing with us directly, all of us together, because otherwise it's just, you know, herding chickens and that's not -- that's not fair to you and it's not effective for us.

So thank you.

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VICE CHAIR BERG: Thank you.

Board Member hurt.

BOARD MEMBER HURT: Thank you, Vice Chair Berg.

So from everything you've heard today, there's no doubt that this is going to be a heavy lift for transit agencies. And that's for multiple reasons. I mean, we talked about coming out of the pandemic a reduction in ridership. I know even in the Bay Area, there's been a large push for remote work. And I, like the speakers that have come before me, am really concerned about these agencies moving into the future and meeting some of our ambitious requests.

And I'm also -- I've read and I've received direct feedback that, you know, some of these agencies are at a financial cliff, and that's from large to small transit agencies. So no one is immune from the reduction. And so I know that we need to move forward in passing this regulation. It needs to happen for many of the reasons that's already be -- been spoken about as far as communities who are already suffering in very polluted areas, disproportionately impacted. And so to clean their air through the transportation they use is essential. So I think we're all committed to this emission -- zero-emission future.

But I -- I am really worried about that next leap that next walk up in 2026 as it relates to the 50 percent. That is still a large question mark for me. And I -- and I think we should -- without a doubt, I think it's necessary that we facilitate a transit agency sharing best practices, tips, since we're the agency that's promulgating this rule. So the working group that's even at Caltrans, the transit agencies through CTE -- CTA, we should definitely consider.

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It's not clear to me one place or one group that's really monitoring and thinking about these things. So again, I hope we, as CARB, can facilitate that.

I appreciate that we'll be monitoring implementation annually and do one-time comprehensive review, but I think really to thread the needle on this and to make sure that we don't crush our transit agencies, that they're talking more often and then we're gathering either quarterly or whatever time is best -- best to collaborate especially for small transit agencies.

And then I just want to uplift another area that is really concerning for me and it's around infrastructure. And I'm thinking as the cost and the ease of purchasing buses is increasingly getting better, we saw that in the purchase readiness summary statement, you know, that we're on good footing.

I've heard the real difficulty on the ground is building new or upgrading energy connections for battery electric and hydrogen buses. In fact, I've heard someone say quote/unquote, it has been a nightmare. So CARB, with its sister agencies, I hope we can intervene and help support, and bring balance, and focus alongside the agencies like PG&E in Northern California just to streamline this processes -- process -- processes for -- to seamless permitting, building, and service. Because if this piece isn't supported, this conversion will be more painful and more costly. And I don't think we want that for our public transit agencies.

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So I -- I will probably move forward in passing this, but I really think that we have to walk a fine line, because our public transit agencies are struggling with low ridership. And while I think that there might be a marketing piece or, you know, a media campaign in saving the environment, ride this electric bus or a zero-emission bus, I just don't know if we can get folks pivoted and turned to that space by 2026 with this 50 percent and helping transit agencies pay for what's going to be a really heavy lift.

I'll stop there. Thanks.

VICE CHAIR BERG: Thank you, Davina.

Okay. A couple of things. One, I did not

mention, and I just want to make sure to welcome Chair Randolph. She is online and really appreciate her ability to multi-task and to join us. So welcome, Chair Randolph. Great to have you here.

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Second, I do want to clarify for Board Member Hurt, we are not voting on this regulation. This regulation was adopted in 2018. Today, we are getting -- as part of the regulation, the Board required this comprehensive update. So this is kind of an opportunity for the -- it isn't kind of. This is an opportunity for the Board to give direction to staff as we're all on the precipice of the go, no-go for 2023. So I think your comments were terrific and spot on. And I know that our staff is taking copious notes. And obviously, we are going to be walking through this very carefully, but there will not be a vote. There isn't a resolution. This is -- this is just an opportunity for us to check-in at this time.

So with that, I'm going to turn the mic over to Ms. Riordan.

BOARD MEMBER RIORDAN: Thank you, Madam Chair.

Let me express, first, my appreciation for what I believe is a most comprehensive and understandable report that we've had in a long time. And thanks to those of you who have come to share your real-time experiences with us,

because that is vital to I think the success of this program.

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I want to make very quickly some suggestions. One is to Elizabeth John. I hope she's still on with us. I don't know. But if she's not, staff, if I could ask you to communicate with her. It is on the future study that she mentioned for chargers and how many -- I assume, where they might be. I would hope that they would also put a price on that, because I think it's going to tell us what we need to do and by way of providing infrastructure. there's got to be somebody who finally comes up with a number. I know it's going to be difficult, because there are different requirements in different areas and different problems. But I can tell you that if we don't understand that, we will never have then the evidence and the wherewithal to make the request of the governmental agencies that I think are going to need to support this. So that's number one.

Number two, to the point of the recommendations that came from our transit agencies, I'm going to support all six of them. I think they're good. I think we need to look seriously at them. And I recognize we're not taking a vote today, but what I would suggest is, staff, that you really work on these in a very serious way, because I think they would help to make this program more

reasonable and more successful in the long run.

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And finally, I want to talk a little bit about training for the future of those folks who are going to be working on these new vehicles that are coming into us, and it -- included in that is those requirements that we have made on others, whether it's automotive, or light trucks, or the new very large transit trucks that we have asked for. And different areas may be different. I heard AC say that they would be willing to train, that they would take people and give them that training that's necessary.

Where I am from, which is Southern California area, there are junior colleges that would love to do this. And now here's my request to staff, not in this conversation right now. I need to have somebody contact me, because I know of one junior college that tried to access the charging companies and got the door just closed on them, because -- I don't know why. I don't know the reason, but I know what the result was.

And you've got to be able to work with these automotive people at the junior college level to be able to know what is required and how to establish their curriculum, because this is something new for them too. So this -- this particular professor wanted to establish a curriculum. Well, how is he going to do it? He needs to talk to the people that are manufacturing those chargers.

So please contact me and I'll give you the name of this particular professor and maybe we can make something happen.

But I think, given the reasonableness of transit agencies training, junior college -- and I believe junior college is very affordable, so we can get into some of the low- and moderate-income areas and potential students, and then potential mechanics. I don't even know if you call them mechanics now, but these -- these jobs are going to be really needed and pay very well. So, with that, I'm going to conclude and say thank you to everybody who made the presentations today.

VICE CHAIR BERG: Thank you.

Dr. Balmes.

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BOARD MEMBER BALMES: Thank you, Vice Chair Berg. And even though I wanted to go after Professor Sperling.

(Laughter)

VICE CHAIR BERG: Well, when they make you Vice Chair, you can do that.

(Laughter)

BOARD MEMBER BALMES: No. No. Only because -- (Laughter)

BOARD MEMBER BALMES: -- I wanted to echo his concern about the dire straits of the public transit sector. And by the way, I agree wholeheartedly with Mr.

De La Torre that it's really refreshing to see how the CTA and its members had stepped up to try to work with us, and to make the Innovative Clean Transit Rule a reality.

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But there's a lot that's intervened since that rule was passed. I'm glad we're having this review. I usually like reviews -- mid-term reviews, if you will, of our important regulations. And I think that Dr.

Sperling's idea of trying to come up with a way to require compliance as funding is available is, I think, a very key issue here.

Jus a shout-out to AC Transit. You know, there's a bus stop right in front of my house. Right now, it's just a -- there's no hydrogen fuel cell vehicles, because -- as Dr. Sperling knows, he used to live near there -- Spruce Street isn't a main thoroughfare. But the people I see on those buses often, especially at the start or the end of the day, are low-income people of color, who are gardeners, housekeepers, et cetera. And how are they -- you know, they need service. And, you know, AC Transit, Mr. Hursh said, is better off than many of the transit agencies in the state.

I'm -- as most people know, environmental justice is sort of number one in terms of my priorities with our regulatory actions, but is it environmental justice to have the -- no service or limited service for low-income

people of color to get to their jobs? You know, I think that, you know, I'm all for the goals of the Innovative Clean Transit Regulation that we passed, but I think the reality of the pandemic and the decreased ridership is, as Dr. Sperling eloquently stated, it's dire. So I think we need to consider a course correction. I don't -- I think -- I'm -- if conditions change and there's a lot more money available for the transit agencies, I think that's great, we can keep going full blast. And I -- again, I appreciate the positive attitude that I'm hearing from CTA and I'm totally supportive of the interagency work group to try to bring the reality of the transit agencies into State policies, but basically echo Dr. Sperling's concerns and his suggestion for compliance based on funding.

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I also am glad that Ms. Riordan brought up training. You know, I -- I was the one who asked Mr. Kelly and Mr. Jeffers about the jobs in low-income communities of color. Glad that LaDonna Williams brought that up as well.

We really have to work hard to make that a reality. I think that it's not to say that we're going to create all these jobs. I mean, the jobs will be created. There's no -- I think there's no question about that, because the new vehicles, and their maintenance, and the

infrastructure will require a lot of work. But, you know, the infrastructure is going to be put in by union electricians. I'm all supportive of that, but maybe there should be some incentives for an apprentice program, so that low-income, you know, workers of color can participate in that infrastructure buildout.

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But we have to have more than words about the just transition, in terms of jobs. We have to make it a reality. And that -- you know, that takes more money, which is going to come from probably mostly State sources, maybe public -- there could be public-private partnerships in that regard. So I'll stop there.

Oh, one more thing. I really do appreciate -- (Laughter)

BOARD MEMBER BALMES: I wanted to say despite the fact that LaDonna Williams I think was correct in that we -- it was just a lot of presentations in a row, it was really good and I appreciate all the presentations, and was following along. And, you know, I think staff has done a great job, especially coordinating with the other presenting agencies in CTA and the NREL. Did I say that right? Good. Good.

VICE CHAIR BERG: Thank you very much. Those are all really great points. Really appreciate that.

Supervisor Serna.

BOARD MEMBER SERNA: Thank you.

VICE CHAIR BERG: Oh, and can I just let my two people online, so Board Member Takvorkian[SIC] and Supervisor Vargas we'll -- we'll be getting to you next.

Thank you.

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California.

BOARD MEMBER SERNA: Thank you, Vice Chair Berg.

I'll start by thanking staff and certainly the multitude of presenters here that I think really gave us a lot to think about, in terms of the opportunities, and especially the challenges that are involved with what I think all of us want to see happen, which is an expansion of zero-emission transit fleets in the state of

But as Professor Sperling clearly alluded to, you know, those challenges aren't -- aren't fleeting. They're very serious. And as a member of a local transit district board of directors for over a decade now, I can tell you that, especially during questionable or challenging economic circumstances, they are that much deeper.

But what I would like to do is kind of preface my comments for here with the fact that I'm speaking really to the particular challenges that medium and large transit agencies in the state have in particular. And it's because those -- those size transit agencies more often than not do not just have bus fleets. Many of them also

have kind of the first zero-emission vehicle components of their -- of their districts and that is light rail. And that goes for the Sacramento Regional Transit District here. In fact, many of you I'm sure probably have used the light rail system here in Sacramento.

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One of the additional things that I think we need to consider here, in terms of the interests of our transit districts with light rail systems is that while we want to increase the zero-emission bus fleets, we also have, at least I believe, we have an obligation to make sure that existing light rail systems continue to operate efficiently, effectively. Many of the systems -- I know for a fact here in Sacramento, our system is compromised right now, because we are kind of well past our useful life for our rail cars. We're actually still using the original light rail cars that were commissioned back in 1987.

In many of those transit districts that do operate light rail, and are using rolling stock that is -- has aged, many of them are not kind of state-of-the-art, they're not the low floor cars, for instance, that you might see in other parts of the country. Here in Sacramento, we are intent on bringing low -- low floor cars into the system is very near. In fact, we'll be retrofitting our train platforms to accommodate the low

floor cars in the very near future.

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But I guess the gist of what I'm trying to convey here is that when we consider how we get to where we all want to be in terms of the zero-emission transition, let's not forget about those systems that actually do continue to rely upon the -- kind of the original zero-emission vehicle in those fleets, and those are the light rail trains.

And, of course, for the districts with the aging stock, you know, we're looking here at -- in Sacramento at a -- the cost of over \$150 million to replace those aged light rail vehicles. So that on top of bring in new zero emission, whether it's fuel cell or battery electric buses, is that much more challenging. And that really I think speaks to Professor Sperling's earlier points.

So thank you.

VICE CHAIR BERG: Thank you.

Board Member Takvorian.

BOARD MEMBER TAKVORIAN: Thank you, Vice Chair.

And thanks to all of the CARB staff, Caltrans, the Energy Commission, the transit agencies. These were a lot of reports, very comprehensive, and honestly, in many ways, really inspiring. I think what a difference four years makes. There's remarkable technology advancements and a very high level -- high level of collaboration with the

transit agencies, which I think is very much appreciated.

And we're all on the same team at this point, so that that feels pretty good.

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I think CARB is really leaning in to transit support, not only with the ICT, but also with the significant proposed targets in the Scoping Plan for reduction in VMT and support for transit expansion. But that said, I, too, am very concerned about the ridership and there's lots of reasons for it. But putting it in context is that in many places like in San Diego, we're working to build an effective, accessible, affordable, and equitable transit system at the same time as we're working to create a clean transit system.

So I think in many places, we've haven't had a very functional or effective transit system. And CARB's work and that of the transportation advocates have shined a light on not just the air quality and climate issues, but on the inequities that have been inherent in our transit systems.

So we're doing all of this at once. I just want to say that I think we need to appreciate the fact that the transit agencies are stepping up in many ways. And we have a distance to go, because we have decade of inequities to make up for.

I think a good example is the MTS in San Diego --

the Metropolitan Transit System in San Diego put out a report in August, just last month, that they've been able to recover approximately 75 percent of pre-pandemic levels. So we're actually moving in the -- in the right direction in that case. And some of the largest increases in ridership were along the routes that served major school and employment centers, so getting people where they need to go in an efficient, affordable, and effective way is -- is critical.

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MTS has also experienced a very significant ridership with the launch of free transit opportunities especially for youth, a 38 percent increase for youth. So there's things that can be done. And that's not saying that we don't need more funding. We do. I would agree with that. And incentives for transit ridership I think should really exceed the incentives provided for passenger vehicles. And, you know, that will be a conversation I'm sure, but we have to address the discriminatory practices in BIPOC communities, which is included a lack of accessible transportation. So that's a way that we can make sure that we're benefiting the most -- benefiting disadvantaged communities the most.

And I just wanted to -- to say on the jobs point,
I really agree with all of the comments that have been
made. And I had the opportunity yesterday to represent

CARB at the Grossmont Union High School District, where they just purchased 17 new zero-emission buses. I understand those aren't transit buses, but they are also launching or have launched the job training program and have a beautiful new facility for training students to be -- to work on these new high tech buses.

So that's part of the new world I think that we're creating. So it's not the whole answer, but it's an exiting thing that CARB is part of. And I think -- I think there's some positive news in that regard as well.

So thank you.

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VICE CHAIR BERG: Thank you.

And Supervisor Vargas.

BOARD MEMBER VARGAS: Thank you so much and thank you, Diane, and everyone else for all your comments. I think, you know, I absolutely support all the comments that a lot of my colleagues have made already. I think the -- the couple things that I want to make sure that we don't lose -- that I want to make sure we continue to emphasize, as part of these regulations, you know, there really -- when these regulations were created, there really wasn't like an equity statement created, as part of what this component would be. And I think as -- as Member Takvorian has said, things have changed a lot in the last four years due to leadership of the Governor, this Board,

and -- and so many transportation advocates that have made this so -- such an important issue as it's connected to being able to meet our -- our goals.

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But, you know, and I'm extremely sympathetic to the challenges that our transit agencies have and have been navigated. But I would challenge them to really think about this as an opportunity to really look at this from a very different lens and really, you know -- I really appreciated those that were able to call in today and provide feedback. I mean, when you're talking about workforce -- I served on the community college board for about seven years. Southwestern College, which was the only public institution in -- in south county and in San Diego. And we were do -- making a lot of investments, but I think this part about working together maybe with the Chancellor's office in making those connections I think are -- I highly think that there's opportunities for that in terms of investment.

There's also I think an opportunity for us as we're looking at how we support public transit in our local -- in our lower income communities, I think it's really important that we really think about as -- as Member Takvorian said is how do we invest beyond the vehicle component or the transportation component, and how do we make sure we have incentives for essential workers,

home health workers, hospital workers, grassroots workers to be able to -- to use transit.

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I think one of the biggest challenges that we, and I can speak to San Diego specifically, you know, trying to get on a bus from San Ysidro was -- is right by the border to Chula Vista, which is, you know, about -- via car about 20 minutes, it takes about three hours to get Point A to Point B.

And so I think that part of the reason why ridership continues to be a challenge for so many is not only, you know, the affordability piece, but also how transit doesn't go where people -- where people need to go. And so as we're looking at this work and we're trying to really think about making sure that people are getting -- you know, are using our bus systems and our rail systems, we need to make sure that they're -- that they're working for people as well, because we can -- we can make a lot of requests and changes, but the opportunity I think right now for all of us is to reimagine not only what these agencies look like as we're moving forward -- and I appreciate that there are so many committees that people are participating, and so on and so forth, but I want to make sure that we don't forget that, you know, ours of operation, access to infrastructure, investing in our communities is really, really important.

And I am really, really concerned about the fact that we keep saying that cutting services is something that may happen, because a lot of people don't have any other options, right? And we're creating regulations that I think in the end, important, critical, and what we need to be able to meet our goals, but let's not forget about the regular folks, you know, our community members, and folks who may not be able to access cars that need to be able to get from Point A to Point B.

And so I just wanted to reemphasize that. And again, thank you for the very thorough presentation and for providing this all -- with all of this as well.

Thank you.

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VICE CHAIR BERG: Thank you, Supervisor Vargas.

Just checking my notes here, I think my next given -- so I'd like just to do a quick wrap-up. I think, you know, there's -- let's start with -- thank you. There is really -- this is great news. We asked you in 2018 to come to the table and lead the way and transit truly has done that. The leadership has stepped up. The technology has stepped up. Anytime you have a huge transition like this, there is going to be all sorts of implementation challenges and we all know those.

But in 2018, we were shuttering at the fact of could we even approach the implementation issues. And so

what transit has done, and you have heard from my fellow Board members, great job. And Dr. Cliff, you're Absolutely right, this is a terrific update. It gives us a total foundation that zero-emission vehicles of all sorts are right on the horizon, if not here today. And now it has to be the will to overcome the barriers. And today has also demonstrated that that is going to be a mount, you know, Olympus climb. It is going to be huge and we have to have a leadership, a coalition of the willing, because it's going to be tough.

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So what I heard from my fellow Board members, including congratulations and job well done. Thank you for the tremendous update, the heavy lift on doing this project and rail. You guys are great partners. Of course, so is UC Berkeley. We really appreciate that.

But now focusing on transit, I think you heard very loud and clear we acknowledge that transit is at a precipice of what could be described as a cliff or a soaring into something totally different. We've heard that ridership is crucial, but you also have a constituent out there that desperately needs public transit. And so you've done such an amazing job. And you know that the --for sure when you do a great job, you're only asked to do more. You know how that works, Mr. Barnes.

And so it does appear from my personal

perspective certainly could be a really interesting challenge to look into the future and meet with our communities, our equity communities, and really look into the future of transit, because we keep tripping over the real missteps in equity, the real missteps, and maybe this is a real opportunity and that's one avenue.

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Sticking back to what we're here for today, there was absolutely, staff, a huge concern across the board on truly making transit our partners. And as partners this is not a regulated industry that we need to push, prod, cajole, finally say, okay, if you want to go do business in another state, sobeit. These are partners. And so we heard a principle of looking into regulation linked to funding and compliance. So I'm just putting that out there.

