Truck Incentive Programs

- Carl Moyer
- Prop. 1B Goods Movement
- AB 118 Air Quality Incentives
- Plus, local air district and port programs
# Truck Incentive Types

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<th>Grants</th>
<th>Vouchers/ coupons</th>
<th>Loan guarantees</th>
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<td>Moyer</td>
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<td>Prop 1B</td>
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<td>AB 118</td>
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Board Direction

1. Simplify and align programs

2. Report back on funding status

3. Implement broad outreach
Truck Vouchers

Voucher Incentive Program

REDEEM AND CLEAN!
Voucher Incentive Program

- Voucher Incentive Program (the “VIP”)
- Focus on small fleets (3 or less)
- Available statewide
- $30,000 - $35,000 per truck in 1st year
- Replace 1993 or older truck with 2007 or newer truck
- Can be combined with loan guarantees (PLACE)
Streamlined Carl Moyer Option

- Adjustments to current program
- 90 days to 5 days to process
- Simplified requirements for applicants and districts
- No participant contracts
- Reporting and auditing
Next on Vouchers

- Informational/outreach sessions
- Executive Officer program approval
- District contracts with dealers and dismantlers
- Training
- $15 million for program launch in early Summer 2009 with ~ 500 trucks
Alignment
• Simplify and increase access
  – Align eligibility and requirements
  – Harmonize funding levels
  – Streamline implementation
Process

- Developed concepts within ARB and with local agency partners
- Results will feed into public process on guidelines for each program
- Board will consider proposals and public testimony at Spring hearings
Focus Areas

• Old truck eligibility
  ✓ Loaded truck weight
  ✓ 2 yrs CA operation
  ✓ Ability to trade in “2 for 1”
  ✓ Fleet size

• New truck technology
  ✓ Emission level benchmarks
Focus Areas – Part 2

• Funding levels for grants
  ✓ $60k for new “2010” truck
  ✓ $50k for new “2007” truck
  ✓ $40k for used “2007” truck
  ✓ $20k for NOx+PM retrofit
  ✓ $ 5k for PM filter

• Local administration
  ✓ Consistent back office requirements
Next Steps for Board

**Today:** Direction on Moyer vouchers

**April:** AB 118 guidelines/spending plan

**May:** Outreach/assistance for truckers
Prop. 1B guideline updates

**Fall:** Prop. 1B awards to local agencies
Funding Status
Revenue-Based Sources

- $78M this year – Moyer
- $42M this year - AB 118 loan guarantees
- $25M this year - AB 118 hybrid trucks
- Plus local air district and port funds
Bond Funding Process

1. Voters authorize
2. Budget appropriates
3. Agency seeks cash from Pooled Money Investment Board (PMIB)
4. PMIB decides how and when to raise funds for all State bond programs
5. PMIB loans funds to agencies and issues financial instruments
Proposition 1B

- $750M appropriated for goods movement
- $193M appropriated for school buses
- ARB requested $515M loan from PMIB
Pooled Money Investment Board

December 2008
- Stopped loans/bonds due to cash crisis
- ARB directed locals to suspend Prop. 1B actions until funds available

March 18, 2009
- Approved issue of $4B in bonds this week
- Deferred requests for new loans

Early April 2009
- Will gauge ability to sell more bonds
Upcoming Bond Activity

• ARB seeking priority funding to:
  – Reimburse monies paid out to locals
  – Restart goods movement/school bus programs

• ARB must modify existing grants

• New funding awards will be conditioned on bond fund availability
Possible Federal Funds
(Truck/Bus-Related from US EPA)

• **Stimulus - $300M nationwide for the Diesel Emission Reduction Program**
  – $156M for diesel projects (competitive)
  – $30M for SmartWays financing (competitive)
  – $1.7M to ARB for diesel projects

• **Annual diesel appropriation**
  – $15M total earmark for South Coast/SJ Valley
  – $5-6M for other California projects
Summary

• Alignment to simplify programs underway
• Moyer vouchers ready for Executive Officer approval
• Truck incentives will begin to roll out this summer