



Air Resources Board



Matthew Rodriguez
Secretary for
Environmental Protection

Mary D. Nichols, Chair
1001 I Street • P.O. Box 2815
Sacramento, California 95812 • www.arb.ca.gov

Edmund G. Brown Jr.
Governor

August 31, 2015

Mr. Jack Broadbent
Executive Officer
Bay Area Air Quality Management District
939 Ellis Street
San Francisco, California 94109

Dear Mr. Broadbent:

The Air Resources Board (ARB) has recently concluded a review of Bay Area Air Quality Management District (District) implementation of State-sponsored incentive programs, including the Air Quality Improvement Program (AQIP), the Carl Moyer Memorial Air Quality Standards Attainment Program (Carl Moyer Program), the Goods Movement Emission Reduction Program (Goods Movement Program), and the Lower-Emission School Bus Program funded by Proposition 1B funds (School Bus Program). The scope of this review included grants made in fiscal years 2007-08 through 2013-14. A fiscal compliance audit of these programs has been conducted concurrently by the California Department of Finance, and will be provided by that Department under separate cover.

During the period of time covered by this program review, the District administered over \$145 million in State grants and matching funds to reduce emissions through the purchase of:

- 585 diesel engine replacements and/or retrofits and 6,468 old light-duty vehicles scrapped through the Carl Moyer Program
- 168 new school buses, 502 retrofits of diesel school buses and 80 compressed natural gas tank replacements through the School Bus Program
- 930 diesel retrofits, 1,223 diesel truck replacements, and 10 shore power projects through the Goods Movement Program
- 3 Technology Demonstration Projects and 411 new zero-emission lawn mowers through the AQIP

ARB's program review report is enclosed. Our review confirms that the District's incentive programs are efficiently and effectively achieving their emission reduction objectives. The review team reports no findings of District practices that are inconsistent with statute or program guidelines. We offer two recommendations in the

The energy challenge facing California is real. Every Californian needs to take immediate action to reduce energy consumption. For a list of simple ways you can reduce demand and cut your energy costs, see our website: <http://www.arb.ca.gov>.

California Environmental Protection Agency

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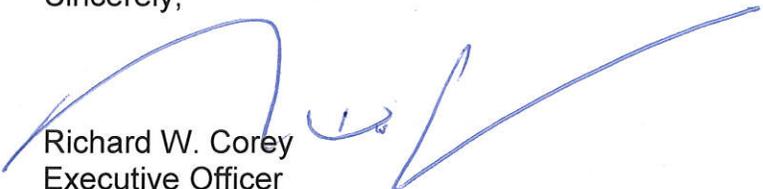
enclosed report for the Carl Moyer Program, both related to program documentation. It is my understanding that District staff has already begun action to address the recommendations. The report also commends the District for development of electronic filing systems for the Carl Moyer and Goods Movement Programs, and for the effective and efficient implementation of the School Bus Program.

Under established program review guidelines, the District has 30 days from the date of this cover letter to submit a formal response, if desired, to the enclosed Program Review Report. The report and any District responses will then be posted together on ARB's website. We encourage you to also make this information public within the District.

I want to thank you and your staff for working with us through the course of this review. The District's incentive programs contribute significant and vital air quality improvements to the San Francisco Bay Area Air Basin, and provide opportunity to numerous grantees within the basin to cost-effectively reduce public exposure to diesel emissions in California.

If you have any questions about the report, please contact Mr. Scott Rowland, Branch Chief, at (626) 350-6518 or via email at Scott.Rowland@arb.ca.gov.

Sincerely,



Richard W. Corey
Executive Officer

Enclosure

cc: See next page.

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cc: (continued)

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