Very much support for the multiple -- multiple agency dialogue and including transit at the table. And there was also a request for the working group, but I think those two go together.

We've definitely heard a concern about 2026 at 50 percent. And that's when we add our small agencies, and quite frankly we didn't hear from them at all, probably because they could be apoplectic, but also they're putting together their plan and those are due to us next year, is that correct timing, Dr. Vergis, on the small agencies?

MSCD DIVISION CHIEF VERGIS: (Nods head.)

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VICE CHAIR BERG: And so we heard a concern about that. We also heard a support of the six recommendations by the California Transit Association. And I think that that would all be part of that interagency dialogue.

And I really did -- do appreciate all the discussion led by Dr. Balmes around job creation, and specifically how we're tracking that within our equity communities. We do know that jobs are going to be created. We saw an opportunity here for all boats to rise. That hasn't happened in past transformations like this. And I do think that Dr. Balmes saying we need to do more than words, have it look good on paper, we really need to be able not only to track it, but how fabulous would it be to hear from our equity communities that they're starting to see those differences within their communities.

We also heard advanced training through the community colleges, which I know we are doing, but a greater effort to that, as well as congratulations to the transit agencies that are doing a lot.

We would appreciate even more information about how you're interacting with some of our equity communities, and that also would be very helpful.

I also heard don't forget that we have some

zero-emission leaders in here like light rail. And those are going to need to be upgraded. Yet, there's no credits for those. And yet, funding that's going to be needed.

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And at the end of the day, both Board Member
Takvorian and Board Member Vargas really did a wonderful
job in pointing out the investment that's truly needed to
make the transit of the future work and truly reducing
vehicle miles driven. And there has been skepticism about
whether that's possible or not, but I think it is. But
it's going to take a considered effort to leave behind
what we've done and look at it in the future of -- of what
you can create.

And so I really, really appreciate. It was a lot of presentations, but I found them very well organized, very well presented. And I really thank you for all of your efforts. I want to turn very quickly to my fellow Board members to see if I missed anything.

And looking online, Board Member Hurt or Board Pacheco-Werner, I see your hands up. Do you have a last minute comment?

BOARD MEMBER HURT: I have a last minute question and I'll make it really quick.

VICE CHAIR BERG: Thank you.

BOARD MEMBER HURT: Sure. So I apologize. I was not as clear earlier about voting to do something

different. And so maybe this is a procedural question that I'll just clarify a little bit on. What is the process if we do want to pivot on these timelines or alter the regulation to a funding available clause? Can staff just speak to that, because I think transit agencies will continue to push forward. But breathing a little easier in something more concrete in regulation seems appropriate. So just curious.

VICE CHAIR BERG: Thank you so much, Board Member Hurt. Can I just find out what Dr. Pacheco-Werner is also asking. We might be able to combine some answers.

Thank you. Stay tuned.

Dr. Pacheco-Werner.

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BOARD MEMBER PACHECO-WERNER: Yeah, definitely. I think that speaking to the main challenge, which was brought up about ridership, and kind I segueing into our segueing into our next item, but not so much, how can we, as an agency, really start envisioning how public transit is something that's for everyone that we really need to, in order to meet our climate goals, change the way that we all transit and not just thinking it's something for those that are low income. And to that effect then, is there anything on our end in terms of commitments or from the local air districts that -- that we can start thinking about in terms of incentivizing ridership, again not --

not even from a land-use perspective, but just really from incentivizing public transit over single car ridership.

Thank you.

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VICE CHAIR BERG: Thank you, Dr. Pacheco-Werner.

I think that truly is the question. And -- and I am going to ask Dr. Cliff to respond. But two things, Steve, we've got what is the process if we wanted to amend the rule. And so if you could just inform us of that and give us some closing thoughts on Dr. Pacheco-Werner's question of total ridership for everyone looking at -- in conjunction with our climate goals that we do need to look at the mono-car a lot differently.

EXECUTIVE OFFICER CLIFF: Thank you, Vice Chair Berg and really appreciate all the comments. I'm going to turn to others in just a minute, but wanted to just say with regard to amending a regulation, that would be, of course, a full new regulatory process. The goal, when the original regulation was adopted in 2018, was to do a check-in prior to the onset of requirements. And that check-in is -- is today.

And I think -- I think what you see is that we're ahead of the schedule and staying ahead of what's required of transit agencies as part of that regulation.

Going forward, we'll continue to update and monitor to ensure that we're staying on track. And to the

extent that modifications are necessary, we can evaluate that based on those future evaluations.

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At this point, we're not seeing a need to change the regulation, based on what we're seeing in the pipeline, from what's been ordered, as well as those transit buses that are on the ground.

The advantage of keeping ahead of the requirements is that the funding can help still incentivize early action, rather than paying for compliance with a regulation. So I'd like to turn it over to Dr. Vergis quickly to talk a little bit more and put that -- put the funding into context, if I could.

MSCD DIVISION CHIEF VERGIS: Thank you, Dr. Cliff.

So we've talked a lot about HVIP today, but I think what we'll see is our core -- our funding portfolio is a big commitment to support the sales of zero-emission transit buses in California, Carl Moyer, there's the AB 617 CAPP program, there's VW, but, of course, there's also HVIP. As Dr. Cliff mentioned, transits are out way ahead of the regulatory requirements, which allow us the flexibility to continue to support them through the HVIP Program.

I'll also note that this is really great news, given the Legislature has committed to a 520 million

multi-year zero-emission transit carve-out over the next several years. So those opportunities to continue to support transit will remain going forward.

And then, of course, also look forward to, as we committed to in the 2018 resolution for this item, we are committed to tracking what we're seeing in terms of the zero-emission transit market and reporting back to you all on a regular basis.

VICE CHAIR BERG: Thank you very much.

Dr. Cliff.

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EXECUTIVE OFFICER CLIFF: I just wanted to ask Craig Segall if he could respond a bit to Dr. Pacheco-Werner's question and comment.

VICE CHAIR BERG: Thank you.

DEPUTY EXECUTIVE OFFICER SEGALL: Certainly.

So I think fundamentally what we're talking about here is a shifting transportation system, right? And something that many of the Board members mentioned, including Board Member De La Torre, about needing to look at routes, needing to look at service. It's fundamental, because what we don't want to do, what's it's fundamentally I think not something anyone is advocating is to pit service against electrification, right? We need both. You never want to be in a place where you're consigning people to dirty buses, especially in the

context where the industry is actually well ahead, where our partners are charging forward.

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But you also want to see continued innovation and support with a real eye toward our systematic underfunding and lack of support from many neighborhoods for good transit. So what we're hoping for is shared design. And there's a lot of elements. You know, advances on pricing, not just pricing on roadways but on fares, thinking about how we serve folks in an environment where people are doing errands during the day, or in the first and they're just commuting during commute hours to doing new and better things.

So what I've always experienced from the transit, and what I'm sure we keep well is innovation, really thinking about how to provide a vital public service that makes everything better, whether it's making how it would seem more reachable and more affordable or getting people to work. So I think that combined focus to especially reduce VMT is just critical.

VICE CHAIR BERG: Well, thank you very much. I think that there's no question we have our work cut out for us. I am hearing from staff that we are in agreement that close monitoring, including supporting the interagency dialogue will continue.

EXECUTIVE OFFICER CLIFF: Yes, absolutely. Thank

you. 1 VICE CHAIR BERG: Thank you very much. 2 So with that, I think we will bring this to a 3 Please know that you have a Board that is very 4 attuned and is really paying attention. We heard that 5 2023 we're going to be okay. We do expect to hear from 6 you towards the end of that year. So let us be a partner. 7 8 Thank you. 9 So, Board members, we're going to take a lunch And so we will take a -- think we could do it in 10 30 minutes? Let's do a 30-minute lunch break. Let's be 11 back at 20 after. So that gives you a couple of more 12 minutes. 1.3 And then Chair Randolph will be here and kick-off 14 our third SIP item. Thank you. Thyme time 15 16 (Off record: 12:46 p.m.) 17 (Thereupon a lunch break was taken.) 18 19 20 21 2.2 23 24

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AFTERNOON SESSION

(On record: 1:27 p.m.)

VICE CHAIR BERG: Welcome back, we're -- we'll resume our final Board item and delighted to have Chair Randolph online with us and I'll kick it over to her.

Chair Randolph.

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CHAIR RANDOLPH: Thank you so much, Vice Chair Berg. Thank you all for indulging me in not being there for the first item and for part of the second item. I -- I am doing a bit of a whirlwind tour. Went to the Climate Week in New York and now I'm at the Clean Energy Action Forum in Pittsburgh. And I have been really struck, as I was listening to the last item, about how many of the themes are similar, right? How do we decarbonize transportation and other sectors in a way that is equitable, and in a way where we are creating jobs and benefiting communities, and developing the infrastructure that we need to really support the transition.

And then the other theme dovetails nicely with our next item, which is I had a chance to see and speak with some federal officials. And so I had a chance to advocate for the importance of federal action to improve our air quality and protect our communities. So I've been really happy to be part of the folks representing California in those international discussions and really

happy to be with you here today.

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And really excited -- I know Vice Chair Berg had a chance to welcome Steve Cliff back to CARB, but I wanted to express my welcome as well. We're really excited to have your expertise and your experience in State and federal government, and really happy to do a lot of great work together.

So I'm going to introduce our last item on the agenda, which is Item number 22-12-3, consideration of the proposed 2022 State SIP Strategy. If your are there in the room and wish to comment on the item, please fill out the request-to-speak card as soon as possible and submit it to a Board assistant -- assistant. If you are joining us remotely and wish to comment on this item, please click the raise hand button or dial star nine now and we will be first calling on the in-person commenters followed by the remote commenters when we get to the public comment portion of this item.

In 2015, U.S. EPA set a new more health protective 8-hour ozone standard of 70 parts per billion. Over the next 15 years, California will need to build upon its successful mobile source strategy control program and drive down emissions even further in order to meet this standard and other air quality standards and provide healthy air for all California residents. Mobile sources

are the largest contributor for ozone formation in California and contribute substantial air pollution in low income communities of color.

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In February, staff presented the draft 2022 State SIP Strategy, which expanded on the concepts from the 2020 Mobile Source Strategy and acknowledged that more reductions still needed to be identified for the South Coast. The State SIP strategy also included measures targeting consumer products and space and water heaters. After consultation with the public and additional work with the South Coast Air District, the updated strategy being presented today includes additional measures suggested by the public and now identifies all of the emissions reductions needed to reach attainment in the The strategy also specifies actions the South Coast. federal government needs to take to provide healthy air for all Californians.

These programs will not only reduce emissions toward attainment oh the ozone standard, but will also significantly reduce toxic diesel particulate in communities and reduce greenhouse gas emissions, thus contributing towards the State's carbon neutrality goal.

Today, staff is presenting the proposed 2022 State SIP Strategy for public comment and Board consideration to support attainment of the 70 ppb ozone

standard across California and the Final Environmental Analysis.

Dr. Cliff, will you please introduce the item.

EXECUTIVE OFFICER CLIFF: The 2022 State SIP strategy is a critical element of California's State Implementation Plan, or SIP, especially considering the significant contribution of mobile sources to statewide emissions.

SIPs consist of a combination of state and local air quality planning documents that must demonstrate how California will meet federal air quality standards.

Given the severity of the challenge in the south coast and the San Joaquin Valley, substantial reductions from both mobile and stationary sources are necessary to meet ozone standards in these regions. And there are an additional five nonattainment areas that also need SIP measures and reductions to attain the standard.

BOARD MEMBER KRACOV: Chair, I believe we're having trouble hearing Dr. Cliff online.

CHAIR RANDOLPH: I was just wondering the same thing. I couldn't hear either.

I thought it was just me.

EXECUTIVE OFFICER CLIFF: All right. We'll

24 try --

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CHAIR RANDOLPH: Are you close enough to the

microphone?

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EXECUTIVE OFFICER CLIFF: We'll try a different mic.

Okay. Any better online?

CHAIR RANDOLPH: Really close to the mic and really loud, because I can hear you but you're a little faint.

EXECUTIVE OFFICER CLIFF: In the room it's loud, believe me.

(Laughter.)

EXECUTIVE OFFICER CLIFF: We're going to try something here. Hold please.

Any better?

CHAIR RANDOLPH: Yes.

15 EXECUTIVE OFFICER CLIFF: Okay. Great. Thank
16 you.

Over the last 15 months, staff has held public workshops and meetings, released multiple draft documents, and actively engaged with communities and organizations to solicit feedback and ideas, many of which were incorporated into SIP measures and the strategy before you today. With the 2022 State SIP Strategy, CARB is proposing an unprecedented variety of new measures to reduce emissions from the sources under our authority using all mechanisms available.

This level of action is needed to ensure federal air quality standards are attained and to deliver on our commitments to protect public health, particularly in light of the growing body of evidence on the adverse impacts of air pollution.

Meeting the air quality standards in California will greatly reduce negative health impacts associated with air pollution. We know that low-income communities of color and disadvantaged communities experience disproportionate levels of air pollution and the measures in this strategy will help to address these long-standing environmental justice challenges.

Today staff will present for the Board's consideration, the 2022 State SIP Strategy and Final Environmental Analysis.

I will now ask Austin Hicks of the Air Quality Planning and Science Division to begin the staff presentation.

Mr. Hicks

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(Thereupon a slide presentation.)

AQPSD AIR POLLUTION SPECIALIST HICKS: Thank you, Dr. Cliff.

Hello Chair Randolph and members of the Board. I last updated you in February and I'm happy to I have this opportunity to present to you today the proposed 2022

State Strategy for the State Implementation Plan, otherwise known as the State SIP Strategy.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Before we dive into the materials and measures in the 2022 strategy, I'm going to provide some quick background on federal standards that is a genesis of this planning effort. In 2015, U.S. EPA revised the 8-hour ozone standard from 75 parts per billion, or ppb, to the more stringent and health protective level of 70 ppb. Then, U.S. EPA designated and classified 19 areas in California as nonattainment areas for this standard in 2018.

The map to the right shows all 19 nonattainment area boundaries and current classifications. These areas are required to attain the standard between 2020 and 2037, depending on their classification. Together, local air districts and CARB developed these attainment plans, which must identify both the magnitude of emission reductions needed to provide for attainment and the actions necessary to achieve those emission reductions.

South Coast and San Joaquin Valley are the only two nonattainment areas in the country currently classified as extreme for the 70 ppb standard, with the most critical challenge towards attainment. That being said, the 70 ppb standard is going to be a challenge for

many areas across the state. While historically, most nonattainment areas have been able to demonstrate attainment of ozone standards based on reductions from existing regulations, seven nonattainment areas will need emission reduction commitments from this Strategy to meet the 70 ppb standard.

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AQPSD AIR POLLUTION SPECIALIST HICKS:

Collaborating with our partners is key to developing the control strategy that is included in each SIP. Each of our partners has a role over resources they control. The SIP can and will include emission reductions from CARB and the local air districts as needed to attain. CARB's emissions reduction measures and commitments are developed through the State SIP Strategy. The Strategy builds upon previous strategies and CARB's regulatory efforts by including additional measures and commitments to reduce emissions from our sources to support attainment across the state.

While the local air districts are responsible for developing and adopting their measures, the State SIP Strategy identifies CARB measures and is also identifying action at the federal level for primarily federally-regulated sources and ways to better facilitate and support transportation planning agency's action to

reduce vehicle miles traveled for VMT. Collectively, District and CARB measures, along with federal and transportation planning agency measures provide the pathway towards meeting the standard.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Staff released the Draft State SIP Strategy on January 31st and the proposal before you today was released on August 12th. The Strategy describes the State's proposed measures and commitments to reduce emissions needed to meet the 70 ppb ozone standard as part of the SIPs due this year. In this document, we identify the proposed measures, associated emission reductions, and other elements needed to support attainment of the 70 ppb ozone standard.

With this Strategy, CARB is proposing an unprecedented variety of new measures to reduce emissions from sources under our authority using all available mechanisms. This level of action is needed to ensure all air quality standards are attained and deliver on our commitments to protect public health, particularly in the light of the growing body of evidence on the adverse impacts of air pollution. The Strategy is aggressive and drives the pace and scale of CARB's rulemakings due to California's air quality challenges.

And finally, the Strategy identifies the specific

federal actions needed and associated emission reductions needed to attain the 70 ppb ozone standard in the South Coast.

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AQPSD AIR POLLUTION SPECIALIST HICKS: To put it simply, the measures in our proposed Strategy target the continued transition away from combustion and towards zero-emission technologies. Moving to zero everywhere feasible is what is needed to reduce emissions to the levels needed to support attainment of the 70 ppb ozone standard for all nonattainment areas in California. The Strategy discusses the pathway to zero for measures under State control through regulations, incentives, and voluntary programs. That said, regulations continue to be the core and bulk of CARB's strategy to provide for attainment of the 70 ppb ozone standard and other federal air quality standards.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Since the release of the draft in January throughout -- and throughout the public process, we have been working hard to identify new SIP measures and flesh out the additional details needed for existing measures.

In the proposed Strategy that we released on August 12th, we have added a pesticide measure from our

sister agency, California Department of Pesticide

Regulation, or DPR. DPR is developing a regulation to

address both the cancer and acute risk to non-occupational

bystanders from the use of 1,3-dichloropropene, or 1,3-D,

which will provide volatile organic compound, or VOC,

benefits.

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In the proposal, the federal actions needed in the airport sector was expanded by adding a measure called the, "Airport Aviation Emissions Cap." Including this new airport aviation cap, the proposed Strategy now provides all the measures and emission reductions to support attainment in the South Coast. Further, the emission reduction estimates that were published in the draft Strategy have been updated and include estimates for additional nonattainment areas.

Specific to the transportation conformity budgets, the proposal includes a sub-commitment to emission reductions specifically from on-road mobile sources as part of our aggregate emission reduction commitment for each nonattainment area. This sub-commitment involves reflecting measures that are recently adopted or under development that are needed for the attainment and will more closely align transportation conformity budgets with the on-road emissions used in attainment demonstrations.

And finally, we incorporated the most recent regulatory adoption and implementation schedules.

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AQPSD AIR POLLUTION SPECIALIST HICKS: As we discuss the updates and evolution of our proposed Strategy, it's important to note that a robust public process has been critical in the development of an effective strategy.

We kicked off the public stra -- process with a workshop in July 2021 that provided staff's initial ideas for measures to be pursued in the 2022 State SIP Strategy. Specifically, staff presented the status of measures from the 2016 State SIP Strategy and how concepts from the 2020 Mobile Source Strategy would transition into measures for the 2022 State SIP Strategy.

After the kickoff, staff also held stakeholder meetings where many shared suggestions, opportunities and ideas staff should be pursing in the Strategy.

Last October, staff released the 2022 State SIP Strategy Draft Measures document, which included measures developed by staff, some of which area already undergoing independent public processes, potential federal actions, and these potential measures suggested by the public. Staff then walked through the potential measures identified in the Draft Measures document in a second

workshop to hear additional input, suggestions, questions, and comments from the public.

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In October and November 2021, staff participated in the San Joaquin Valley and South Coast Air District control measure workshops as part of their SIP development process.

After release of the Draft Strategy in January, staff hosted our third workshop, and in February provided a high-level overview of the draft Strategy to the Board, listened to input from Board members, stakeholders, solicited ideas, and answered questions.

And finally, we released the proposed Strategy and hosted our fourth workshop in August, prior to bringing the Strategy to you for consideration today.

The workshops were well attended by stakeholders, including community-based organizations. Later in this presentation, I will present the comments received at this last workshop.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Pollutant nonattainment areas and disadvantaged communities are interconnected so much that 99 percent of disadvantaged community populations in California are within the 70 ppb ozone standard nonattainment areas. We are keenly aware that emissions from mobile and stationary sources have a

disproportionate impact on disadvantaged communities and people of color, for example, many of whom live adjacent to transportation corridors and industrial operations.

