MENDOCINO COUNTY AIR QUALITY MANAGEMENT DISTRICT MEMORANDUM

DATE: January 29, 2020

TO: The Mendocino County

Air Quality Management District Board

FROM: Barbara A. Moed

Air Pollution Control Officer

SUBJECT: District Participation in the Carl Moyer Program for Fiscal Year 2019/2020 (Year 22)

The Carl Moyer Program (CMP) is administered by the California Air Resources Board (ARB). Funding originates from the "smog-check waiver fee" and the tire impact fee assessed by the State.

The Program creates incentives in the form of grants to cover an incremental portion of the cost of purchasing new, replacing existing, or retrofitting existing diesel engines with cleaner on-road, off-road, marine and locomotive engines. Four categories of projects can qualify for CMP funding: On-Road Heavy-Duty Vehicles, Off-Road Equipment, Marine Vessels, and Locomotives. Within each of the four categories, three types of projects are allowed: New engine purchases (new engine and/or new vehicle); repowers ((replacement of old engines with new engines (*including re-powering to cleaner burning fuels*)), and retrofits (adding emissions control devices).

Diesel engines contribute about 40% of all oxides of nitrogen emissions (NOx) from mobile sources. NOx is one of the main contributors to ground-level ozone. A secondary focus of the Program is reducing the PM-10 and toxic compounds also contained in diesel exhaust.

Since 2000, the District has provided funding through the Carl Moyer Program in the amount of \$3,854,332 to public agencies and private companies for projects in Mendocino County.

The District is requesting the total allocation of \$272,073 for fiscal year 2019/2020 which includes required match funding in the amount of \$40,811. With the addition of the matching funds the District's total allocation from ARB for fiscal year 2019/2020 is increased from \$200,000 to \$272,073. In a corresponding agenda item, the District is requesting Board authorization to transfer \$40,811 of unallocated funds from the District's AB 923 Fund Balance to the District's Carl Moyer Program trust account to use as match funding for the Year 22 Carl Moyer Program application.

The District is requesting that the Board authorize the District to participate in the State "Year 22" Carl Moyer Program for fiscal year 2019/2020 and follow the requirements of the state program and authorize the Air Pollution Control Officer to sign and submit the Application to the state Air Resources Board. The Air Resources Board requires a resolution from the District Board authorizing the District to participate in the Carl Moyer Program for fiscal year 2019/2020, authorization to accept Program funds, and agree to follow the requirements of the Program. The resolution can be in the form of a Minute Order.

Thank you.