

BOARD MEETING DATE: April 12, 2012

AGENDA NO. 5

PROPOSAL: Recognize Proposition 1B-Goods Movement Program Funds from CARB to Implement Additional Goods Movement Truck Projects

SYNOPSIS: Under the “Year 3” Proposition 1B-Goods Movement Program, CARB solicited applications for drayage truck projects and allocated funds for their implementation in the Los Angeles/Inland Empire and the Bay Area goods movement corridors. The remaining balance of the funds are now to be distributed by CARB among the participating air districts for implementation of additional truck projects according to the previously agreed upon funding distribution formula. In accordance with AQMD accounting practices, this action is to recognize up to \$53,521,762 in Proposition 1B-Goods Movement Program funds from CARB and place them in the AQMD’s Proposition 1B-Goods Movement Program Fund (81) to implement additional truck projects from the list of projects approved by the Board on November 4, 2011.

COMMITTEE: No Committee Review

RECOMMENDED ACTIONS:

1. Recognize up to \$53,521,762 from CARB as part of the “Year 3” Proposition 1B-Goods Movement Program funds and place them into the AQMD’s Proposition 1B-Goods Movement Program Fund (81) in accordance with AQMD accounting practices; and
2. Implement truck projects from the list approved by the Board on November 4, 2011, until \$50,973,106 in project funds from the amount recognized above is expended from the Proposition 1B-Goods Movement Program Fund (81).

Barry R. Wallerstein, D.Env.
Executive Officer

Background

At its December 2011 meeting, the CARB Board approved the procedures for distribution of the FY 2009-10 “Year 3” Proposition 1B-Goods Movement Program funds and the selection of project categories. The priority was to allow a final funding opportunity for drayage trucks at the ports in the Los Angeles/Inland Empire and the Bay Area goods movement corridors and then distribute the remaining funds for “other trucks” among the participating corridors based on the overall distribution percentages adopted by CARB at the commencement of the program.

The evaluation and selection process for the drayage trucks has now been completed, and the remaining balance of the funds are to be distributed by CARB among the participating air districts for implementation of additional “other truck” projects.

Proposal

In accordance with AQMD accounting practices, these actions are to recognize up to \$53,521,762 comprised of \$50,973,106 in project funds and \$2,548,656 in administrative funds from CARB under the FY 2009-10 “Year 3” Proposition 1B-Goods Movement Program, and to approve funding of additional projects from the list approved by the Board on November 4, 2011, until the project funds in the amount of \$50,973,106 are expended from the Proposition 1B-Goods Movement Program Fund (81).

Benefits to AQMD

The successful implementation of the truck projects will reduce NO_x, PM and other pollutant emissions in a cost-effective and expeditious manner which will help achieve the goals of the 2007 AQMP. The new equipment/vehicles funded under this program are expected to operate for many years which will provide long-term emission reduction benefits in the region.

Resource Impacts

Total funding for additional truck projects as a result of recognizing up to \$53,521,762 from CARB in this Board letter shall not exceed \$50,973,106 from the Proposition 1B-Goods Movement Program Fund (81). Revenues received into special funds require Governing Board recognition in accordance with AQMD accounting practices.