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The measures in the proposed Strategy will benefit low-income and disadvantaged communities by providing opportunities to significantly reduce emissions and exposure in communities of concern. Such opportunities include the rapid transition to zero-emission technologies.

The Strategy measures strive to complement AB 617 strategies while being consistent with CARB equity goals. Staff solicited public input and met with community-based organizations early in the process to discuss the best ways to support community-level emission reductions as part of the 2022 State SIP Strategy. And as we know, we must do more to provide benefits to the low-income and disadvantaged communities for -- who for generations have been bearing the brunt of combustion emissions.

Throughout this process, the public ideas and suggestions from community-based organizations have helped inform the measure development process.

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AQPSD AIR POLLUTION SPECIALIST HICKS: As a result of this outreach and engagement, CARB received suggestions from the public for State measures to be

included in the 2022 Strategy, which we refer to as the public measure suggestions. Many of the items in the table have been included or discussed as a part of the various community emission reduction programs developed by select communities, together with their air district partners under CARB's AB 617 Community Air Protection Program.

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CARB has incorporated five of the public measure suggestions into proposed Strategy measures. CARB incorporated the on-road heavy-duty vehicle useful life concept, as well as the option to use additional incentive programs for zero-emission trucks, and Indirect Source Rules in the Zero-Emissions Trucks Measure.

For appliances, CARB is proposing to set zero-emission standards for space and water heaters and are including in the measure as a possibility to expand to other types of appliances.

And finally, CARB and DPR are proposing a pesticide measure from D -- from DPR for 1,3-D. I will discuss these measures more in the coming slides.

CARB will continue to explore the remaining public measures, including how these can meet federal Clean Air Act requirements for SIP measure approvability, and research any new concepts as we move forward

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AQPSD AIR POLLUTION SPECIALIST HICKS: The items listed here are the proposed measures that CARB staff have included in the Proposed Strategy. On August 12th, we released the proposal, which included a description of many of these measures, and for many of them, the associated emission reductions. These measures are categorized into on- and off-road mobile sources, primarily federally-regulated sources, and other sources for consumer products and appliances.

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 $\label{eq:continuous} \mbox{I will describe these measures more in the next} \\ \mbox{few slides.}$

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AQPSD AIR POLLUTION SPECIALIST HICKS: Again, here is the list of CARB measures in the Strategy and the proposed schedule for Board consideration and implementation for each item. This schedule is important, because this is one of the elements that the Board will be considering today to be submitted to EPA. For future SIP commitments, EPA requires a commitment to the timelines and this schedule fulfills that requirement.

The gold stars represent the year the measures are scheduled to be brought to the Board for consideration. And as you can see, most of these measures will be brought to you in the next few years.

Following adoption, the dark blue squares

represent the years planned for implementation to begin for each measure.

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Let's now turn to spec -- to the specifics of the measures.

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AQPSD AIR POLLUTION SPECIALIST HICKS: For on-road mobile sources, the Strategy includes the Clean Miles Standard Regulation, Advanced Clean Fleets Regulation, and On-Road Motorcycles New Emissions Standards. The Advanced Clean Fleets Regulation is well under development and will accelerate zero-emission vehicle adoption by setting zero-emission requirements for heavy-duty fleets, specifically target -- targeting the larger fleets first. The Board will have the first hearing for this measure next month.

The Zero-Emissions Trucks Measure is an innovative new approach that will build -- that builds on the public measure suggestion for a Heavy-Duty Vehicle Useful Life Regulation. The Zero-Emissions Trucks Measure targets the replacement of older trucks in order to increase the number of heavy-duty ZEVs as soon as possible and reduces emissions from fleets not affected by the Advanced Clean Fleets Measure.

The Measure includes the possibility of doing a regulation to directly force retirement of trucks when

they reach the end of their useful lives. Because this kind of regulation could be especially hard on small businesses and single owner-operators, we also discuss in this measure new methods and tools that could be used to replace older trucks if CARB were to be given additional legislative authorities, including using market signal tools that would not unduly burden low-income truckers, provide flexibility and target reductions in areas that need it most.

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With the On-Road Motorcycle New Emissions
Standards, CARB would develop new exhaust emissions
standards that achieve harmonization with more aggressive
current European motorcycle emission standards. The Clean
Miles Standard Regulation was adopted by the Board in 2021
and reduces emissions from ride-hailing services. While
it has been already adopted, this was not included as a
measure in CARB's previous 2016 State SIP Strategy and
thus it is being included as a measure here for inclusion
in the SIP.

Finally, the Enhanced Regional Emission Analysis in SIPs Measure primary goal is to reduce on-road mobile vehicle emissions through VMT reductions. CARB is considering the following options to support reductions in VMT: a change to motor vehicle emission budgets development process, reasonably available control measures

analysis for transportation control measures, and updated guidance for the Congestion Mitigation and Air Quality Improvement Program and the expenditure of motor vehicle fees. These measures will provide additional on-road mobile source emission reductions to support attainment of the 70 ppb ozone standard.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Next, I'll cover the proposed measures for off-road vehicles and equipment. Our list of potential measures to control emissions from off-road vehicles and equipment includes a broad range of programs that go far beyond those in previous SIP strategies. Emissions from off-road vehicles and equipment are significant and contribute about 35 percent of total statewide oxides of nitrogen, or NOx, emissions in 2017, with that contribution expected to continue to grow into the future.

The Tier 5 Off-Road New Compression-Ignition
Standards would require more stringent exhaust standards
for all power categories. Amendments to the In-Use
Off-Road Diesel Fueled Fleets Regulation would target the
oldest and dirtiest equipment allowed to operate under the
current regulation structure by adding an operational
backstop to the current regulation for the dirtiest
engines between 2024 and 2036.

The Transport Refrigeration Unit Regulation part 2 would require zero-emission for trailer and other TRUs. This would be the second phase of a TRU rulemaking that the Board passed earlier this year. Amendments to the Commercial Harbor Craft Regulation were also adopted by the Board a few months ago. This action requires the vessels to meet the cleanest possible standard and retrofits based on compliance schedule.

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The Cargo Handling Equipment Regulation proposes to start transitioning to fully electric in 2026 to achieve over 90 percent penetration of electrical equipment -- of electric equipment by 2037.

The Off-Road Zero-Emission Targeted Manufacturer Rule would propose to require manufacturers to produce for sale zero-emission equipment as a percentage of their annual sales volume. This would increase availability of zero-emission options in the off-road sector and support other potential measures that promote or require the purchase and use of such options.

The Clean Off-Road Fleet Recognition Program would create a voluntary program encouraging fleets to incorporate advanced technologies into their fleets.

And finally, the Spark-Ignition Marine Engine Standards proposes to adopt more stringent exhaust standards and evaluate zero-emission technologies.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Along with on-road sources and off-road equipment, the Strategy proposes measures for consumer products, appliances, and now pesticides as well. CARB is proposing to amend the Consumer Products Regulation to achieve additional reductions in VOCs beyond those achieved through the 2020 and prior amendments.

The proposed Strategy is also proposing a new zero-emission standard for space and water heaters sold in California that would go into effect in 2030. For this measure, staff is considering that it could expand -- could be expanded to include other end uses consistent with suggestions received from the public for additional building and appliance emission standards.

During the public process, we have received many comments concerning pesticides. Pesticides are used for urman -- urban and agricultural pest management across the state and are a source of VOC emissions. Pesticides are regulated under both federal and State law. As part of the public measure suggestions in the draft Strategy, staff included a potential pesticide measure. CARB staff have been collaborating closely with staff at our sister agency, DPR, to work towards identifying actions to reduce pesticide emissions that could be pursued in the SIP. As

a result of these efforts, the proposed Strategy now includes a measure to be included in the SIP, the regulation that DPR is developing to address both the cancer and acute risk to non-occupational bystanders from the use of 1,3-D by shifting to application methods with lower 1,3-D emissions or that use other measures to reduce their exposure. The regulation will be developed in consultation with CARB, the county agricultural commissioners, and other relevant State and local agencies.

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Mentioned early, CARB staff is exploring all mechanisms to control emissions in order to improve air quality and better protect public health. It is important to mention that some mobile sources are primar -- are primarily regulated at the federal and international level. Even so, CARB will pursue measures as shown on this slide for locomotives, aviation, and ocean-going vessels to the extent available under our authority.

CARB is currently undergoing a public rulemaking process to propose an In-Use Locomotive Regulation, which would accelerate the adoption of advanced, cleaner technologies, including zero-emission technologies, for locomotive operations. The associated emission reductions

from this proposed measure are significant.

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For aviation and ocean-going vessels, CARB is evaluating relevant authorities and exploring potential approaches to reduce emissions from these sources to support attainment of air quality standards and to provide reductions in toxics and other emissions to the communities near airports, ports, and other freight facilities.

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AQPSD AIR POLLUTION SPECIALIST HICKS: While CARB and the districts are working to identify all actions within our jurisdiction to reduce emissions from primarily federally-regulated sources, I want to highlight that we cannot achieve the air quality standards without action at the federal level. The graph here shows statewide mobile source NOx emissions from 2000 to 2040, with the blue line representing California regulated mobile sources with adopted rules, and the gold line representing the primarily federally-regulated sources, such as interstate trucks, planes, trains, and ships.

Emissions from primarily federal-regulated sources surpassed California sources in 2020, and without more stringent federal requirements, emissions will be doubled to California sources by 2030 -- by 2031. Given the contribution from these sources, federal action is

critical to attain the 70 ppb ozone standard, as well as to support attainment of other federal standards and protect public health.

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AQPSD AIR POLLUTION SPECIALIST HICKS: In the proposed Strategy, we identify the regulatory actions needed from federal and international entities for interstate on-road, heavy-duty vehicles, preempted off-road equipment, locomotives, aviation, and ocean-going vessels. These are shown on the slide here. For on-road heavy-duty vehicles, CARB outlined a petition in the 2016 State SIP Strategy for a federal low-NOx standard. Since that time, a petition was sent and EPA is now moving forward with the federal Clean Trucks Plan.

Beyond this though, CARB would petition or advocate to EPA for federal zero-emission, on-road, heavy-duty vehicle requirements. For preempted off-road equipment, CARB would petition or advocate EPA to require off-road equipment Tier 5 compression-ignition standards, new spark-ignition standards, and zero-emission standards where the technology is feasible.

For locomotives, CARB included in the 2016
Strategy a measure to petition for more stringent national locomotive emission standards. CARB submitted this -- this petition and is waiting for EPA to respond or act.

Beyond cleaner combustion standards, CARB would petition or advocate to EPA to promulgate national zero-emission standards for locomotives and to address remanufacturing.

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For ocean-going vessels, CARB would petition or advocate to adopt more stringent Tier 4 marine standards and require visits made by Tier 3 or cleaner vessels.

And finally, for aviation, CARB would petition or advocate to EPA, and the International Civil Aviation Organization, and other regulating agencies for more stringent standards for aircraft engines to require the use of cleaner fuels and engines when traveling through California, and to require zero-emission, on-ground operations at California airports.

As I mentioned earlier, our new addition to the proposed Strategy for the aviation sector is for an airport aviation emissions cap. This emissions cap would set an emissions level for all aircraft activities related to each airport preventing emissions to increase with airport growth and reduce existing emissions by replacing airport activities with cleaner combustion and zero-emission technologies.

Emission reductions from these federal and international actions are necessary for California, and more specifically the South Coast, to attain the 70 ppb ozone standard. Nonetheless, when EPA acts on CARB's

commitments to support South Coast's attainment demonstration, they will have to classify these measures as Clean Air Act 182(e)(5), or black box measures, because these measures are action at the federal level.

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That said, this is very different -- this is very different than the use of black box measures in the past, due to the fact that these federal actions are identified in detail with emission reductions as needed to achieve attainment in the South Coast.

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measures contained in the proposed Strategy reflect a combination of State actions, and petitions, and advocacy for federal and/or international action. Listed here on this slide are the potential NOx emission reductions from the measures in the 2022 Strategy, along with a small portion from the remaining 2016 State SIP Strategy measures that are not yet accounted for in the baseline emissions inventory. Even with the substantial emission reductions associated with ongoing implementation of the existing control program, these reductions from new measures are needed to provide for attainment of the 70 ppb ozone standard in these areas as shown in the table.

Similar to the schedule mentioned above, aggregate emission reductions from the measures identified

in the Strategy are a required element for attainment demonstrations. Because the district plans are still under development, emission reduction estimates could change slightly as the attainment demonstrations are finalized. For this reason, these aggregate emission commitments will be proposed by CARB staff alongside each 70 ppb ozone SIP in the coming months.

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AQPSD AIR POLLUTION SPECIALIST HICKS: As I stated earlier, South Coast remains the biggest challenge when it comes to attaining ozone standards, but the proposed Strategy now includes measures and reductions needed from state sources to show a pathway for attainment in the South Coast. At the February Board hearing, staff provided a similar bar chart that had yet -- that had not yet identified all of the measures and reductions needed. Since then, staff has been working closely with South Coast District to identify additional measures and quantify benefits from certain measures that were still in development. The chart here shows South Coast NOx emissions.

From the left to right, the bar charts shows the emissions starting point in 2037 for the South Coast by category. The line going across the chart at 60 tons per day represents the emissions levels need to meet 70 ppb

ozone standard.

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Next, after accounting for 73 tons per day of NOx reductions from CARB measures in the 2016 and the 2022 Strategies, and proposed district actions from the revised Draft Air Quality Management Plan.

Finally, with the 52 tons per day of NOx emission reductions from the proposed federal action, we are able to reach the 60 tons per day NOx carrying capacity level, thus demonstrating attainment for the 70 ppb 8-hour ozone standard in the South Coast.

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AQPSD AIR POLLUTION SPECIALIST HICKS: As part of the proposed Strategy, staff assessed the potential statewide impacts to the California economy from the suite of emission reduction measures. The table below is a summary of statewide impacts. Over the life of the strategy, from 2023 through 2037, the total net cost of the proposed measures is estimated as \$96.2 billion, which includes \$42.7 billion from the proposed CARB measures and \$53.4 billion as a result of measures that require federal actions. The average annual cost from 2023 to 2037 is estimated at \$8.8 billion, which is less than 0.3 percent of projected G -- California GDP in 2037.

The cumulative statewide NOx reduction is estimated to be 1.04 million tons through 2037. From 2023

through 2037, the Strategy will lead to an average annual decrease of 53,000 jobs compared to the projected baseline levels. It is important to note that this is not a decrease in 53,000 jobs every year, but an average over the 15-year period when compared to the baseline. The cost effectiveness is \$92,000 per ton of NOx, which is the ratio of the total amortized cost divided by the cumulative NOx reductions through 2037.

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In contrast to most of the economic analysis brought before the Board for regulations in other items, this analysis is purely based on cost at this time. It does not factor in it -- in any monetization of the substantial public health benefits that will result. Because this Strategy is focused on ozone attainment, staff felt it appropriate that quantified health benefits include benefits from reduced ozone levels.

Staff in our Research Division is currently working and undergoing a public process to refine and further establish the methodology by which CARB will quantify ozone health benefits into the future, and we look forward to being able to share these results with the Board and the public through the future planning efforts.

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AQPSD AIR POLLUTION SPECIALIST HICKS: As I mentioned early, staff held the fourth workshop in

conjunction with the release of the proposed Strategy in August. Staff presented a high-level overview of the Strategy with the new measures and economic analysis, and has -- and also heard significant input and feedback from stakeholders and answered questions. The staff -- the workshop was well attended and CARB staff received significant feedback.

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AQPSD AIR POLLUTION SPECIALIST HICKS: We wanted to highlight the main feedback we received at the workshop, most of which was consistent with -- with what we had received through recent comment letters in other venues over the last few months.

First, it is important to note that stakeholders and the public were very thankful for the inclusion of the Zero-Emissions Trucks Measure and for the significant emission reductions the proposed In-Use Locomotive Regulation is anticipated to achieve. Stakeholders also provided significant input on more opportunities for a stronger pesticides commitment, accelerated Zero-Emission Truck Measure schedule, BACT/BARCT determinations, and equitable transition to a zero-emission future.

On the next slides, I will discuss each of these in more detail.

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AQPSD AIR POLLUTION SPECIALIST HICKS: CARB added DPR's 1,3-D regulation to the proposed Strategy, which was released on August 12th. This regulation is currently under development by DPR and will address cancer and acute risk from the use of 1,3-D by shifting to application methods with lower 1,3-D emissions or use other measures to reduce exposure.

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At the August workshop, advocates continue to recommend a stronger pesticide measure beyond on the 1,3-D me -- beyond the 1,3-D measure in the proposal. They provided several rec -- recommendations including DPR committing to a broader measure that addresses more pesticides and CARB pursuing a pesticide measure under our authority.

Finally, advocates want a targeted percent VOC emission reduction commitment by specific years.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Over the last month since our workshop, CARB has been working closely with DPR to consider options for additional measures or emission reduction commitments. DPR is now working to estimate potential emission reductions for their 1,3-D measure and will be including these measures in our aggregate emission reduction commitments that we will be considering by the Board in January for the San

Joaquin Valley and for other areas alongside their respective ozone SIPs.

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Moving forward, CARB will be partnering with DPR to proactively assess ways to reduce VOC emissions and also greenhouse gas impacts throughout DPR's programs.

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AQPSD AIR POLLUTION SPECIALIST HICKS: At the August workshop, stakeholders expressed appreciation for developing and adding the Zero-Emissions Trucks Measure in the Strategy. This measure is currently proposed for the Board consideration in 2028 and implementation would begin in 2030. Stakeholders are advocating to accelerate this measure by two years, so adoption would be in 2026 and implementation would begin in 2028.

Across CARB, staff continues to pursue an aggressive regulatory schedule that prioritizes measures to achieve the greatest emission reductions and most benefit to public health, while also continuing to work with stakeholders to ensure we're developing programs with deadlines that can be met and that place the least burden on small businesses.

The schedule for the Zero-Emissions Truck Measure in the proposed Strategy was designed to allow implementation of the Advanced Clean Fleets regulation to begin, starting the first wave of our zero-emission truck

requirements with large fleets. It has always been CARB's intention to go further, so this new measure is that second wave which will be pushing the transition to zero in the smaller fleets.

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Staff strives to approach this in a flexible way that does not overburden small businesses and single owner-operators. And the time laid out in the proposed schedule is what staff anticipated is needed to have the best chance at accomplishing this goal while also continuing to drastically reduce emissions from heavy-duty trucks.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Also, during the August workshop, advocates voiced the need for CARB to develop best available control technology or best available retrofit control technology, BARCT -- BACT and BARCT, determinations for stationary sources as a SIP measure. While this is not included as a SIP measure at this time in the proposed Strategy, CARB is still evaluating BACT/BARCT determinations and how actions such as these at the State level could potentially meet Clean Air Act requirements for SIP measure approvability in the future.

As local air districts have primary regulatory authority over stationary sources, submittal into the SIP

of district attainment plans and adopted district rules that require controls at BACT and BARCT levels are the mechanism by which these demon -- determinations are able to be included in the SIP and made federally enforceable.

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That said, CARB staff is working closely with the local air districts to identify existing BACT determinations and BACT guidelines across the state in order to better support statewide consistency and collaboration.

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AQPSD AIR POLLUTION SPECIALIST HICKS: And finally, at the public workshop and throughout the process, staff has heard from the public about the importance of ensuring equity in CARB's programs as we drive forward toward zero emissions everywhere feasible. While there is a broad support for zero-emission measures in the Strategy, advocates have expressed that equity and incentives for low-income populations need to be a focus as these zero-emission measures are developed.

