



South Coast
Air Quality
Management District

SCAQMD Funding-Related State Legislative Activities/Update

SCAQMD Funding Working Group

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2017 Review - Funding Legislation

- **AB 109 and AB 134** allocated \$1.5 billion in Greenhouse Gas Reduction Fund (GGRF) monies
- **AB 134** – allocated \$250 million statewide in one-time increased Carl Moyer funding
 - Of that funding, the South Coast region will receive **\$107.5 million** (43% portion based on region's population vs. state)

2017 Review - Funding Legislation – Cont.

AB 134 - \$645 million in additional statewide funding, was made available, largely through grant applications or allocations, including:

- **\$180 million** - Hybrid and Zero-Emission Truck and Bus Voucher Incentive Program;
- **\$140 million** for the Clean Vehicle Rebate Program;
- **\$140 million** for equipment and improvements at ports;
- **\$100 million** for EFMP (of which SCAQMD received \$15 million), which helps disadvantaged communities get funding for alternative fuel and cleaner cars; and
- **\$85 million** for reducing agricultural emissions

2017 Review - SCAQMD Legislation

- **AB 1274 (O'Donnell)** – defers a smog check for motor vehicles by 2 years. The smog check costs consumer would have paid is redirected to the Carl Moyer Program for more effective reductions in DPM and NOx emissions from heavy duty vehicles.
- Beginning in 2019, this bill is expected to double current Carl Moyer funding statewide and will garner at least \$30 million per year for the South Coast region.
- Will provide a sustainable source of funding to address unhealthy, polluted air in the South Coast region.

2017 Review - Funding Legislation – Cont.

SB 132 - provides \$50 million for a zero and near-zero emission warehouse program, to be administered by CARB.

- Will be combined with a one-to-one match (resulting in total of \$100 million for projects).

2018 Budget and GGRF Funding Items

- Budget – SCAQMD worked with a varied coalition to oppose diversion of tire fees from Carl Moyer to the Dept. of Fish & Wildlife (GGRF backfill) - \$26 million at issue statewide (about \$11 million for South Coast)
- Cap & Trade auction proceeds are stabilizing and official estimates are that **\$1.25 billion** in Greenhouse Gas Reduction Fund (GGRF) monies are available for discretionary allocation in 2018
- Legislative Analyst Office estimates up to **\$1.3 billion** for GGRF in 2018

Governor's 2018 Budget Funding Proposal

- Similar to 2017's AB 134, this year's Governor's Budget proposed allocating \$250 million in GGRF monies for AB 617 efforts (not implementation costs)
- \$250 million to be allocated by ARB to provide grants for early incentive actions to reduce stationary and mobile source emissions in communities heavily impacted by air pollution
- Last year, \$250 million was allocated to Carl Moyer funding statewide (\$107.5 million for South Coast)

Sales Tax Increase Potential Proposal

- Would seek authorization from Legislature to put quarter-cent sales tax increase proposal on the ballot for voter approval within the South Coast Air District.
- Would not create ballot measure. It would only be an authorization bill to allow South Coast action or voter-driven initiative process to put on ballot.
- Estimated to generate up to \$700 million per year.
- Public survey conducted to gauge public reaction – This item is not yet approved