

## OPEN LETTER TO CARB ON UPCOMING CLIMATE POLICY REGULATIONS



California Air Resources Chair Liane M. Randolph and Board Members 1001 | Street Sacramento, CA 95814



## Dear Board Members,



As California businesses begin to emerge out of the devastating COVID-19 pandemic that impacted every facet of our lives, we are now facing another major challenge - unprecedented energy costs. Some of these higher energy costs are certainly the result of the Russian invasion of Ukraine. However, the premium Californians pay for all forms of energy is also unquestionably the result of California's energy and climate policy design.

Governor Newsom and Legislators have proposed immediate action to get money directly into

the pockets of Californians facing higher energy costs. At the same time, this Board is on track to adopt major regulations over the next few months that have the potential to drive businesses out of California, resulting in job losses, increase cost of living – including food, utilities, and housing





costs – and major declines in economic activity. We collectively have deep concerns with the direct negative impacts from the Climate Change Scoping Plan to meet the AB 32 emissions mandate and the Advanced Clean Cars Rule (ACC II), both of which you will be considering over the course of the coming months.







Association

The decisions made and the path chosen will have a profound impact on all Californians, dictating how they must run their businesses, what cars they can drive, where they can live, and what stove they can cook with. Life as we know it in California will be altered going forward.

## ACC II and the Scoping Plan will have major implications for businesses and individuals in California, including:

- Higher utility costs disproportionately impacting inland and rural communities
- Eliminating consumer choice by mandating all electric vehicles, appliances, residential and commercial buildings
- Worsening our electric grid reliability by pushing electrification without the infrastructure in place, thus increasing the likelihood of power outages
- Increasing costs to businesses, especially agricultural and goods movement sectors

To lessen the impacts on those that can least afford it, climate policies must be cost-effective, technology-neutral and most protective of the state's skilled and trained workforce. We

















by coastal affluent communities to the detriment of the rest of California's communities struggling to make ends meet. Our climate solutions should be available to all Californians, not just those that can afford electric vehicles, new appliances, and rooftop solar power.

respectfully urge you to consider that selecting an unnecessarily high-cost pathway will deepen

inequality for millions of Californians who are already feeling the squeeze of high energy costs.

California's climate policies have become more aggressive and more regressive, usually dictated

There is no question that the climate crisis is real. We are all committed to being a part of the solution for a lower carbon future.

We believe you can create holistic climate strategies that consider the needs of every community, especially those most vulnerable to high costs, foster innovation, create jobs, and rebuild California's dwindling middle class. We can show the other states and nations that California can lead the way, without leaving anyone behind.





Getting it right will take courage from policy makers and regulators to think creatively, make adjustments, and stand up against costly and harmful policies.

As business and community leaders, we stand ready to work with this Board to adopt and implement an energy policy for our state that embraces carbon removal and other technologies to meet our emissions goals without forcing us to rely on a single technology that our electricity grid and infrastructure is ill-prepared for. For the sake of every Californian, and as an example to the Nation, we must get it right.

Sincerely,









African American Farmers of California, Will Scott Jr., President Agricultural Energy Consumers Association, Michael Boccadoro, Executive Director Associated Builders and Contractors Central Chapter, Laura Barnes, Chapter President Beaumont Chamber of Commerce, Bette Rader, Executive Director Big Bear Chamber of Commerce, Ellen B. Clarke, Executive Director Californians for Affordable and Reliable Energy (CARE Coalition), Rob Lapsley, Chair California Alliance of Small Business Associations, William R. La Marr, Executive Director, California Asian Pacific Chamber of Commerce, David Nelson, VP of Public Policy California Business Roundtable, Rob Lapsley, President & CEO California Farm Bureau, Jim Houston, Administrator California Fresh Fruit Association, Ian LeMay, President California Fuels and Convenience Alliance, Samuel Bayless, Director of Policy































California Hispanic Chamber of Commerce, Julian Canéte, President California League of Food Producers, Trudi Hughes, President & CEO California Manufacturers and Technology Association, Lance Hastings, President & CEO Central Valley Business Federation, Clint Olivier, CEO Central Valley Latino Mayors and Elected Officials, Victor Lopez, Chair Central Valley Yemen Foundation, Ali Ahmed, Co-Chair Chino Valley Chamber of Commerce, Zeb Welborn, President Coastal Energy Alliance, Chris Collier, Founder & President Corona Chamber of Commerce, Bobby Spiegel, President & CEO Fresno County Farm Bureau, Ryan Jacobsen, CEO Fontana Chamber of Commerce, Andrea De Leon, Executive Director Garden Grove Chamber of Commerce, Cindy Spindle, President & CEO Greater Bakersfield Chamber of Commerce, Nick Ortiz, President & CEO Greater Coachella Valley Chamber of Commerce, Joshua Bonner, President & CEO Greater High Desert Chamber of Commerce, Mark Creffield, President & CEO Greater Ontario Business Council, Peggi Hazlett, CEO Harbor Association of Industry and Commerce, Henry Rogers, Executive Director Hemet/San Jacinto Valley Chamber of Commerce, Cyndi Lemke, Executive Director Highland Area Chamber of Commerce, Chris Nielsen, Executive Director Hispanic Chamber of Commerce San Francisco, Carlos Solórzano, CEO Inland Empire Economic Partnership, Paul Granillo, President & CEO International Warehouse Logistics Association, Mike Williams, Executive Director Kern Citizens for Energy, Tracy Leach, Director Kern County Economic Development Corporation, Richard Chapman, President & CEO Kern County Hispanic Chamber of Commerce, Jay Tamsi, President & CEO Kern County Taxpayers Association, Mike Turnipseed, President & CEO Kings County Farm Bureau, Dusty Ference, Executive Director Latin Business Association, Ruben Guerra, Chief Executive Long Beach Chambers of Commerce, Jeremy Harris, President & CEO









Los Angeles Business Federation, Tracy Hernandez, Founder & CEO Menifee Valley Chamber of Commerce, Maneesha Jones, President & CEO Milk Producers Council, Kevin Abernathy, General Manager Moreno Valley Chamber of Commerce, Sandy Ramirez, Chair Murrieta/Wildomar Chamber of Commerce, Patrick Ellis, President & CEO Nisei Farmers League, Manuel Cunha Jr., President Perris Valley Chamber of Commerce, Ignacio Valdivia, President Pomona Chamber of Commerce, Monique Manzanares, President & CEO Pro Small Biz CA, Jack Frost, President Raisin Bargaining Association, Harvey Singh, Chairman Rancho Cucamonga Chamber of Commerce, Robert Hufnagel, President Redondo Beach Chamber of Commerce, Dominik Knoll, President & CEO Santa Barbara County Taxpayers Association, Roy Reed, Board President Si Se Puede Foundation, Doug Kessler, Executive Director Small Business California, Scott Hauge, President, and Founder South Bay Association of Chambers of Commerce, Mark Waronek, Chair Sustainable Agriculture & Energy, Joe Desmond, Executive Director Torrance Chamber of Commerce, Donna Duperron, President & CEO Tulare County Farm Bureau, Tricia Stever Blattler, Executive Director Upland Chamber of Commerce, Peggy Robertson, Vice Chair of Public Affairs Ventura County Coalition of Labor, Agriculture and Business, Louise Lampara, Executive Director Wilmington Chamber of Commerce, Monica Garcia, Chief Executive Officer