Specifically, we've heard from advocates a need to ensure that the Zero-Emission Standards for Space and Water Heater Measure in the Strategy is designed as equitably as possible and through a process that involves thorough engagement with communities and community-based organizations. CARB has been in regular communication

with advocates on these issues and staff will continue to coordinate with them and others during the formal regulatory process. Staff also continues to hear comments on the ongoing need for targeted incentives to support low-income and disadvantaged communities in the transition to zero-emission vehicles.

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Staff is committed to continuing to work to identify and develop programs that will provide additional targeted incentive funding, as you will hear more about when the funding plan is brought to the Board in a few months.

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AQPSD AIR POLLUTION SPECIALIST HICKS: To summarize, the proposed 2022 State SIP Strategy identifies the pathway to attain the 70 ppb ozone standard across the State. The measures as outlined in the Strategy meet EPA's SIP approvability requirements and are needed to support the attainment SIPs that the districts across the state are releasing. These SIPs are due to EPA and will be adopted by each district and brought to this Board for consideration in the coming months.

Looking forward, staff will continue to work with the public to potentially incorporate additional measure suggestions through the upcoming Board actions.

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AQPSD AIR POLLUTION SPECIALIST HICKS: Based on everything I've covered in this presentation, CARB staff recommends that the Board adopt the Proposed 2022 State SIP Strategy and the commitments to pursue measures according to the defined schedule. We also recommend that the Board certify the Final Environmental Analysis and response to environmental comments, and direct the Executive Officer to submit the 2022 State SIP Strategy to EPA for inclusion in the California SIP alongside the relevant district SIPs.

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AQPSD AIR POLLUTION SPECIALIST HICKS: So what are the next steps?

Today, the Board will be considering the proposed Strategy along with the federal environmental analysis. The districts are currently developing the nonattainment area SIPs. For the seven areas needing emission reductions beyond adopted programs, the plans will include the measures and reductions from the State SIP Strategy to demonstrate attainment. These district SIPs will come to the Board for consideration over the next several months, after they are approved by their respective District Boards.

Once adopted by this Board, these district SIPs will be submitted to EPA for inclusion in the SIP. And

finally, over the next 15 years, CARB will be developing and implementing the ambitious suite of measures identified in the Strategy, thereby ensuring that all nonattainment areas in the state can meet the 70 ppb ozone standard and bringing healthier air to all Californians.

Thank you, Chair Randolph and members of the Board.

CHAIR RANDOLPH: Thank you so much for that presentation. And it is now time to hear from the public who signed up to speak on this item either by submitting a request-to-speak card or a raised hand in Zoom. And is -- as is our practice, we will close the Zoom queue after a certain point in time. So I'm going to go ahead and suggest that that happen at 2:30. So the Board Clerk will close the Zoom queue at 2:30.

All right. So I will now ask the Board clerks to begin calling the public commenters.

BOARD CLERK ESTABROOK: Thank you, Chair. We have five people in person. And the first is Bill Magavern.

BILL MAGAVERN: Got it. Thanks. Good afternoon, Madam Chair, and Board members. And Dr. Cliff, congratulations on moving up from the federal government.

(Laughter)

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BILL MAGAVERN: Good to have you back.

I really, really admire the staff presentation.

And we support so many of these measures, and look forward to working with all of you over the next many years to implement them for the good of the people of California.

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I do have to point out though that I do not think that these measures will add up to reaching attainment, which is unfortunate, because, you know, that's really what the mission of this agency is and the mission of my group is, is to deliver healthy air to the people of California who have been denied for a long time. And as this presentation pointed out, that's particularly true of people in disadvantaged communities.

And while we strongly agree that the federal government should be doing much more in the areas where it has primary jurisdiction. I cannot confidently say that I expect the federal government to do that. And so it's I think very telling that the two biggest items in this plan from a perspective reducing NOx are locomotives and ocean-going vessels, both areas where we really need the federal government to step up and we've seen very, very little action.

So what I take from that, for purposes of today, is that, you know, we need to do more, as I think many of you have indicated. We need to find all of the emission reductions we can. And you will be seeing the locomotive

measures soon, which is -- is really crucial. We do need to do a lot more in ocean-going vessels.

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And I want to talk specifically about trucks, because we have over more than a year been suggesting that we need to put in place a measure to turnover the oldest, dirtiest diesel trucks. And I really appreciate the fact that the -- the staff heard us and included a measure. And I think speaks really well this agency that has suggestions from the public can be included in this really important plan. So this Zero-Emission Trucks Measure, we're -- we're very appreciative that it's been included.

It is, in terms of NOx reductions, the fourth biggest item in this plan, so it's essential that any hopes we have of reaching attainment in the South Coast and the San Joaquin Valley. And, you know, we also -- we hear about the Governor's Executive Order, which says that by 2045 all the trucks on the road are going to be zero-emission heavy-duty trucks. But as of now, there's no measure in place to actually make that happen. So to actually accomplish that, we need to have the trucks turnover. And the fact is that the Legislature in 2017 basically invited you to require that heavy-duty trucks be retired --

(Timer concluded.)

BILL MAGAVERN: Wow. I hope that wasn't like a

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flex alert or something.

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(Laughter)

BILL MAGAVERN: -- that they be retired at the end of their useful lives, and that's defined as being at the latest 18 years.

So the rationale --

BOARD CLERK ESTABROOK: Thank you.

BILL MAGAVERN: -- for having --

BOARD CLERK ESTABROOK: That's your time. Thank you, Bill.

BILL MAGAVERN: Okay.

BOARD CLERK ESTABROOK: And just for everyone in the room, we turned up the volume, so that the folks in Zoom could hear us better, so that's why that sound is so alarming.

BILL MAGAVERN: Great.

BOARD CLERK ESTABROOK: Will.

Okay. So we've tried turning it down a little bit for those in the room. So on Zoom, if you can't hear, Chair Randolph maybe just let me know.

All Right. Go ahead.

WILL BARRETT: All right. Thank you, all. I'm Will Barrett with the American Lung Association. I've lowered the thing, because I'm not as tall as Bill and certainly not as eloquent, so I'll just dive right in.

I wanted to say first I wanted to thank everyone for the great work that's been done in this plan.

Certainly, it's a core public health function of the California Air Resources Board to move this process forward, and, you know, we support many, many elements that are in this plan. We certainly support and appreciate the focus on zero-emission technologies across the board, as was discussed in the presentation from trucks, to fleets, to locomotives, to appliances. We know the shift way from combustion is critical to improving air quality in California, meeting standards, and improving health in our communities across the board.

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Like Mr. Magavern said, I -- you know, we were calling for the inclusion of the useful life measure for several years, many Board hearings about that, and very much appreciate it being included in the -- in the document.

On the issue of broad support for that measure, we submitted a letter to today with 19 health organizations on it that really again reiterate our, you know, appreciation and support for that measure. We also though call out, as was noted in the presentation which I appreciate, the fact that we think that that measure can move more quickly and deliver health benefits more quickly. So if we're looking at 2010 trucks, we think

that at the 18-year mark under SB 1, 2028 is an appropriate implementation time.

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We think that the process should be accelerated in a way that by 2024, the staff should come back to the Board looking at the two options that were evaluated in the SIP, either seeking out new authorities or using existing authority, to make this measure happen. So we think by 2024, the staff should come back with a report saying we've gotten nowhere on new authorities with the Legislature, we'll use our existing authority. It has to be very clear, kind of go/no-go moment as far as what the path is to making sure we're moving forward adopting the policy. And again, we'd like to see the policy adopted in 2026 and moved into implementation in 2028, again to capture those 2010 trucks, again at the outer bounds of where SB 1 sets useful life.

A quick rundown. Very exited to work with the Board on the locomotive elements coming up in November. I think that's going to be critically important, not only for ozone attainment, but local diesel reduction health benefits. Also, we'll continue to work closely with our federal staff on federal issues, because we know that those gaps have to -- have to be closed. We need more pressure on the federal government to step up for the people of California.

So with that, I'll just say thank you. Look forward to working with the Board and staff. And that's it. Thank you very much.

BOARD CLERK ESTABROOK: Thank you.

Teresa.

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TERESA BUI: Good afternoon, everyone. My name is Teresa Bui with the environmental non-profit group Pacific Environment. We hold a consultative status with the International Maritime Organization.

I just wanted to echo the comments made by Bill Magavern and Will Barrett on the -- that the timetable for the Zero-Emission Truck Measure should be accelerated. We will be focusing the bulk of our comments on the ocean-going vessels. I just want to thank staff for all their hard work on the State Implementation Plan. However, we are very disappointed to see that the -- the proposed time measure got -- in the SIP got weaker and that we think the time -- the proposed time frame is too weak and too slow.

The shipping industry has skirted regulations for decades and is one of the worst polluters. For far too long, Black and Brown working class communities in West Long Beach, Wilmington, and San Pedro have been contaminated with ship -- toxic ship pollution as major ship companies and retailers chose the cheapest and most

toxic deadly fossil fuel to ship cargo.

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CARB estimates that ship import pollution contributes to an estimated 2,400 premature deaths each year in the state. At the same time, cargo -- cargo owners are making record profits, more money than they've ever made before. And we're urging CARB to commit to zero-emission shipping by 2040.

Just this week, shipping giant MAERSK, one of the top shipping carriers has endorsed U.S. Representative Lowenthal's Clean Shipping Act, demonstrating there's industry support for a regulation that levels the playing field and clear market signals for industry decarbonization. And just this morning, Target joined major retailers Amazon and Ikea in supporting zero-emission shipping by 2040.

And so now we need clear market signals from the firth largest economy in the world. Ships have the highest NOx emissions. And the public health benefit from regulating ships surpasses all other transportation sectors. CARB's only -- own study shows the ship congestion from the San Pedro Port congestion as equivalent to a NOx emission increase from 5.8 million passenger cars and equivalent to 100,000 big rig trucks per day.

And so these cargo owners are making more money

than Google and Amazon combined and should be forced to fund the transition to zero emission. In addition, the recently enacted impleme -- Inflation Reduction Act has provided \$3 billion for port cargo transition and California has provided \$1.2 billion for port modernization to help fund this.

So similar to cars and trucks, we need ships to go zero emission to save lives. And CARB's sulfur fuel standards has punted to IMO to adopt a global -- a similar global rule. And California passed the world's first sulfur emission on maritime emissions in 27 -- 2007. And because so many ships go through California, this regulation has forced oil and gas --

(Timer concluded.)

TERESA BUI: Oh, shoot.

With that, we're urging CARB to, once again, show us leadership and adopt zero emissions for all vessels by 2040. Thank you so much for your time.

BOARD CLERK ESTABROOK: Thank you.

Daniel.

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DANIEL BARAD: Good afternoon. Daniel Barad on behalf of Sierra Club California and our 500,000 members and supporters statewide.

We thank the staff for all their work on the SIP strategy and we appreciate the overall effort of the SIP

to transition away from combustion and towards zero-emission technologies. There are three major components that we are particularly excited to support.

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First, we applaud the measure requiring 100 percent zero-emission space and water heater sales in the State by 2030. This will reduce the building sector's carbon footprint and improve public health. We also appreciate the commitment to equity-centered engagement and community input at all stages of this process.

Second, we strongly support the inclusion of locomotive measures in the SIP to cut down on the significant NOx, GHG, and toxic air pollution across all classes of locomotives. We support limitation -- limitations on idling, the establishment of a spending account to help transition to zero-emission technologies, and the in-use operation requirements that will phaseout the dirtiest locomotives in California.

Finally, we support the Zero-Emission Truck

Measure and appreciate that CARB has included an Option B,

if it cannot get additional authorities.

The combined effects of the ACT and ACF in the proposed ACF rules will still leave about one million polluting trucks on California's roads in 2045 when vehicles everywhere feasible need to be zero emission.

The proposed Zero-Emission Truck Measure acknowledges this

gap and seeks to close it. We very much support the objectives of this measure, but we have recommendations to improve it.

As my -- the three colleagues ahead of me mentioned, we believe the implementation dates should be moved from 2030 to 2028, and the first Board meeting should therefore be moved from 2028 to 2026. This will allow for greater emission reductions as CARB could retire 2010 trucks as soon as they reach their useful life in 2028. We further urge the Board to decide by the end of 2024 whether they have secured the additional authorities desired for the Option A or if they should begin on -- again working on Option B. These modifications will ensure that the Zero-Emission Truck Measure works as intended to retire polluting trucks as soon as possible.

Again, we are supportive of the SIP overall and urge you to approve it today with our recommendation.

Thank you.

BOARD CLERK ESTABROOK: Thank you.

Sean.

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SEAN EDGAR: Chair and Board members, Sean Edgar appearing before you on behalf of the Western States

Trucking Association. Founded in 1941, the Association is the oldest, independent, non-profit vocational trucking association in the state, and happy to offer some

comments.

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I'll just recite from the letter that the Association filed on the draft plan in February of this year. And the current plan does not appear any more feasible to our members than the draft plan that was presented. The members are -- would fall both into the ACF category, which we had a little bit of a discussion earlier today. We'll have more discussion next month on that.

Also, the members would fall into Zero-Emission
Truck Measure as proposed. And small business members,
particularly of this Association, are hurting at this
time. So based upon all of the reasons we discussed
earlier about the enormous challenge that it's going to
take to get the zero-emission trucks, the Association does
not feel at this time that it's appropriate to list that
in the SIP document, because as we've found in the past,
once an item is listed in our SIP document, the -- it
seems compelling enough that the Board would have to take
action on it. And once it's in the SIP, it's in the SIP,
and it doesn't seem like it has much opportunity to change
it once in the SIP. So our comments today are consistent
with our written testimony this past February.

And I'll just, in the time I have left, reference Professor Sperling asked a little bit about associations

and collaboration. So many of you know, today is an anniversary. This is the 22nd anniversary of me appearing in front of the Board the first time. Mrs. Riordan and I share special memories over trash trucks. I think that a little bit of perspective on collaboration. In that particular experience, we had a huge level of effort over a three-year period to develop what was, at that time, the first private fleet retrofit requirement. The members of that association came through that with flying colors. There was one review in front of the Board in 2004. Other than that, the Board didn't hear thinking about it until 2019. That left the perception amongst those folks affected by that rule, that the Board really didn't care to have a 15-year gap.

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I've also indicated to you that many of the folks in that arena that are members of WSTA are also just getting over implementing the Truck and Bus Regulation at great expense.

And I guess finally, I would point out that when you staff comes to the shocking, startling conclusion that natural gas vehicles are more polluting than diesel vehicles, I think that gives pause to a lot of the folks that I work with that walked into a bank and bonded or borrowed over a billion dollars to make renewable natural gas and natural gas vehicles a possibility. So when --

when -- I know -- I know Board staff prides itself on technical prowess in evaluating all science. I don't think that's very science based. And if it is science based and it is correct, then I think the Board probably owes an explanation to ratepayers and taxpayers that haven't invested a lot of money as well and public agencies that have invested in renewable natural gas.

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So I'll just conclude by saying collaboration is obviously a two-way street and we look forward to working with you.

BOARD CLERK ESTABROOK: Thank you. That concludes our in-person commenters. And now it's past 2:30, so the queue is closed for Zoom.

With that, we have about 25 people with their hands raised, so I'll pass it to Lindsay to call on those.

BOARD CLERK GARCIA: Thank you.

So the first few commenters in Zoom will be Michael Kapolnek, Jane Sellen, Janie Kilgore, and Ryan Kenny. And I apologize in advance if I mispronounce anyone's name.

So Michael, I have activated your microphone. Please unmute and you can begin.

MICHAEL KAPOLNEK: Hello. My name is Mike
Kapolnek. I'm a retired engineer living in Sunnyvale,
California. I ma here to comment on the zero-emissions

standard for space and water heaters. My wife and I firmly support building decarbonization efforts in building electric -- electrification efforts associated with those, but we cannot support this standard as written, as we see it has a major flaw. This -- this standard has the potential to have the greatest impact on an average Californian since the initiation of smog checks. First of all, it removes the choice of fuel for new space and water heaters, but much more significantly it will force many homeowners into expensive retrofits of their electrical service in the midst of trying to do an emergency repair to restore hot water or heating into their home.

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These panel upgrades will be required for a large number of homes to support the zero-emission requirement. It's an expensive and complicated process requiring design and coordination with utilities. My wife and I are going through it right now. We were on track to have a panel replaced in six weeks at a cost of \$5,000 until PG&E projected our design. We now have to move to the other side of the house. Our costs will at least double and the time frame grow by months.

This is not unusual. We're the third homeowner on our block to have to replace -- to have to move their service panel as part of an upgrade. This is driven by

PG&E rules that treat service panel replacement as if it's in new construction.

months to do a panel upgrade during which time anyone that needs to operate will be without space or water heating. That is not acceptable. I suggest that we change -- that this be changed to a set of building code requirements that specific -- specifically require the zero-emission appliances in homes who service panel already includes the capability for those units.

Per my looking at your -- your data, the set of homes requiring panel upgrades represent about one half of one percent of the total statewide NOx emissions and less that one percent of greenhouse gas emissions. That doesn't seem to justify the pain that will be caused to the homeowner who's trying to do these upgrades in the middle of a loss of heating or hot water.

Some of that loss of emission gains could be recovered by adding a new rule that any central air conditioner condenser assembly to be replaced by 2030 be replaced with a high efficiency heat pump system that they could be used to both heat and cool the house, thus replacing gas heating or inefficient electric heating in those homes.

Thank you.

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BOARD CLERK GARCIA: Thank you.

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Okay. Jane, I have activated your microphone. Please unmute and you can begin.

JANE SELLEN: Hi. Thank you for the opportunity to comment. I'm Jane Sellen, Co-Director of the statewide coalition Californians for Pesticide Reform. We've advocated extensively for the various BDOs at CalEPA to heed the role of agricultural pesticides in the public health and air quality emergency in the San Joaquin Valley and to take steps to address the extreme racial disparity and impact across California's agricultural heartland.

We appreciated the commitment in the January draft to consider how DPR and CARB could work together to address pesticide emissions in the SIP. And we're hopeful that an update to the 1994 enforceable VOC emissions reduction commitments would be forthcoming in light of the stricter federal ozone standard.

Instead, the draft your considering merely describes DPR's ongoing rulemaking for 1,3-D and explicitly excludes it as an enforceable measure instead noting that it may reduce emissions. That's not good enough. The SIP is one key place where the State can build trust in most impacted communities by prioritizing this class of air pollutants for real and enforceable reduction targets.

We heard and appreciated CARB staff's announcement that 1,3-D emissions reductions will be included in the San Joaquin Valley SIP to be considered in January, and we welcome that commitment.

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However, we strongly oppose the plan to use DPR's calculation of likely emissions reduction based on the draft rule instead of CARB setting an ambitious target that DPR's regulation must attain. CARB, not DPR, is primarily responsible for the quality of California's air, and in other spaces has acknowledged their authority to regulate pesticide toxic air contaminants after their pesticidal use once they volatilized in the air. CARB should exercise this authority and must lead not follow when it comes to setting the target for 1,3-D emissions.

A preview of DPR's draft 1,3-D regulation is not reassuring and may even result in increased use with no guarantee of reduced emissions. With CARB's leadership, the 1,3-D rule could be much stronger, which brings me to my next ask, which is that CARB resolve today -- tonight to correct the language in this draft SIP that misstates DPR's authority and must instead proactively assert CARB's primary authority. Yes, DPR regulations pesticides, but it's CARB that's in charge of setting air quality targets.

And we also want to voice our concern that the singular focus on 1,3-D leaves the door open for other

equally noxious fumigants to increase as a substitute for 1,3-D. CARB and DPR should work together to update the overall VOC emissions targets established in 1994.

