State of California AIR RESOURCES BOARD

EXECUTIVE ORDER G-13-050

May 2013

WHEREAS, sections 39600 and 39601 of the Health and Safety Code authorizes the Air Resources Board (ARB or Board) to adopt standards, rules, and regulations and to do such acts as may be necessary for the proper execution of the powers and duties granted to and imposed upon the Board by law;

WHEREAS, section 39003 of the Health and Safety Code charges the Board with coordinating efforts to attain and maintain ambient air quality standards, to conduct research into the causes of and solution to air pollution, and to systematically attack the serious problem caused by motor vehicles, which is the major source of air pollution in many areas of the State;

WHEREAS, chapter 3.2 commencing with section 39625 of the Health and Safety Code established the Proposition 1B: Goods Movement Emission Reduction Program (Program) to implement the Highway Safety, Traffic Reduction, Air Quality, and Port Security Bond Act of 2006, also known as Proposition 1B, which authorizes one billion dollars (\$1,000,000,000) in bond-funded incentives for ARB to reduce emissions associated with the movement of freight along California's trade corridors;

WHEREAS, on February 28, 2008, the Board adopted ARB Resolution 08-12 approving the Proposition 1B: Goods Movement Emission Reduction Program Guidelines for Implementation;

WHEREAS, in Resolutions 09-40, 10-18, and 13-5, the Board affirmed the existing authority of ARB staff to interpret or clarify the Program Guidelines and delegated to the Executive Officer, or his or her designee, the authority to adopt changes to the Program Guidelines that he or she deems necessary to enable effective implementation of the Program, provided that such changes are consistent with statute and the goals established by the Board. The Board also directed staff to identify those changes when the Board considers the next comprehensive update to the Program Guidelines;

WHEREAS, on January 25, 2013, in Resolution 13-5, the Board adopted updated Proposition 1B: Goods Movement Emission Reduction Program Guidelines (Program Guidelines);

WHEREAS, the Program Guidelines allow trucks being replaced under the Program to be available for limited reuse under specific truck reuse programs as approved by ARB;

WHEREAS, the Program Guidelines need to be modified so that ARB may also approve smaller scale truck reuse pilot projects consistent with the objectives of the Program, to

allow the opportunity to assess potential issues associated with expanding these pilot projects to a larger scale truck reuse program;

WHEREAS, the Program Guidelines require trucks being replaced through the Program to be scrapped to ensure that the estimated emission reductions from the Program are achieved, except for those trucks selected for reuse;

WHEREAS, the Program Guidelines include procedures for the reuse of trucks and limited alternatives to scrappage, which include the requirement that any truck reused in California be retrofitted with a PM filter to ensure a localized health benefit;

WHEREAS, Program Guidelines need to be modified, consistent with the objectives of the Program, to permit the reuse of trucks not retrofitted with a PM filter if: (a) other significant emission reduction benefits can be achieved in California; or (b) the trucks will be used in a vocational program for the purposes of education but not operated on California roads;

WHEREAS, to clarify and implement the Program, staff may provide further guidance regarding the options and requirements for truck reuse pilot projects and truck reuse programs. Attachment A outlines the changes to the Program Guidelines necessary, consistent with the policies described herein;

NOW, THEREFORE, BE IT ORDERED that pursuant to the delegation of authority by the Board in Resolutions 09-40, 10-18, and 13-5, the Executive Officer hereby adopts the modifications to the Program Guidelines that allow for the ARB Executive Officer or his or her designee to approve proposals for truck reuse pilot projects and truck reuse programs, subject to the conditions specified in Attachment A or its subsequent updates.

Executed at Sacramento, California this 21st day of ______ 2013.

Richard W. Corey Executive Officer

ATTACHMENT A Proposition 1B: Goods Movement Emission Reduction Program

CHANGES TO PROPOSITION 1B: GOODS MOVEMENT EMISSION REDUCTION PROGRAM GUIDELINES May 2013

- I. GENERAL MODIFICATIONS TO THE PROGRAM GUIDELINES
- A. <u>Truck Projects</u>, All Local Agencies
 - Reuse of Trucks without PM Filters. Allow for the approval of a truck reuse pilot project or truck reuse program, consistent with the objectives of the Program, where a PM filter would not be required on the reused truck, if: (a) other significant emission reduction benefits can be achieved in California; or (b) the trucks will be used in a vocational program for the purposes of education but not operated on California roads.