



Air Resources Board



Linda S. Adams
Secretary for
Environmental Protection

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

Arnold Schwarzenegger
Governor

November 9, 2007

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

Dear Mr. Broadbent:

The Air Resources Board (ARB) has reviewed Bay Area Air Quality Management District's (District) remediation plan for the 2007 program audit of the Carl Moyer and Lower-Emission School Bus programs. The plan appears to be robust and well thought out. Furthermore, I am also aware of the increased coordination of your staff with our Carl Moyer district liaisons, and I encourage this improved communication. All indications are that the District is making great progress towards remediating deficiencies within these funding programs, and I applaud the District's responsiveness and dedication to resolving ARB's concerns.

As a result, ARB has determined that previously announced quarterly on-site progress reviews are not warranted at this time. In lieu of such reviews, ARB requests that the District simply provide written progress reports at two time points, January 31, 2008 and April 30, 2008. Such reports can be in the form of a letter to me that discusses the completion of tasks in the District's plan of action and provides a timetable for completing any remaining tasks.

In addition, ARB will return to the District in late May of 2008 to conduct a full program audit of the Carl Moyer and Lower-Emission School Bus programs. That audit will check progress made since the last program audit as well as current implementation. ARB staff will further coordinate with District staff as we move closer to the audit, and will send an engagement letter formally announcing the audit early next year.

Again, thank you for your continued cooperation and your extraordinary effort. We look forward to working with you as you build an outstanding incentive program. If you have

*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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Mr. Jack Broadbent

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any questions, please contact Mr. Robert H. Cross, Chief, Mobile Source Control Division, at (626) 575-6807 or by email at rcross@arb.ca.gov, or Mr. Jack Kitowski, Chief, On-Road Control Regulations, at (916) 323-6169 or by email at jkitowsk@arb.ca.gov.

Sincerely,

A handwritten signature in cursive script, appearing to read "Jim Goldstene".

James N. Goldstene
Executive Officer

cc: See next page

Mr. Jack Broadbent

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cc: Ms. Mary Kelly, Manager
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Office of State Audits and Evaluation
300 Capitol Mall, Suite 801
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Mr. Jeffrey McKay
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