We're frustrated by this continued battle to bring the agricultural industry to the table and to have it take responsibility for its share of the San Joaquin Valley's public health and air quality crisis. Pesticides continue to be an exempt class of pollutants in the state's drive to zero.

We call on CalEPA to convene the leadership necessary across its BDOs to take the collective action necessary to achieve the --

BOARD CLERK GARCIA: Thank you. That concludes your time.

JANE SELLEN: Thank you.

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BOARD CLERK GARCIA: Janie, I have activated your microphone. Please unmute and you can begin.

JANIE KILGORE: Good afternoon, Madam Chair and members of the Board. I am Janie Kilgore, associate regulatory counsel with POET. Thank you for this opportunity to comment. POET is the largest biofuel producer in the world with 33 bioprocessing facilities across eight states. POET is committed to sustainability and to reducing greenhouse gas and air toxic emissions from the transportation sector.

POET strongly supports CARB's air quality and greenhouse gas reduction goals. Bioethanol can play a key role in helping California achieve its air quality goals. Recent studies showed that higher bioethanol blends in gasoline reduce air pollutants, including total hydrocarbons, carbon monoxide compounds, PM2.5, and BTECs without increasing NOx emissions.

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Total hydrocarbons include VOCs, meaning that higher ethanol blends reduce a primary ozone precursor. Another recent study showed that these emissions reductions from higher bioethanol blends deliver health benefit to disadvantaged communities. These emissions reductions are most prominent under cold start conditions, which tend to be in areas where disadvantaged communities are located.

In addition to these area toxic benefits, bioethanol has significant climate benefits. Bioethanol is about 46 percent cleaner than gasoline and POET is engaged in a number of activities to reduce greenhouse gas emissions associated with bioethanol even further.

POET has committed to producing carbon-neutral fuel by 2050. The air quality benefits demonstrated in these studies show that biofuel can play a key role in helping CARB achieve federal and State air quality standards and meet that State's climate goals.

We have previously provided these studies to CARB staff and would be happy to discuss in detail further and provide any additional information.

BOARD CLERK GARCIA: Thank you.

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Ryan -- after Ryan, we will hear from David Rothbart, Adrian Martinez, and Alison Torres.

So Ryan, I have activated your microphone. Please unmute and you can begin.

RYAN KENNY: Yes. Thank you. Good afternoon, Chair Randolph and members of the Board. My name is Ryan Kenny with Clean Energy.

There are two Primary issues I would like to briefly discuss. The first of which is today's State SIP document item includes the Advanced Clean Fleets
Regulation as a measure, which of course requires
heavy-duty ZEVs, but heavy-duty ZEVs are not expected to be commercially available on a widescale for many years.
This specific SIP measure is only a partial solution to non-attainment, because it fails to place the cleanest available truck technology on the road today. Waiting for heavy-duty ZEVs is a recipe for more pre-omnibus diesel trucks on the road.

The development of heavy-duty renewable fueled natural gas trucks powered by carbon-negative RNG is the most immediate and cost-effective solution to achieve

near-term reductions in NOx emissions that will improve public health. Yet, this technology has been intentionally omitted as a near-term solution in the pro -- proposed 2022 SIP due to an overreliance on measures that contain yet-to-be-adopted goals and aspirations that present monumental hurdles and may prove incapable of achieving their promises.

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The second item I want to bring up is -- was actually brought up by Sean Edgar a few moments ago, and that is actually on page 63 of the proposed SIP. And the document on that page states in part quote, "Low NOx vehicles pollute in the field more than expected", end quote. And this is footnoted to a July 2021 fact sheet on a 200-vehicle project study.

Also, the ACF ISOR does also mention the study and says quote, "Unfortunately, vehicles certified to the optional -- optional low NOx standard do not perform as expected within real-world applications, as was demonstrated by a recent study conducted by South Coast AQMD, CEC, CARB, and SoCalGas". The citation does not -- the citation does go on to mention the contractor's report was not yet ready at the time of publication.

I want to emphasize that these quotes -- the data used in the study wasn't from certification cycles, so it's inappropriate to draw such a conclusion to low NOx in

the field. It's -- the statement found the study was low NOx vehicles pollute in field and this is -- this is around testing methodology, and it's actually not because of certification issues. So we urge CARB to remove these inaccurate statements in the SIP and the ACF ISOR and correct the record.

Again, we are concerned about near-term emission reductions and any false portrayal of the effectiveness of low NOx vehicles within the certification process and in the field.

Thank you.

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BOARD CLERK GARCIA: Thank you.

David, I have activated your microphone. Please unmute and you can begin.

DAVID ROTHBART: Thank you. This is David
Rothbart. Thank you, Chair Randolph and Board members.

I'm representing the Southern California Alliance of
Publicly Owned Treatment Works, or SCAP. SCAP represents
over 80 public water and wastewater agencies in Southern
California and we provide essential water and wastewater
treatment for approximately 20 million people in Southern
California.

Our members, we treat waste. The people flush the toilets, we have to treat that. That treatment process generates a non-fossil wastewater-derived biogas

that could be used today to reduce greenhouse gases, reduce NOx, and reduce diesel PM now. The reason that's important is most of my members operate in the South Coast Air Basin. As staff showed, there's a lot of reductions needed there. And unfortunately, the presentation didn't talk about achieving the 1997 ozone standard that's required by 2023. And if we go back a few years, the CARB Board adopted the 2016 SIP for the South Coast Air Basin. And essentially, we didn't get the reductions that were necessary to get to attainment.

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So the consequence of that is going to be in 2023, we're going to fail to achieve the ozone standard and organizations like the one I work for will have to pay penalties due to failing the Clean Air Act, and my organization might have to pay upwards of a million dollars per year until we achieve attainment.

In addition, the South Coast Air District has said there may be a permanent moratorium where I couldn't even get a permit to put something in to clean the air, and also federal highway funding may be withdrawn. So this is a really big problem looking back at the past standard.

My point I'm trying to make is moving forward, we need to look at all the tools in the toolbox. I'm an engineer and I look at things as what can we do to clean

the air quickly? And if we just say there's one
solution -- that by the way we agree with electrification.

It's a great idea. But if we only look at
electrification, we're bypassing other possible things
that we could reduce emissions today. And the non-fossil
fuel that we generate can be used today in vehicles to
address problems quickly and help us to achieve clean air
for EJ communities and others.

So we really encourage you to direct staff to consider this and other measures, all the tools in the toolbox to get to clean air as quickly as possible.

Thank you very much.

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BOARD CLERK GARCIA: Thank you.

Okay. Adrian, I have activated your microphone. Please unmute and you can begin.

ADRIAN MARTINEZ: Good afternoon, members of the Board. My name is Adrian Martinez and I'm a senior attorney with Earthjustice.

I'm here today to say that this State Strategy is very different than prior State strategies. I think it's proposing a suite of measures that is much more aggressive. In response to the prior two speakers, Mr. Rothbart and Mr. Kenny, I'd have to say I respectfully disagree. I think all evidence is pointing to the fact that relying on combustion technologies will not get us to

attainment, even of the 1997 ozone standard.

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I think evidence is pointing that the amount of emission reductions we need requires wholesale shift to zero emissions and we need to start now. I do want to raise a few suggestions. First, I think in relation to the hundreds of thousands of combustion trucks that will be on the roads in 2037, I think the Board should explore tightening the Advanced Clean Fleets out date of compliance to 2036. I think that would help eliminate some of those trucks.

I also think the Board should explore pursuing some type of Advanced Clean Trucks Part 2 standard to create more trucks produced to meet ACF demands. In a meeting yesterday with industry stakeholders at the ports, this issue came up. And there was concerns I think revising the ACT standards could be a very wise use of time and resources.

Finally, I want to reiterate some of the concerns expressed from my colleague Teresa Bui about marine vessels. I think moving quicker on marine vessels is going to be needed and really expanding the -- the efforts of the agency on this.

And then finally, I want to really applaud staff for including measures looking at transportation conformity. I think this has been a tool in the toolkit

that hasn't been used. And we hope they can move faster to kind of figure out how can we use the conformity process to make sure we're investing in wise transportation projects. I also think reviewing things like how CMAQ funding is spent in other transportation control measure strategies is a really important tool in driving down NOx emissions.

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But overall, we look forward to working with staff on this plan. We hope we can move up some of those deadlines of when they're going to bring rules to the Board, because the emission reductions are just so necessary to make sure that we can get on a track to breathe clean air.

Thank you and have a good day.

BOARD CLERK GARCIA: Thank you.

Next -- after Alison, we will hear from Leah Louis-Prescott and then Janet Dietzkamei, and Brent Newell.

So Alison, I have activated your microphone. You can unmute and begin.

ALISON TORRES: Good afternoon, Madam Chair and Board members. My name is Alison Torres with Eastern Municipal Water District. I'm also the Vice Chair of the SCAP Air Committee. And EMWD is also a member of the California Association of Sanitation Agencies, also known

as CASA. EMWD is a water, wastewater, and recycled water agency located in the South Coast Air Basin. And we serve more than 827,000 people. Thank you for the presentation on the proposed State Strategy for the State

Implementation Plan and the work that staff have put into the Plan. My comments today focus on the ozone non-attainment status of the South Coast Air Basin, the implications of continued non-attainment, and how this proposed SIP Strategy addresses these factors.

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As you know, the Clean Air Act requires the South Coast Air Basin, which is in extreme non-attainment for ozone to come into compliance with the 1997 standard by 2023. Upon failing to meet this federal deadline, the Clean Air Act sections 179 and 185 allow the U.S. EPA to withhold federal highway funding, increase offsetting requirements and impose an annual penalty on major stationary sources. This includes wastewater treatment plants. And this can also impact the ability for an essential public service to obtain a permit from the local air district, which includes biogas protects that aid in SB 1383 implementation.

Unfortunately, the State SIP Strategy presented today does not address achieving the 1997 ozone standard by the federal deadline and focuses on long-term reductions. The State SIP Strategy for on-road vehicles,

more specifically with the Advanced Clean Fleets
Regulation, heavily focuses on zero-emission vehicles,
which essentially delay attainment by focusing on
long-term reductions rather than using some of the
existing tools for near-term reductions.

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We're not opposed to zero-emission. However, per law, and the Governor's Executive Order, all available technologies should be utilized to achieve attainment.

Wastewater biogas is unique and offers co-benefits and will always be generated. A pathway for use of the non-fossil fuel RNG derived from wastewater treatment in vehicles uses existing tools and provides PATHWAYS for improved resiliency for essential public services.

Furthermore, the Clean Air Act penalties and permit moratoriums are concerning as they impact essential public services and can prevent permitting on-site biogas projects.

Thank you for the opportunity to comment. And the wastewater Industry looks forward to continuing to work with CARB staff. I urge the CARB Board to direct staff to pursue diversity in the SIP strategy that aligns with the Clean Air Act deadlines, maximizes the near-term solutions, minimizes stranded assets, and maintains multiple pathways for renewable non-fossil fuel biogas.

The inclusion of multiple pathways is critical

for ensuring the reliability and resilience of our critical services.

Thank you.

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BOARD CLERK GARCIA: Than you.

Okay. Leah, I have activated your microphone. Please unmute and you can begin.

LEAH LOUIS-PRESCOTT: Hello. And thank you for the opportunity to comment. My name is Leah Louis-Prescott. I'm in the Manager in the Oakland office of RMI. Thank you, Board members and staff for your leadership in protecting air quality and health by pursuing zero-emission technologies in this plan, especially in buildings.

I support the Board's proposed zero-emission standard for new appliances by 2030 and I urge the Board the pursue this landmark standard as quickly as possible, while ensuring equitable implementation. Buildings emit four times more NOx than all of our state's power plants and nearly two-thirds the NOx pollution of all passenger cars. It is well past time that we address Building pollution. And I'm grateful that today CARB is pursuing a regulation that can catalyze a statewide transition to clean and healthy appliances.

As CARB develops its zero-emission appliance standards, I ask the Board to consider three

recommendations. First, the standard should be expanded to consider all residential and commercial end uses. Not only will this maximize our desperately needed pollution reductions, but also it can create opportunities to retire portions of the gas system supporting the State's broader decarbonization goals.

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Second, the Board should convene a cross-sector working group that will help the state prepare for and pursue an equitable, affordable transition to clean appliances. The working group should begin immediately with leadership from environmental justice communities to ensure equitable processes and outcomes. This coordinated effort should yield complementary and equity-promoting policies by the time the rule takes effect in 2030.

Third, this essential rule should be finalized as soon as possible. 2025 seems far too long to finalize this measure, especially when market actors are seeking regulatory certainty and other states are watching California's leadership. I suggest the Board prioritize this measure and aim to finalize the rule by 2024 at the latest.

Once again, thank you for pursuing this historic standard that will set an example for the nation on how states and transform their building sector to be free of pollution. Thank you for all of your leadership and thank

you for your consideration of these comments.

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BOARD CLERK GARCIA: Thank you.

Janet, I have activated your microphone. Please unmute and you can being.

JANET DIETZKAMEI: Thank you and good afternoon, chair Randolph. I am -- I live in Fresno. I have asthma. I want to share what it is like to have asthma.

In ozone at the real-time air monitoring, or RAAN, high level of good, Level 1, of 59 parts per billion, I can't breathe. I have to stay in the house in the afternoons. Breathing in ozone for me is like putting a plastic bag over my head, gathering it at my neck, and trying to draw in air. That is exactly what it is like.

I have to have my husband drive me to a door in the summertime when ozone is high. Having an asthma attack relative -- reacting to PM2.5 starts with coughing, gagging, retching, and inability to intake air. Now, when I -- when we moved in our neighborhood, there was no free way, and there was no business park. Both have been created. There's a freeway. I can see the freeway from outside when I look from my yard. And the business park has been built in an area that was already a residential area with new houses being built right next to the business park. We already have delivery trucks and the large 18-wheeler type trucks coming more and more into the

business park as more and more of the buildings are being built.

All communities, especially those populations who have no air conditioning or any way to protect themselves by keeping their windows closed, as I am, I'm able to protect myself inside of a home. But there are a lot of us in this neighbor -- in this valley who cannot -- do not have air conditioning, cannot close the windows, and the ozone comes in, and the other pollutants come in.

And these people end up in the emergency rooms. Asthma is dangerous. Asthma can kill. One can get to a point where one cannot breathe, cannot get air in. All measures that we can accomplish are necessary for those of us -- for all of us, we are all affected, but those of us with asthma and breathing problems, we suffer from this air.

I thank you for your listening to my comments. I hope you can understand what it is like to have asthma in the San Joaquin Valley.

Thank you.

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BOARD CLERK GARCIA: Thank you.

After Brent, we will hear from Christine Wolfe, Jessi Fierro, and Mark Rose.

So, Brent, I have activated your microphone. Please unmute and you can begin.

BRENT NEWELL: Good afternoon, Madam Chair, members of the Board. My name is Brent Newell. I'm an attorney. I am appearing today on behalf of the Central Valley Air Quality Coalition.

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I'd like to thank CARB staff for their work in putting together the State Strategy. I also share Bill Magavern's concern that the ozone plans will not attain the 2012 ozone standard by the 2037 attainment deadline. Our concern underscores the need for meaningful contingency measures.

The 2022 State Strategy lacks any discussion of contingency measures. So as the districts adopt their plans, and as CARB considers the plans prior to submission to EPA, the Central Valley Air Quality Coalition urges the Board to direct staff to ensure that CARB and the districts include meaningful contingency measures in the State Implementation Plan.

Now, contingency measures are measures that should be fully adopted and take effect upon a failure to meet reasonable further progress or a failure to attain. The threat that air basins, especially the San Joaquin Valley and the South Coast, will fail to attain the 2012 ozone standard is reasonably likely, given the challenges that this State Strategy discusses. Moreover, the history of failures to attain other standards also would inform a

reasonable belief that a failure to attain the 2012 8-hour standard is reasonably likely.

I'd like to point out just several missed attainment deadlines and failures to attain just in the San Joaquin Valley. The San Joaquin Valley failed to attain the 1-hour ozone standard by 1999. It failed to attain the PM10 standard by 2001. It failed a second time to attain the 1-hour ozone standard by 2010. In 2015, it failed to attain the 1997 24-hour and annual PM2.5 standards. Also, EPA has disapproved the 1997 annual PM2.5 attainment plan, because data showed that the valley has failed to attain that standard by 2020.

Given that, the Central Valley Air Quality Coalition urges the Board to ensure that the State Strategy and the district plans include meaningful contingency measures.

Thank you very much.

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BOARD CLERK GARCIA: Thank you.

Christine, I have activated your microphone.

Please unmute and begin.

CHRISTINE WOLFE: Hello, Chair Randolph and Board members. This is Christine Wolfe from the California Council for Environmental and Economic Balance.

I want to start by thanking staff for all their hard work on the 2022 State SIP Strategy and by

underscoring the importance of finding an achievable pathway to attainment of the 70 parts per billion 8-hour ozone standard.

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If CARB's on-road emissions reduction commitment will rely on the widescale deployment of ZEV technologies, as the responsible party for achieving those emissions reductions, CARB must spearhead efforts to deploy zero-emission infrastructure and support the development of zero-emission truck markets, so that vehicles are financially accessible to affected fleets and meet their operational needs.

with stakeholders to ensure both public and private infrastructure networks are deployed in tandem with vehicle and equipment rollouts. CARB must also ensure that incentive programs are designed to ensure success of its programs, particularly in the near term and that the state is maximizing opportunities to leverage federal funds. And as discussed this morning, workforce development is a key piece in making these programs successful, and we're glad to hear the Board members thinking about how the State can look at this more holistically.

CARB and the CEC have only begun to do the work that's necessary to describe the totality of future

infrastructure needs, not just for on-road sources, but for all zero-emission measures envisioned by the State SIP Strategy. Understanding energy demands and where in the state it will be concentrated is important not only to facilitate coordination between fleets and utilities at the local level, but to plan for and execute grid expansion and hydrogen infrastructure buildout.

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CCEEB appreciate CARB spearheading infrastructure workshops early in 2022 and hopes these interagency conversations will continue as CARB develops rules and programs to meet its SIP emission reduction commitments.

The 2022 State SIP Strategy envisioned significant technological transformations across nearly every sector of California's economy. Achieving these measures in the timelines needed to meet attainment will pose unprecedented challenges for both policy-making and real-world implementation. It will be more important, not less, to consider economic impacts and technological feasibility as individual measure -- measures are developed.

We ask that CARB report on progress towards attainment at least every three years to ensure transparency and accountability by all parties. We look forward to continuing to work with CARB to ensure statewide measures support attainment of federal air

quality standards.

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Thank you.

BOARD CLERK GARCIA: Thank you.

Jessi, I have activated your microphone. Please unmute and you can begin.

JESSI FIERRO: Good afternoon. I am Jessi Fierro, Director of Air Quality Planning at the San Joaquin Valley Air Pollution Control District.

Due to the San Joaquin Valley's geography and meteorology, we face some of the biggest air quality challenges in the nation. We are geographically the largest non-attainment area in California. We are home to 4.4 million people, California's fifth largest city, the state's most agriculturally productive counties, important goods movement corridors, and many of the state's underserved communities.

The District has a history of strong collaboration with CARB in developing and implementing our SIPs. And the SIP strategies for this 2015 ozone NAAQS are no exception. The Valley Air District and CARB have the toughest regulations in the nation and the valley's peak ozone and PM2.5 concentrations are decreasing as a result.

Based on recent data, the valley's like unattainment of EPA's 1997 8-hour ozone standard just

ahead of our 2023 deadline. This is a testament to the district and CARB's work adopting and implementing our 2007 ozone SIP, as well as the work of valley resident and our regulated community. More ozone improvements are needed, of course, for our region to reach EPA's 2008 and 2015 8-hour ozone standards.

