State of California AIR RESOURCES BOARD

Resolution 98-32

June 25, 1998

Agenda Item: 98-7-4

WHEREAS, Health and Safety Code Sections 39600 and 39605 authorize the Air Resources Board (Board) to take actions as necessary to execute the powers and duties granted to and imposed upon the Board;

WHEREAS, Health and Safety Code Section 44220 states the Legislature's intent that air pollution control districts (districts) and other agencies have the necessary funds to meet their responsibilities for implementing the California Clean Air Act (CCAA), and that motor vehicle registration fee revenues be used to reduce air pollution from motor vehicles and for the related planning, monitoring, enforcement, and technical studies necessary for CCAA implementation;

WHEREAS, districts have the primary responsibility under state law to develop clean air plans. Districts use a portion of these funds to conduct the technical work necessary to meet their responsibilities to implement the CCAA, including adopting and implementing clean air plans;

WHEREAS, district clean air plans are designed to meet both state and federal Clean Air Act requirements where districts are subject to dual requirements;

WHEREAS, districts also use these fees to fund projects that reduce emissions from motor vehicles, and the resulting benefits may be credited toward the emission reductions needed to meet both state and federal requirements;

WHEREAS, Bay Area congestion management agencies, South Coast cities and counties, and the Mobile Source Review Committee use these fees to fund projects that reduce emissions from motor vehicles;

WHEREAS, on June 30, 1995, the Board approved and forwarded to recipient agencies four criteria for use of the motor vehicle fees: developing and implementing clean air plans, funding cost-effective projects, leveraging co-funding, and advancing new technologies;

WHEREAS, the Board encouraged recipient agencies to incorporate the criteria into their local programs;

WHEREAS, on October 23, 1997, staff reported to the Board on the status of implementation of the criteria by recipient agencies;

WHEREAS, on October 23, 1997, the Board directed staff to develop additional guidance on successful projects and to convene a statewide technical working group made of representatives of recipient agencies to assist in those efforts;

WHEREAS, the Board's staff have worked with a statewide technical working group and have developed the <u>Proposed Addendum to the 1995 Criteria and Guidelines for the Use of Motor Vehicle Registration Fees</u> (the Addendum); and

WHEREAS, the Addendum provides examples of good project design, acknowledges that leveraging funds improves cost-effectiveness, recognizes that project opportunities vary in different regions, and encourages incentives for fleet conversions by local government agencies.

NOW, THEREFORE, BE IT RESOLVED, that the Board approves the Addendum to the 1995 Criteria and Guidelines for the Use of Motor Vehicle Registration Fees with the following additions: (1) encourage the use of motor vehicle fees for alternative fuels training and (2) make technical modifications to text in response to written comments.

BE IT FURTHER RESOLVED, that the Board directs staff to distribute the Addendum to recipient agencies and to be available to assist them in implementing these criteria through their funding decisions.

BE IT FURTHER RESOLVED, that the Board directs staff to work with recipient agencies, to add to the list of successful projects, and continue to compile project design information to maximize emission reductions per dollar spent.

BE IT FURTHER RESOLVED, that the Board directs staff to work with air districts, to hold workshops, and to showcase successful projects funded with motor vehicle registration fees.

I hereby certify that the above is a true and correct copy of Resolution 98-32, as adopted by the Air Resources Board.

Pat Hutchens, Clerk of the Board