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Despite already having stringent measures locally, we are continually updating our rules and looking for new emissions reductions and new investments. We recently amended several stationary source rules for industrial sources, such as glass melting furnaces, internal combustion engines, boilers, flares, steam generators, and more.

Additionally, we're the only region in the state and nation to, in cooperation with CARB, implement an aggressive phaseout of remaining agricultural burning by the end of 2024. Recently amended regulations requires significant investment in new technologies and will achieve major new emissions reductions in the coming years.

We are currently in the process of amending five regulations for leak detection and repair. We are actively evaluating additional opportunities to support control measure development and leverage State, federal, and regional partnerships for building decarbonization,

lawn and garden, and locomotives. Mobile sources constitute about 85 percent of the valley's NOx emissions. Mobile source emissions reductions are critical for ozone attainment, decarbonization, and toxics reductions in the valley and beyond.

The District recommends that mobile source reductions and funding continue to receive priority in our upcoming attainment efforts. Mobile source measures can take many years to fully implement. The Valley Air District supports opportunities to expedite mobile source emissions reductions as much as possible in the near term to expedite attainment of current NAAQS, as well as more stringent NAAQS on the horizon. CARB and it's air districts must also work together in advocating for EPA to reduce emissions from federal sources for the benefit of California's ozone air quality.

The Valley Air District looks forward to continuing to cooperate with CARB in adopting our local SIP later this year, implementing these ozone SIPs, and in advocating for increased federal funding as federal reductions.

Thank you.

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BOARD CLERK GARCIA: Thank you. After Mark, we will her from Sylvie Ashford, Sarah Aird, and Cynthia Pinto-Cabrera.

So Mark, I have activated your microphone. Please unmute and you can begin.

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MARK ROSE: Good afternoon, Madam Chair and members of the Board. My name is Mark Rose and I'm a Program Manager with National Parks Conservation Association.

I want to start by thanking CARB staff and Board members for their hard work on this proposed SIP Strategy and willingness to meet with us to discuss areas where we think this plan could be improved. NPCA supports many of the proposed measures included in the SIP Strategy, especially those aimed at reducing emissions from mobile sources, such as heavy-duty trucks and locomotives and the electrification of household boilers and heaters.

That being said, we believe several of the proposed measures could be strengthened to ensure additional and timely emission reductions that will put us on track to actually meet attainment across the state. For instance, while we strongly support the proposed Zero-Emission Truck Retirement Rule, because of its outsized potential to reduce NOx emissions across the state, NPCA echoes the calls from our allies to move up the implementation of that rule from 2030 to 2028. We believe this is necessary to ensure the retirement of trucks from 2010 that reached the end of their useful

lives, as well as to reflect additional funding from the Inflation Reduction Act.

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We also strongly urge CARB to take steps necessary to ensure all heavy-duty truck programs and related funding disbursements are implemented in an equitable and strategic manner that target communities and operations with the highest needs and greatest potential for on-the-ground public health improvements.

In addition to strengthening the measures that were included in this proposed SIP, NPCA is disappointed to see that CARB staff is not moving forward with a number of the proposals from previous drafts. Chief among these measures is the outstanding proposal for CARB to develop statewide BACT and BARCT determinations. We believe this measure is necessary to streamline the unwieldy patchwork of differing air district BACT and BARCT rules, and to ensure that the whole state is controlling stationary sources to their full potential and not just on paper.

This measure could also help address some of the unfortunate inconsistencies that arose during the implementation of the AB 617 expedited BARCT process.

NPCA also urges curb to move forward with their draft proposal to develop a model Indirect Source Rule and ask that the CARB do everything they can to push air districts to adopt or tighten their existing ISR measures to be at

least as stringent as the rule adopted in the South Coast.

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position to ensure that air districts that are non-attainment with the standard carry their weight moving forward. With 15 years to go before the attainment deadline, it is not good enough for air districts to propose plans that mere -- merely reiterate the rules that they already have on the books without proposing any new or strengthened control measures. This is especially true for entirely unregulated source of emissions, such as anthropogenic soil NOx, which despite years of requests from advocates to address, are currently inaccurately being counted in the State's emissions inventory as being entirely natural emissions.

I thank you for this opportunity to comment and urge you to do all you can to protect California's communities and the numerous National Parks that rank amongst the most polluted in the nation for ozone.

BOARD CLERK GARCIA: Thank you.

Sylvie, I have activated your microphone. Please unmute and you can begin.

SYLVIE ASHFORD: Good afternoon, everyone. My name is Sylvie Ashford and I'm speaking on behalf of the Natural Resources Defense Council. Thank you so much for the great presentations and all the discussion here today.

NRDC would like to thank CARB for its work on the Strategy and encourage the Board to adopt the proposal requiring that all new space and water heaters be zero emission by 2030. As others have mentioned, this proposal will accelerate the electrification of residential and commercial buildings, which is critical for meeting California's climate goals as well as the health and safety of its residents, in particular low-income and Black, Indigenous, and POC residents that disproportionately suffer the harms of indoor air pollution.

Along with this requirement, it is essential that all Californians have the means to switch from gas to electric space and water heating. Thus, as acknowledged in the presentation, it's important that this proposal be coupled with meaningful community-centered engagement and interagency collaboration to protect tenants' rights, ensure that buildings are safe and weatherized, and keep up-front costs and energy bills affordable for everyone.

Finally, CARB should expand this proposal to include all building end uses to send a clear signal that California is committed to a fully decarbonized BUILDING sector to achieve tease important benefits from reducing greenhouse gas emissions and air pollution.

Thanks very much.

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BOARD CLERK GARCIA: Thank you.

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Sarah, I have activated your microphone. Please unmute and you can begin.

SARAH AIRD: Good afternoon. My name is Sarah Aird and I'm Policy Director for the statewide coalition Californians for Pesticide Reform.

First, I want to thank CARB Board members and staff for meeting with us and the importance of including pesticide emission reduction targets in the SIP.

Pesticides are a top priority environmental justice issue contributing to the health crisis in farm-worker communities around the state, and particularly in the San Joaquin Valley, which is one of only two extreme ozone non-attainment air basins in the entire nation, which we really should necessitate the use of all tools to reduce unhealthy air emissions.

We ask that you not lose this opportunity to reduce pesticide VOC emissions that contribute to such an unhealthy air basin and to pollution across the state.

Just to be clear, the current SIP draft includes no enforceable pesticide VOC emission reduction targets, but it is our understanding that CARB, working with DPR, has committed to inserting a SIP-enforceable emissions reduction target for the fumigant 1,3-D into the San Joaquin Valley SIP in January, for which we're grateful.

1,3-D is a carcinogenic fumigant that has been banned in 34 other countries, including the entire European Union. Due to a court order, DPR is in the process of drafting a new 1,3-D rule. However, we are concerned that DPR's upcoming 1,3-D rule is likely to be insufficiently protective. Therefore, we are asking the Board to proactively set a 1,3-D emissions standard that DPR must regulate to accordingly and not the other way around.

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We are concerned that setting a standard that's simply achievable under DPR's proposed rule will not be nearly health protective enough based on what we've learned about DRP's proposed rule thus far. We ask CARB to take the opportunity to push DPR to make a better 1,3-D rule by setting a strong standard.

Equally important, we remain concerned that the SIP only addresses the fumigant 1,3-D. Setting emissions reduction targets for only the fumigant 1,3-D runs the risk of increasing use of other equally harmful VOC fumigants. We have seen that when there are restrictions on just one fumigant, that can lead to dramatic increases in use of other fumigants. We make what we think is a reasonable request in this regard, that CARB and DPR simply build upon their past history together and update the 1994 SIP. The 1994 SIP included a commitment to adopt

pesticide VOC emission reduction targets that were eventually developed together by DPR and CARB.

We ask that CARB now work DPR to set a new overall pesticide VOC emission reduction target in light of the new 70 parts per billion ozone standard.

Specifically, we urge CARB to include a commitment in the SIP to reduce pesticide VOC emissions by 30 percent by 2030 and by 75 percent by 2037 from 2020 levels in high pesticide use non-attainment air basins.

Finally, we ask that CARB correct the misstatement in the August draft SIP that claims the California Department of Pesticide Regulation may not be responsible for controlling pesticide emissions. That statement misrepresents the law and CARB's jurisdiction. In fact, according to statute and case law, CARB actually has primary jurisdiction over pesticide toxic air contaminants after pesticidal use and once they've volatilized into the in the air. CARB has recently affirmed this and we than it's critical that this language be corrected in the SIP draft.

Thank you.

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BOARD CLERK GARCIA: Thank you.

And after Cynthia, we will hear from Jasmin Martinez, Anne Katten, Nicole Rice and Bruce Naegel.

So Cynthia, I have activated your microphone.

Please unmute and begin.

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CYNTHIA PINTO-CABRERA: Hello. Good afternoon,
Chair Randolph and members of the Board. Cynthia
Pinto-Cabrera, Policy Coordinator, with the Central Valley
Air Quality Coalition. CVAQ has diligently worked on
State Implementation Plans for two decades and has been
heavily engaged at the State and local levels in advancing
clean air an environmental justice in the valley.

CVAQ echoes the comments from various CVAQ members on trucks, cargo ships, pesticides, and -- well, the inclusion of locomotives, but our comments today really pertain to the BACT and BARCT portion that was not included in the SIP.

As we know, the valley remains in extreme non-attainment with the 1979 1-hour ozone standards that was set over 40 years ago, as well as with the 1997, 2008, and 2015 8-hour standard. And despite this, various loopholes continue to be allowed and varied air district rules that help allowed best available control technology from being implemented in the most important -- with the most important examples coming from facilities located near communities.

CARB should directly enforce best available control technology and best available retrofit control technologies starting with the oldest and the largest

stationary sources. The top stationary sources in the valley include five biomass incinerators, five large natural gas power plants, four major glass manufacturers, and seven of the valley's largest oil and gas producers. Together, these facilities represent at least 1,400 tons of PM2.5, approximately 3,593 tons of NOx in the San Joaquin Valley annually. And this equates to about lit -- more -- more than half of the PM2.5 and more than 70 percent of all the NOx emitted in stationary sources from the valley, according to data you all have.

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As mentioned, like -- as mentioned, these facilities are located near communities. For example, the Covanta -- Covanta Stanislaus and Rio Bravo Fresno are located near elementary schools. DTE Stockton, which impacts AB 61 -- impacts the AB 617 Stockton community. Valley communities are suffering due to loopholes in rules that value costs to industry over costs to the community.

Therefore, as mentioned, CARB must indir -- must directly enforce this best available control technology, BACT and BARCT. EJ communities are feeling the lack of progress in these commitments when it comes to cleaning up oldest and the largest stationary sources of pollution. And EJ communities are still waiting for the stationary source review that this Board committed to in 2019. Cleaning up these facilities would not only lead to

improvement of public health, but also the quality of life.

And with that, thank you. And we hope we continue conversations that include this.

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BOARD CLERK GARCIA: Thank you.

Jasmin, I have activated your microphone. Please unmute and you can begin.

JASMIN MARTINEZ: Hello. Good afternoon. This is Jasmin Martinez. I am a Kern County resident and coalition coordinator with the Central Valley Air Quality Coalition, or CVAQ.

CVAQ supports the request by our Building Energy Equity, and Power, or BEEP, Coalition to for an interagency work group to collaborate with communities on addressing barriers to equitable building decarbonization prior to the adoption and implementation of any standards.

Earlier this year, our BEEP Coalition completed a series of statewide listening sessions, including two in the San Joaquin Valley, where we heard directly from community members participating in the AB 2672 pilots to reduce reliance on propane and wood burning, along with those who were interested in learning more about decarbonization benefits.

Our final report with learnings and recommendations was shared with CARB to improve existing

programs. And although it was -- it is a great starting point, we need the commitment of a work group to ensure the reality of any standards do not further burden our most disadvantaged community members.

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I also urge CARB to reconsider its approach to pesticide emissions in the statewide strategy for the ozone SIP. The current version contains nothing other than the 1,3-D measure, but its language is weak, saying it may reduce emissions and makes no SIP-enforceable commitment to do so.

Without stronger language, the SIP ignores our San Joaquin Valley communities, which have clearly named pesticides as a priority source of pollution concern. This has been most evident in our existing community emission reduction plans.

I stand in solidarity with fur -- some of our recent comments about asking for a memorandum of 30 percent VOC reduction by 2030, followed by a planned phaseout of pesticide use across the state. We also want language that solidifies CARB's primary or at least shared responsibility with DPR to address pesticide use in this SIP.

Thank you for your time.

BOARD CLERK GARCIA: Thank you.

Anne, I have activated your microphone. Please unmute and you can begin.

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ANNE KATTEN: Yes. Good -- good afternoon, Chair Randolph and Board members. I'm Anne Katten from California Rural Legal Assistance Foundation. We join the call by Californians for Pesticide Reform to include both an overall pesticide VOC emissions reduction target and a specific 1,3-dichloropropene emissions reduction target in the revised SIP, because pesticides are a significant source of ozone and a major source of toxic air contaminants in the San Joaquin Valley.

While DPR should be estimating emission reductions for the proposed 1,3-D regulation, such estimates alone don't constitute an adequate or enforceable emission reductions target. The draft DPR 1,3-D regulation relies on estimated emission reductions from new application methods that have only been tested in very small pilot studies. And it continues to allow other application methods with setbacks that won't reduce emissions.

The 1,3-D regulatory proposal also eliminates the backstop of a 1,3-D township emissions adjusted use cap, so there is no enforceable emission control target in the regulation and CARB needs to address this.

Thank you for the opportunity to comment and your

dedication to improving the state's air quality.

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BOARD CLERK GARCIA: Thank you.

Nicole, I have activated your microphone. Please unmute and you can begin.

NICOLE RICE: Yes. Hello. Good afternoon, Chair Randolph, Board members. My name is Nicole Rice. I'm the President of the California Natural Gas Vehicle Coalition. I first just want to say welcome to Mr. Cliff and I look forward to talking with you soon.

First, I wanted to state that I disagree with the speaker from Earthjustice who said only by electrification can we achieve our federal attainment requirements. In an August 3rd letter from last year from the South Coast AQMD Executive Officer, it states, and I quote, "It would be irresponsible for our agency to effectively throw up our hands and not explore all options for reducing emissions now". That letter goes on to explain about the benefits of low-NOx trucks, or what they call near zero-emission technology.

And so I submit that if the agency that is responsible for maintaining positive and clean air quality in the greater Los Angeles area is making this type of statement about having an all-inclusive approach to emission reductions, then that statement should not be taken lightly, which is why we urge the CARB Board to

adopt a strategy that treats all technologies equally and evaluates their ability to achieve immediate emission reductions, especially during the interim when ZEV technology is maturing.

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I also want to align my statements with Mr.

Rothbart, Mr. Edgar, Mr. Kenny, Ms. Torres and others, and join them in saying that while we appreciate all the work that staff has done to put together this proposed plan, it is deficient for one major reason, and that is because it neglects to address how near-term NOx emission reductions can be immediately achieved from the heavy-duty transportation sector.

In the proposed SIP executive summary, it states that California would need significant mobile source emission reductions to meet the ozone standard in the upcoming attainment years. Yet, the proposed strategy before you fails to include a pathway for technologies that can significantly reduce NOx emissions today, like heavy-duty low-NOx trucks.

This technology was created with significant support from CARB. It is immediately available. It's proven to reduce NOx emissions by 90 percent compared to diesel. It also meets CARB's own 0.02 gram per brake horsepower-hour optional low-NOx standard and operates on net negative carbon renewable natural gas.

With the exclusion of a viable clean technology alternative and a lack of a suitable, workable near-term strategy, this plan once again risks missing yet another critical (Timer concludes) (Inaudible) -- in the inevitable continued use of diesel as a default fuel option.

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Thank you for allowing these comments today. BOARD CLERK GARCIA: Thank you.

And after Bruce, the last five commenters that signed up before the queue closed will be Mary Dateo,
Perry Elerts, Stephen Jepsen, Laurel Moorhead, and Todd
Campbell

So Bruce, I've activated your microphone. Please unmute and you can begin.

BRUCE NAEGEL: Yes. I want to thank the Committee for putting together this presentation. It's rich detail and has a lot of very important comments in it. And I want to comment on a couple of things in regards to that. First off, I think we do need to think about who we're doing this for. And the important issue is is that we have ourselves and our generations beyond us that are going to inherit this planet. And so the work we're doing is important and we should keep in mind the ability to address those kinds of concerns, because that's why we're here.

I also wanted to mention something in regards to the -- doing something about the heat pump water heaters and heat pump space heaters and making sure that we get them into existing buildings as well as new buildings.

The 2030 standard addresses the new buildings. It does not address existing ones. And it's something we need to move forward on.

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Last thing I want to comment on is there's a technology that has not been mentioned at all during this seminar that is key to this, and it addresses a problem that was stated by a person earlier in regards to overloading electrical panels. There are now new generations of energy efficient electrical appliances. The limit is most formed at this point is 110-volt heat pump water heater. And we should be looking at that as another piece of the toolkit in order to address -- or making our things as pollution free as possible.

Thanks again for the opportunity so speak and thanks for the effort that was put into this presentation.

BOARD CLERK GARCIA: Thank you.

Mary, I have activated your microphone. Please unmute and begin.

MARY DATEO: Hello. I'm Mary Dateo. I wanted to thank the Board and staff for all -- all the work you're doing in protecting our health and the environment. Until

recently, it's been easy for most of the world to ignore the effects of emissions, but the evidence continues to grow that emissions cause significant health problems, just as we heard a previous speaker describe. And the climate catastrophes we're starting to experience are alarming. It's clear that we must stop burning fossil fuels.

The requirement by the Board to the -- and the new strategy to require 100 percent of new space and water heaters to be zero-emission is absolutely critical. A clear signal is needed as soon as possible to get everyone moving in the right direction. Clearly, as was recognized in the presentation this is going to take careful planning and thoughtful collaboration, especially to address low-income households equitably.

Please finalize this policy as soon as possible and please accelerate the deadline by several years and expand the policy to address all building appliances.

Thank you.

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BOARD CLERK GARCIA: Thank you.

Perry, I've activated your microphone. Please unmute and you can begin.

PERRY ELERTS: Good afternoon, Chair and members of the Board. My name is Perry Elerts. I'm a staff attorney with Leadership Counsel for Justice and

Accountability, a community-based organization that works alongside communities in the San Joaquin and Eastern Coachella Valley, both of which are in the air basins in the extreme category of non-attainment for ozone. We have eight recommendations for improving the draft 2022 State Strategy SIP.

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First, CARB should include the SIP -- in the SIP a mandate to enact and ISR Suggested Control Measure to assist air districts air pollution from indirect sources, such as those associated with warehouses and airports significantly increase particulate matter and toxic air contaminants in surrounding communities, which are disproportionately low income and communities of color.

Second, we are against the use of including biogas and biofuels counted as clean fuels. Biogas reduction from livestock implicates local pollution in the form of air pollution and groundwater contamination. Furthermore, combustion and/or conversion of hydrogen, of biogas has the same polluting impacts as conventional gas.

Third, building decarb strategies must ensure that building decarb programs and investment reach the bene -- reach and benefit lower income households and disadvantaged communities. The Strategy must include reliance on direct install programs that target lower income households and communities of color, tenant

protections that ensure tenant benefits and guard against displacement, and must include a strategy to support holistic home upgrades that ensure access to affordable and clean energy.

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Fourth, CARB must ensure a strengthened ACF rule to accelerate targets for zero-emission vehicles to reduce emissions faster. CARB should mandate 10 percent of ZEVs by 2036 instead of 2040, as well as lower the minimum fleet size from 50 to 10 for all Class 7 and 8 trucks, and move up the transition start from 2027 -- from 2027 to 2030.

Fifth, CARB should include a State Strategy for dealing with emissions from all pesticides under their own regulatory authority and in conjunction with DPR.

Sixth, the State Strategy should consider the impacts of dairies and in themselves and the implication of dairy methane conversion to biogas. Dairies are a major source of emissions of ozone precursors, including VOCs.

Seventh, commitment to VMT reductions generally lack an equity perspective and can do more to take advantage of opportunities across State departments to deduce VMTs including with firm commitments to address VMT reduction weakness.

And lastly, I'll thank CARB staff for their

commitment and work on the State Strategy.

Thank you.

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BOARD CLERK GARCIA: Thank you.

Stephen, I've activated your microphone. Please unmute and begin.

STEVE JEPSEN: Hi. My name is Steve Jepsen. I'm the Executive Director for the Southern California

Alliance of Publicly Owned Treatment Works, or SCAP. We represent 80 public water and wastewater agencies in seven counties of Southern California.

Thank you for the opportunity to comment today. My comments focus on the wastewater sector's role in overall methane reduction and maintaining essential public services protecting public health and the environment, while balancing SIP requirements for those members with non-attainment zones for ozone.

We manage society's waste that all of us flush and have capacity to accept and co-digest all divertible food waste from landfills. In turn, recovering valuable resources, including renewable, non-fossil fuel wastewater derived biogas that can be used in technology available today to displace diesel used in vehicles and achieve significant NOx reductions necessary to meet the Clean Air Act requirements in the near and long term.

As our biogas will be produced in perpetuity, we

cannot turn it off. It's a product of treating society's waste. We also use this biogas to maintain our operations during power outages or flex alerts to avoid power outages by powering our operations and removing ourselves from the grid. We support the Low Carbon Fuel Standard and have invested in projects to support SB 1383 implementation, further increasing our biogas and many more members have been developing plans to do so.

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We ask that the wastewater sector be provided an exemption for the continued use of our wastewater-derived biogas to improve our resilience as an essential public service and provide immediate air quality benefits.

Thank you for the opportunity to comment today. We look forward to working with staff on future dialogue regarding the SIP.

BOARD CLERK GARCIA: Thank you.

Laurel, I've activated your microphone. Please unmute and begin.

LAUREL MOORHEAD: Hi. My name is Laurel Moorhead. And I'm here on behalf of Transfer Flow.

Transfer Flow has been in business for 39 years in Northern California, manufacturing liquid fuel systems.

In 2016, the California State Legislature awarded Transfer Flow the small business award of the year. I'd like to start by taking the time to thank the CARB Board

and staff for their hard work.

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CARB's failing to recognize that in many applications, ZEVs are not feasible and may never be feasible in some applications only serves to undermine the goal CARB is trying to achieve. CARB's lack of fuel and technology neutral approach is impractical. If an internal combustion engine was invested that took more emissions into the intake than it put out the tailpipe, hence cleaning the air, CARB would still want to outlaw that, because it does not contain a highly polluting electric vehicle battery.

The term ZEV is highly misleading, because your battery electric vehicle is only as clean as the electricity used to charge it and that doesn't include the emissions created by mining and manufacturing those highly polluting electric vehicle batteries. How much diesel fuel is burnt mining the minerals needed to manufacture electric vehicle batteries?

Today, and in various rulemaking activities, we have repeatedly heard from many experts actively working in the field requesting that biofuels be ramped for applications that ZEVs will never be able to fulfill.

There used to be a time when democracy meant that rulemakers had to respond to stakeholders, but CARB is consistently ignoring the input of stakeholders from the

biofuel industries. And your early complications with the rollout of the Innovative Clean Transit Program perfectly illustrates this.

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near-zero technologies as soon as feasible. How does requiring a farmer or a wastewater treatment facility who is creating their own biofuels from waste to put those biofuels into a pipeline, to be shipped to a power plant, to be turned into electricity, to be shipped back to that wastewater treatment facility or that farmer to charge their equipment, create fewer emissions than just allowing that waste the water treatment plant or that farmer to power their own equipment using their own locally created and consumed fuels. Logistically, that doesn't make any sense.

I request that CARB take a more reasonable stance and reevaluate the feasibility of these draconian measures that may look good on paper, but are not actually practical in the real world. If CARB had included these biofuels in their innovotive -- Innovative Clean Transit Strategy, they wouldn't be having the concerns with the implementation you heard about earlier today. I'd like to point out that just not even a month ago when you passed the Advanced Clean Cars II Act, the very next week, the California Energy Commission had to ask consumers to

please not charge their electric vehicles thus undermining the public's trust in CARB.

Thank you for taking your time to hear my comments.

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BOARD CLERK GARCIA: Thank you.

Todd, I have activated your microphone. Please unmute and you can begin.

TODD CAMPBELL: Good afternoon. First, I'd like to thank CARB staff for the work in pulling together the plan before you. Also, welcome back, Dr. Cliff. Congratulations.

So I have bad news and I have good news. The bad news is many of the stakeholders today do not think this the SIP is strong enough. They are concerned about SIP not meeting near- and long-term attainment deadlines. They also lament the fact that past SIPs have failed to meet past standards. I also don't think we can count on the Feds to -- for their fair share, so we -- we must do more.

The good news is, whether your stakeholders agree or not about how we get there or get to clean air, we want you to succeed and we want a stronger plan. My ask is simple. When businesses purchase their next truck, and if that truck cannot be a ZEV or operational, commercially available, or other practical reasons, please require

optional low-NOx trucks for purchases, so that we do not have a new truck purchase that meets a less stringent standard.

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Why? Because if we don't, that dirtier truck running on diesel could stay on our roads for up to 18 years. That means the woman who spoke earlier about her asthma condition will have to wait longer to breathe easier. That means our diesel death zones will remain diesel death zones for that much longer.

On the 200-truck study, even the advisory committee members, Dr. Gottam and Dr. Millen, and others have serious concerns about how CARB staff, in this case, is interpreting the data. Without doing -- going into details, even if some 0.2 -- 0.02 engines emit up to four times above their certification, which I don't believe though do -- certainly, I don't think the certification has been removed, and in only one scenario that I -- that I can tell, that would be 0.08 grams NOx, which is far cleaner than a diesel that's currently at 0.2 grams NOx.

So I don't care what low carbon fuel goes into that truck, just require the cleaner truck, because after watching this morning's transit presentations, our transition to zero in my view will take substantial time, significant resources, and major technological breakthroughs in vehicle infrastructure and power

generation.

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What's really important to me, stepping outside of my role, is that we get to clean air. And it's very frustrating, and I know you share my frustration that each time we come and introduce a plan, sometimes that -- you know, well, currently, all the time our plans are not getting us to where we need to go. And we need to get there. So I urge this Board to bring multiple strategies to get the goal. I know that not everyone agrees on how we get there, but let's make sure that whatever we do, we get to clean air.

Thank you.

BOARD CLERK GARCIA: Thank you.

And that concludes the commenters for this item.

CHAIR RANDOLPH: Thank you.

Does staff have any responses to any comments they need to make before I close the record on this item? EXECUTIVE OFFICER CLIFF: No, Chair Randolph.

CHAIR RANDOLPH: All right. Thank you. Okay.

At the outset, I just wanted to note, as some of you may be aware, we have a new Secretary at the Environmental Protection Agency here in California, Secretary Yana Garcia. And I had a chance to meet with her a few days after she started and one of the issues I raised with her was something that several of our

commenters spoke about, which is the issue of pesticides and working with DPR. And she expressed to me that it is a very high priority for her to make progress on the issue of pesticides and to really work with DPR to have a robust and effective regulation.

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And so I really appreciate staff's thinking around the 1,3-D question and asking DPR to set a VOC target. And I appreciate that and definitely want to make sure that our staff works closely with DPR staff. I know they're going to give us their thoughts on what that target should be, but I want to make sure we have the technical folks working together on that, so that we're both -- CARB and DPR are comfortable with the identified target.

And so I know there's a lot of work that will continue to happen with pesticides in the coming months and years. And so we definitely want to be as supportive of Secretary Garcia's work as possible.

Okay. I am going to go to the Board members from their respective districts that we've been spending a lot of time speaking about during this item.

First, Dr. Pacheco-Werner and then Board Member Kracov.

BOARD MEMBER PACHECO-WERNER: Thank you, Chair.

I think if -- yeah, and I may come back after Board Member

Kracov's comments later, but I do want to just reemphasize what some of the commenters said in terms of how we continue as CARB to engage in the pesticide question, really to -- to learn about -- more about what other alternatives are going to be used as this regulation comes into effect and what's the public health impact of those alternatives. And I think really -- the point really being that we do need to have broader -- broader policy around pesticides to make sure that we are targeting those emissions, but most importantly that we're not having unintended consequences for our commitments in the SIP. So I'd really like to see more of a broader policy commitment there.

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And I don't know if we'll get there before the end of the year, but it really feels like the path should be to have a more broader comprehensive discussion to avoid unintended consequences.

And I'm glad that we will continue to see more uniformity in the BACT/BARCT determinations. I know that the District and -- the districts and CARB are working towards that and I appreciate it. I do think that working with them hand in hand is necessary in order to make the most enforceable and applicable guidelines. I think it would be helpful though in the interim, and I mean relevant to this SIP discussion, but more about broader

things that we do at CARB, I'd like for us to use the tools we do have at the disposal for mobile source emissions in the communities or near the facilities that are most of concern for the communities.

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For example, how we can continue to use our Smog Rule and enforcement, how we can continue to allocate more funding for more targeted enforcement activities by com — in those communities that are most affected by the — the issues that remain sort of unresolved. I think that also goes with the — the biggy here, which — for me which is the zero-emission trucks proposed pathway here. I — while I do support that happening in general, I do see that we are — we do face a lot of pushes and pulls on both ends, both to — to really bring up the timeline sooner and also the fact that we have some major infrastructure problems in those communities, where those single truck owners particularly live and where they'll have, you know, the most impact.

So I -- I'd like to think about how we, as a Board, really attack this much sooner than -- than 2028, if not from the regulatory standpoint and how we can actually come together to see what the feasibility of this is and how we can move forward, either in an accelerated timeline or how we can bring resources and infrastructure and push that to -- to make sure that even our proposed

SIP measure timeline happens. And so I'd like to -- to hopefully hear from -- from staff before then. And I know that maybe others will share a little bit more about that as well or concerns around that.

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I think that we -- if there is some room around the locomotives I do -- I would like to see that strengthened as well. And I think that, particularly in terms of how we can think about our SIP in terms of the worst case scenario, in terms of the federal guidelines and not the best case scenario in terms of what needs to be -- happen at the federal level, just because these are really volatile political times at the federal level, and I think that we're going to need to be leaders on some of -- some of that. And so I would like us to really think about what -- what is in our purview that we can -- that we can commit to to really see those -- those reductions happen, even if there's fluctuation at the federal level while we continue to obviously push for those commitments.

And I thank you, Chair, for all of your advocacy on that end as well as staff's ongoing conversations at the federal level.

So those are -- those are the principal pieces

I'm concerned with, but also I want to recognize that the

commitments that we have on the books right now to do in

this draft are very strong. And I do commend staff for really bringing in an ambitious agenda of regulatory commitments that we have ahead. So look forward to working on the State end and the local level to make sure that we see those to fruition.

Thank you.

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CHAIR RANDOLPH: Board Member Kracov.

BOARD MEMBER KRACOV: Remind me, Chair, to go before Dr. Pacheco-Werner not after next time.

Very appreciative of staff on this one, Dr.

Cliff, Michael Benjamin, Sylvia Vanderspek, Austin Hicks,

Ariel Fideldy, Sara Forestieri, including the whole SIP

team. We have so many conversations about this, probably

like a dozen or more this year.

And I have to say, Chair, you know, we have overflow auditoriums, and hundreds and hundreds of commenters on our GHG Scoping Plan, many concerned about our efforts to reduce co-pollutants. Yet, when it comes to the SIP, it is all about localized and regional pollution, maybe we get a couple dozen commenters. For those of you who came and testified and advocated who see the importance of this SIP, you know, thank you today.

You know as ripped from the South Coast, the statewide SIP ozone is really important. You know, we're in extreme non-attainment in the South Coast. To get to

the 70 part per billion standard is an enormous challenge. I think Vice Chair Berg a few months ago called it a Don Quixote quest. You're going to see this Board members when the South Coast SIP, which we call the AQMP, comes to us here at CARB. I think it's in January or December.

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Colleagues, it is very expensive. And no matter what we do, the bottom line is we can't get to attainment without controlling mobile sources. The medium— and heavy—duty trucks alone are about a third of the problem, another 40 percent is locomotives, off—road equipment, ships and planes. That's why this — this SIP, and what CARB is going to do, and especially the federal commitments are so important to the South Coast.

When you look at the -- I have it here on page 34 in the SIP document under federal measures, there's a dozen TBDs, to be determined, black box without federal action the attainment demonstration in the SIP will not occur. And we're going to be in the same place in 2037 that we are now, that's non-attainment.

So as you know, the South Coast is working on a federal strategy with CARB. Senator Padilla is convening work groups. I believe Chair Randolph participates.

We're working our relationships with Region 9 and Regional Administrator Guzman. We also have a legal strategy at South Coast. The bottom line is that EPA -- if you're

going to hold CARB and South Coast accountable to attainment, EPA and the Feds need to do their part too. You can't have one without the other.

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So off that soap box and back to the SIP with CARB's measures. I'm so pleased to see the In-Use Locomotive Rule, the In-Use Off-Road Diesel Equipment Rule. These have huge emission reductions. The locomotive rule is huge. And these rules are coming to us soon, colleagues, I think November and December. And then we've got proposed work on fuels for ocean-going vessels and aviation. Those are pretty tough sources to address within the scheme.

So as Dr. Pacheco-Werner mentioned, the trucks. This is a place we do have solid legal authority. And we spoke about this when we saw the SIP draft in February. The truck measures in this SIP are Advanced Clean Fleets, and what is called the Zero-Emission Truck Measure. The ACF rule comes to us next month and is proposed for fleets with a cutoff of 50 in SOx. There's a big early focus on drayage, which is very important issue in the South Coast. And I'm so excited about ACF. Can't wait to learn more about it, and deliberate that extremely important and citing rule.

But ACF is only going to cover about half of California's medium- and heavy-duty truck fleet, only

half. Half the fleets are less than 50 in size. So that means that by 2045 still 800,000 to a million trucks will still be internal construct -- combustion engines. Now, thankfully we have this Smog Check I&M Program that we voted on last year. Eventually, that's going to be four times a year for those fleets and we have the omnibus standards. But it's still a lot of diesel and NOx.

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So if we want to get to attainment and Governor Newsom's Executive Order of 100 percent of the medium— and heavy—duty trucks to be zero emission by 2045, everywhere feasible, we need more. We need this SIP, we need the Zero-Emission Truck Measure, and we especially need it in the South Coast.

So quickly, what are the details of this truck measure? It says we're going to adopt the rule in 2028. It would take effect in 2030 for these smaller fleets. It's framed as an option. Option A is new authority to use market signal tools like different registration fees, maybe and Indirect Source Rule, or as a backstop, Option B, if we don't get those new legislative authorities, is to require mandatory retirement of these trucks at their SB 1 useful life. After all, why should these trucks be running past their useful life of 13 or 18 years in the South Coast where we're in extreme non-attainment.

And it's a lot of reductions. This measure for

zero-emissions trucks is 15 tons a day in this SIP. I support this. I'm going to vote for this SIP and I want to thank staff for including this in the proposal.

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So 2028 and 2030, as proposed, it's a long way from there for this Zero-Emission Truck Measure. I don't know how many of us current Board members would even still be on the dais then. Now, my understanding, however, is that these dates are appropriate, because we need to see how ACF for the fleets on a demand side rolls out for the larger fleets, and how the SB 1 useful life rules interact in real life with ACF for the larger fleets. Frankly, I also imagine that ACF may create a used market for older dirtier trucks sold by the bigger fleets, and purchased by the smaller fleets, and put into service in non-attainment areas like the South Coast and San Joaquin. I hope staff hears that and we'll see.

But we also need to see how ACT for the manufacturers on the supply side works out. Is quality equipment in zero emissions available? Do the dealers have it, and et cetera?

So I understand we need to see how some of this works out. Maybe we could do this sooner and be more focused on clean diesel or natural gas. We heard about that today. But I don't think that's a bridge that the Governor, or this Board, or many of the environmental

justice stakeholders want to keep building, perhaps with the narrow exception of hard-to-decarbonize, early adopter, waste and wastewater utilities who have to comply with CalRecycle procurement rules.

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Now, I also know, and I'm finishing up, that we're going to have a mandated, updated SB 1 useful life report in 2024 or 2025 that's going to analyze, Chair, all these topics. We just did the last SB 1 report, and I think we have a UC Berkeley - Go Bears - contractor assessing this program.

And this is another reason why it's great to have Dr. Cliff back. You know, I'm just learning this, but there's probably not many people in the world that know more about SB 1 and the useful life truck rules than Dr. Cliff. Nevertheless, despite all this, you know, we did hear today, Chair, that commenters are asking us to move this up, that we need to make sooner progress than 2028 and 2030, and that it's sensible to get an update in a few years on how efforts to obtain new legislative authorities like the fees and the ISR authority are coming along, and I think my South Coast colleagues feel this way too.

So very supportive of these efforts. But could we get, Chair, staff's perspective, maybe Dr. Cliff's perspective on this timing issue with the zero-emission truck proposal and then maybe I could briefly follow-up.

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So thank you, Chair.
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             CHAIR RANDOLPH: Sure. Steve, did you want to
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    comment on the useful life issue.
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             We're not hearing you if you're talking.
             We are still not hearing you.
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             I'm assuming that the tech people are still
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    working on this, because we're not hearing you yet.
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             (Technical difficulties)
             BOARD MEMBER KRACOV: Sorry I asked, Chair.
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             (Laughter)
             CHAIR RANDOLPH: I think we heard something.
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             BOARD CLERK ESTABROOK: Testing. Can you hear
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   us?
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             CHAIR RANDOLPH: Yes.
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             EXECUTIVE OFFICER CLIFF: Chair, Randolph, can
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    you hear me?
             CHAIR RANDOLPH: Yeah. You're a little faint,
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   but we can hear you.
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             EXECUTIVE OFFICER CLIFF: I'm moving away,
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   because I'm talking so loud.
             (Laughter)
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             EXECUTIVE OFFICER CLIFF: I was going to turn to
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   Michael Benjamin to address the question regarding useful
    life and some potential language that we could add to the
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resolution in response to Board member Kracov's comments.

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AQPSD CHIEF BENJAMIN: This is Michael Benjamin, Chief of the Air Quality Planning and Science Division.

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Board Member Kracov, you're correct that CARB staff is one of the requirements of SB 1 must develop a report that assesses the effectiveness of -- of SB 1 and the turnover requirements. And as part of that, we also entered into a contract, as you noted, with UC Berkeley, where they are looking at the introduction of zero-emission trucks and the progress with that happening.

And so there is an existing mechanism in place by which staff are evaluating the implementation of SB 1.

And we're actually required to submit a report to the Legislature by January 1st of 2025. We anticipate having a draft report completed next year and then a final report towards the end of 2024.

But with that in mind, staff have developed the following language that we propose to include in the Board resolution. And it reads as follows: "As part of the SB 1 report, staff will evaluate and report on progress and options for accelerating the turnover to zero-emission trucks. Staff shall also prioritize beginning to develop a regulation that accelerates reductions in communities that need it the most and ensures that fleets get access to affordable and diverse types of zero-emission truck makes and models".

So we hope that with inclusion of this language in the Board resolution, that it addresses the concerns that you've raised as well as some other stakeholders.

CHAIR RANDOLPH: Thank you.

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Board Member Kracov, did you want to follow up on any additional comments.

BOARD MEMBER KRACOV: Very pleased to hear that. I think we've got a firm commitment from our staff that they're, you know, taking this issue seriously and that we'll have the opportunity to get this information and plan for the future, while some of us are still -- still on the Board here. And maybe some other colleagues will speak to this issue too. Thank you, Chair, and thank you Dr. Cliff and Michael Benjamin.

CHAIR RANDOLPH: Okay.

VICE CHAIR BERG: Chair Randolph, it's Sandy
Berg. Board Member Riordan just has a clarifying question
on this item. On this reso -- the addition.

BOARD MEMBER RIORDAN: The question I have to Mr. Benjamin is are you going to consider infrastructure in your review? Yes, in the report --

AQPSD CHIEF BENJAMIN: In the report that we are developing?

BOARD MEMBER RIORDAN: Yes.

AQPSD CHIEF BENJAMIN: Yes, that's part of the

assessment that we UC Berkeley is doing.

BOARD MEMBER RIORDAN: Thank you. Would you note that in some way in the addition to this -- your SIP.

AQPSD CHIEF BENJAMIN: Yes.

BOARD MEMBER RIORDAN: Could you, please?

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CHAIR RANDOLPH: And to be clear, you cut out a little bit for those of us online. You said infrastructure, correct, Board Member --

BOARD MEMBER RIORDAN: Correct, Madam Chair. It was infrastructure. I want the report to not only talk about the trucks and their implementation, but I think it's critical that we also know about the infrastructure capabilities.

CHAIR RANDOLPH: Got it. Got it. Thank you very much.

Okay. So now I'm going to go to some of the Board members who have put themselves in the queue in the room and then we'll come back to our online Board members. We will be starting with Dr. Balmes.

BOARD MEMBER BALMES: Thank you, Chair. And I want to start off with thanking the staff for a lot of really hard work and good thinking. And I -- I'm glad that I'm following Mr. Kracov with his lengthy exposition about the truck situation. And -- and I appreciate Mr.

Benjamin's additional language that the staff has thought about, because I guess I go back to Bill Magavern and Will Barrett, early on in public testimony. You know, I don't think we can trust the federal regulate -- regulations we need for the South Coast and San Joaquin Valley to come through. I wish I could count on that, but I -- I don't, especially if administrations change. So I think we have to -- it's incumbent on us to do as much as possible.

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And I'm persuaded if 18 years is the useful life that's already been considered in -- in other contexts that trying to move up the implementation of the Zero-Emission Truck Rule to 2028 -- the implementation in 2028 is the way to go, if we can pull that off. And I appreciate the staff has already, you know, thought about that. And that's, to me, the most important item that I wanted to highlight.

I also want to highlight that we need to do all -- all that we can with regard to Both locomotives and ocean-going vessels. I realizes we have limited authority, but whatever we can do on the margins is really important.

And then the last point, got two parts, several people alluded to this, including, I guess, Austin in the staff presentation. I think it's important to try to have statewide -- what's the word I'm looking for --

equivalence with regard to certain things. And, you know, right off would be BACT and BARCT definitions. I -- I'm not enough of a legal scholar about the Clean Air Act and requirements in terms of SIPs. But I think it's an important issue for us as a Board that we have sort of common understanding across air districts of what BACT and BARCT, you know, really mean, and the same with ISR, Indirect Source Review.

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I'm, you know, very pleased about the South Coast Air Quality Management District's new ISR about warehouses. And I'm also -- always been happy that the San Joaquin Valley Air Pollution Control District was the first out of the box with an ISR. But now the San Joaquin Valley ISR isn't as strong as the South Coast Air Quality Management ISR. So again, I think it would be good if we could move towards the most stringent ISR feasible under the Clean Air Act.

So those were the -- those are the points I'd like to make. I think that it's going to be tough to achieve attainment -- ozone attainment, the 70 part per billion rule in the San Joaquin Valley and the South Coast. I think it's really important. I've been studying ozone health effects most of my career in academia. And to the -- the witnesses that commented about ozone and asthma, it's an important trigger of asthma attacks, and

might even contribute to the new onset of asthma in children.

So I think we have to try to get there. And I -- I think we have to do all that we can at the State level, because I -- I really don't think the Feds are going to come through in as timely a manner and as we need to see.

Thank you.

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CHAIR RANDOLPH: Okay. Thank you.

Then we have Hector De La Torre followed by John Eisenhut.

BOARD MEMBER DE LA TORRE: Thank you, Chair. Thank you, staff.

I mean, the fact that we're doing this massive SIP and we're talking about what, like three or four issues, is a really impressive accomplishment. So thank you. I'm going to touch on Gideon's comments and then on pesticides. Those are my two things here.

In terms of the timing, I appreciate that you're -- you're going to incorporate it into the report that's already happening. That's great.

In terms of timing for those legislative possibilities, I've been telling people that to me it makes more sense to go through the 2025 legislative calendar before we revisit anything. You know, that may be that we have to work on hitting that 2028 target for

useful life and scrappage. It may be, because we don't know what else we're going to be able to accomplish. But that gives us time. You know, we're openly talking about the possibility that we could do that for that 2028 year.

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To me, that SB 1 deal was a floor and a ceiling. And I know Steve was in the room, but, you know, it can be both things at once. I'm sure they think of it as just a floor. I think of it a little differently and I think some of my colleagues do as well. So -- so that's on the trucks.

On the pesticides, no less than the 1994 language. We've done it before. I don't know why we went away from it for our jurisdiction in this space and I think we should adopt it again in this SIP. issue it should be enforceable. And so I think whatever we need to do to make sure that that's done. And then for the other issue, I know we're not quite ready on the VOC front, but we should have some language like we do in the Scoping Plan -- we proposed for the Scoping Plan to have a multi-agency discussion about what -- what that would look like collaboratively with DPR and any others that are part of that discussion to see, you know, what that looks at. If we're -- if we're looking at pesticides as volatile organic compounds, what does -- what does that look like? What is already out there? What's the baseline, et

cetera, et cetera, et cetera, all of that kind of work.

I'm not -- I'm not saying we should -- need to do any

deadlines or targets right now, because I don't think we

have enough data to do that.

So that's it. Thank you.

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CHAIR RANDOLPH: Thank you.

Board Member Takvorian.

BOARD MEMBER TAKVORIAN: Thank you, Chair. This is the advantage of going after my smart colleagues, so I can reduce my -- my comments. But I did want to say that I appreciate all -- appreciate all of the hard work that went into the proposal and the clear significant progress we're making, and the more ambitious measures that are being proposed. I think as we said this morning on the transit issue, it's exciting and encouraging to see the progress that's been made in this area and their very substantial changes.

But I do think that there are improvements that we could make. One has already been talked about at length, and that has to do with the truck issue. I wanted to clarify from Mr. Benjamin, I understood that the report would be submitted in January of 2025. Are you saying that that would be the option description that's being requested? Would it be then in front of the Board in January of 2025? And I have one other issue, but I wanted

clarification on that.

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Takvorian, under SB 1, the requirement is that CARB provide that report to the Legislature by January 1st of 2025. We haven't discussed whether the report would come to the CARB board, but it would go to the Legislature. It needs to go to them by January 1st of 2025. We will have a draft report completed by mid-2024, so that I just wanted to give -- give you a sense of the timing, and the steps, and the process.

BOARD MEMBER TAKVORIAN: So then would the draft report come to the Board in mid-2024? Sorry, I'm just trying to get clear on what it looks like.

AQPSD CHIEF BENJAMIN: That's certainly an option, yes.

BOARD MEMBER TAKVORIAN: Okay. So I'd like to request that we include that then. If that conforms with the schedule that staff already have, it seems like a good opportunity for us to act sooner, as I think we -- many of us believe we should, and then take the steps from there in terms of potential rulemaking. So thank you for the clarification.

And then on the pesticide issues, I do appreciate and support Member Pacheco-Werner's comments calling for broader inclusion of pesticides. You know, this issue has

been discussed on numerous occasions. And one of the most recent, I guess, was in Shafter in 2020, which I think was kind of a watershed moment when CARB empowered community members in Shafter, via the AB 617 process, to tell us what issues they were most concerned about. And they repeatedly said reducing pesticides that are also VOCs. So while I appreciate the inclusion of 1,3-D in the -- in the SIP, and I also appreciate Secretary Garcia's commitment to pushing DPR to address these issues, I really do believe that CARB needs to step up our commitment.

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So I would agree with Member De La Torre that we need to adopt a version of the 1994 language. I would say that we should include a mandatory emission reduction target for 1,3-D that it be enforceable within the SIP, and that we commit to looking at emission reductions and doing the research that we need to do in order to bring that back.

I think if -- honestly, for the communities that are most impacted by pesticide use, if there was actually satisfaction there, and if there was relief, I -- I don't know that they would be here at CARB, but I don't think that's happening. And we have a legitimate role to play, given that these pesticides are also VOCs. So I would like to ask staff if we could include that language

into -- into the resolution.

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CHAIR RANDOLPH: So let me see just follow up for a moment with staff on this -- the pesticide issue, because I think we have clear consensus that we need a VOC target for 1,3-D, and our staff will work with DPR staff. I think we also need to revisit the language that was in the draft SIP and have it more clearly state CARB's authority around pesticides. I think, at this point, we don't really have the data and the supporting analysis to set a VOC target, and I don't think, you know, for the -- a broader suite of pesticides, and I don't know that we have the ability to do that by January.

So, to me, that I think would be part of that larger continued work we will do with Secretary Garcia and DPR in terms of how best can CARB be helpful and supportive in making progress on issues around pesticides.

Does staff want to add anything else on that issue specifically?

EXECUTIVE OFFICER CLIFF: No, Chair Randolph. That's an excellent summary. Thank you.

CHAIR RANDOLPH: Okay. And I accidentally skipped over John Eisenhut. And so he may also have some input on this pesticide issue as well.

So Board Member Eisenhut.

BOARD MEMBER EISENHUT: There we go. There's a

beauty in being last, and there's not much new. I have on my notes first, 2024, because in the original revision to the motion, I heard some good language about inclusion, but I did not hear a date. And I believe we now -- Diane had requested that we be more specific in the timing of that report, which I assume corresponds to the SB 1 report, and that 2024 would be included in the language. So I appreciate that.

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And then I really have nothing to add to the Chair's summary. I -- it would be sort of gratuitous to say I support the Secretary and the Chair in their comments, but I -- I do so. And I think the -- the continued coordination with DPR, but we own the VOCs. And going back to Hector's comment about 1994 and our role in those compounds I think is appropriate. It -- it -- I -- my observation about 1,3-D is that the material does not change its form. And the -- the action on the part of DPR to either inject more deeply or to tarp delays the release of the VOCs rather than precludes it.

I realize there's some disagreement in this arena, but I think that what happens is material changes from a liquid to a gas form, but does not lose its toxicity. And so I think it's incumbent on us to continue our pursuit with DPR in the research surrounding 1,3-D and other VOCs.

 $\hbox{So those are $--$ those are my comments and $--$ on $$ that topic. Thank you. }$

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CHAIR RANDOLPH: All right. Thank you.

Okay. The -- so I think we have -- we know where we're going on pesticides at this point and we know we are -- we have the SB 1 report coming. And are there any other last minute details anybody wants to share before we entertain a motion? Because I believe we need to do a motion and a vote on this item, is that correct, staff?

BOARD CLERK ESTABROOK: That's correct.

CHAIR RANDOLPH: Okay. Dr. Pacheco-Werner.

BOARD MEMBER PACHECO-WERNER: Yeah, Chair. I just wanted to -- to bring back to -- to staff and just even if they could just entertain me in terms of what are some options that we might have on the table in terms of locomotives, given the time that we have -- the timeframe to strengthen some of that.

DEPUTY EXECUTIVE OFFICER CHANG: Dr.

Pacheco-Werner, this is Edie Chang, Deputy Executive

Officer. As I think you know, we are developing an In-Use
Locomotive Regulation right now and it will be coming to
the Board in November. And so the Board will have an
opportunity in November to hear the proposal that we have,
which is addressing in-use of locomotives in California.

So EPA, as we talked about a lot in our presentation, they

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have primary regulatory authority, but we have the ability to regulate those locomotives in-use. And so there's a -- there is a fairly -- there's a regulation that will be coming to the Board for your consideration. And at that point, I think it would be a good opportunity to talk about if there are more things that the Board wants to pursue on locomotives after hearing that proposal.

BOARD MEMBER PACHECO-WERNER: Thank you.

CHAIR RANDOLPH: All right. Is there a motion to approve the SIP, recognizing that we will be coming back with the South Coast SIP and the San Joaquin SIP as well. And we'll have the opportunity to ensure that the VOC reduction target is incorporated at that point.

BOARD MEMBER FLOREZ: I will move it.

VICE CHAIR BERG: Chair -- oh, I'll second.

CHAIR RANDOLPH: All right. Will the Clerk

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BOARD CLERK ESTABROOK: Dr. Balmes?

BOARD MEMBER BALMES: Yes.

BOARD CLERK ESTABROOK: Mr. De La Torre?

BOARD MEMBER DE LA TORRE: Yes.

BOARD CLERK ESTABROOK: Mr. Eisenhut?

BOARD MEMBER EISENHUT: Yes.

BOARD CLERK ESTABROOK: Senator Florez?

BOARD MEMBER FLOREZ: Aye.

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BOARD CLERK ESTABROOK: Ms. Hurt?
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             BOARD MEMBER HURT:
                                 Aye.
             BOARD CLERK ESTABROOK: Mr. Kracov?
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             BOARD MEMBER KRACOV: Yes.
             BOARD CLERK ESTABROOK: Dr. Pacheco-Werner?
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             BOARD MEMBER PACHECO-WERNER:
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             BOARD CLERK ESTABROOK: Mrs. Riordan?
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             BOARD MEMBER RIORDAN: Aye.
             BOARD CLERK ESTABROOK: Supervisor Serna?
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             BOARD MEMBER SERNA: Aye.
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             BOARD CLERK ESTABROOK: Professor Sperling?
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             Ms. Takvorian
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             BOARD MEMBER TAKVORIAN: Aye.
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             BOARD CLERK ESTABROOK: Supervisor Vargas?
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             Vice Chair Berg?
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             VICE CHAIR BERG: Aye.
             BOARD CLERK ESTABROOK: Chair Randolph?
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             CHAIR RANDOLPH: Yes.
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             BOARD CLERK ESTABROOK: Madam Chair, the motion
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   passes.
             BOARD MEMBER VARGAS: Vargas, yes. I'm sorry.
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             BOARD CLERK ESTABROOK: Perfect. I heard you.
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             BOARD MEMBER VARGAS: Thank you.
             BOARD CLERK ESTABROOK: Madam Chair, the motion
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    passes.
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CHAIR RANDOLPH: All right. Great. Thank you very much.

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Now, we will move on to public comment on items that are not on the Board agenda. And so, Clerk, will you please call public commenters

BOARD CLERK ESTABROOK: Yeah. We have one person who signed up in -- to speak in person and then it looks like there's one with their hand raised in Zoom at this time. So Sean Edgar, you're first.

SEAN EDGAR: Chair and Board members, Sean Edgar.

And I know what you're thinking this is the third time
you've seen me today, so it's time for us to pack up and
get going, so I'll be brief.

I'm going to depart from my regular comments -or my prepared comments just to say that on behalf of the
renewable natural gas producers, wastewater agencies,
companies that are developing anaerobic digestion
technology, I was very excited and will take Board Member
Kracov up on his discussion that we should have a more
extensive dialogue on that topic. And the reason I will
say that is because I'm speaking to you on behalf of folks
that make green boxes. So we just got done talking about
black boxes. These are green boxes where your green bin
that you roll out to the curb goes into a really clean,
really expensive truck, to a real expensive facility to

make biogas, to reuse on the circular economy. So those are the type of green boxes we want to discuss. And thanks, Board Member Kracov, for bringing that up.

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And for Dr. Cliff, Dr. Vergis, and Ms. Sahota, or any other folks on staff, including Board members that want to do that, we're immediately available. You pick the team, you pick the place, we'll be there. So I wanted to let you know that.

And I also have a -- something that is not covered. It's educational materials. So I'm going to offer, for anyone who wants to hear, California Burning. And it's a four-year investigative study by the Wall Street Journal environmental reporters about the history of PG&E. So without belaboring the topics that we had earlier today about how difficult it's going to be to electrify, it's really a stunning indictment of how power company has done business here in Northern California.

So when we talk about -- I heard a few words earlier, tooth extraction -- no, I think it was tooth pulling. I heard nightmare, that was another word I heard. So I don't know that PG&E is equipped. They might get there in increments of time, but it's a very good book, a very good read. Because it's educational materials, it's not covered under any of the Political Reform Act reportable gifts, so anybody who wants one as a

Board member, I have one here for you.

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And I'll just close up in the brief time I have left to say that the Little Hoover Commission just did a focus study on Senate Bill 1383. Your sister agency, CalRecycle, hails that as one of the greatest opportunities to deliver near-term emission reductions of short-lived climate pollutants. And it goes back to my green box comment earlier, if we don't have support to make the green box, what is currently a \$40 billion level of investment in SB 1383, once again to pick up your organics bin, because you're our customer, if we can't be successful in kicking that program off, we need a home for the gas. You heard from the wastewater agencies, they're be part of our short group to have the discussion I talked about earlier.

And I'll just finalize by saying the climate investment update, thank you to staff for putting that out. When you spend your money for climate investments, the best money you're spending is somewhere in the range of 10 to 55 dollars a ton for greenhouse gas reductions what you're diverting organics, and when you're investing that in vehicles, its over -- well over \$1,000 a ton for -- so best bang for the buck is RNG.

Thank you.

CHAIR RANDOLPH: Thank you.

SEAN EDGAR: Who would like the first copy?

BOARD CLERK GARCIA: And it looks like we have one commenter in Zoom. So that's a phone number ending in 528. And if you could please state your name for the record.

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And you may need to push star six unmute. There you go.

Haider. I'm concerned about the undergrounding of electric wires, because it will take so much money and it will not prevent those fires in the next few years. You're not getting very much wiring done. You have to store the ark interrupters and over the -- PG&E store the ark interrupters and cover the bare wires would be a better approach than allow the PM2.5 from going into the air.

And also I was concerned about all the lights that are running, like the lights -- the outdoor lighting that's left on that disturbs the life cycles of animals, and it also wastes energy and disturbs people's sleep. You can't be functional and conserve energy. And I'm also concerned about the electric vehicles -- I think 47 percent of the emissions that are in my notes -- right in San Diego are coming from small pass -- lightweight, light-duty vehicles. And there should be incentives for

low-income people to get electric vehicles and more charging stations. You should do the charging stations too, not just rely on the federal government to do it everything. And liked your idea of electrifying buildings. You guys think -- I think that's all for now. Thanks.

BOARD CLERK GARCIA: Thank you. That concludes the commenters.

CHAIR RANDOLPH: All right. Thank you.

That concludes our Board meeting and we are now adjourned. Thank you very much.

(Thereupon the Air Resources Board meeting adjourned at 4:29 p.m.)

CERTIFICATE OF REPORTER

I, JAMES F. PETERS, a Certified Shorthand

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IN WITNESS WHEREOF, I have hereunto set my hand this 5th day of October, 2022.

James & Titte

JAMES F. PETERS, CSR

Certified Shorthand Reporter

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