



BOARD MEETING DATE: August 7, 2020

AGENDA NO. 10

**PROPOSAL:** Approve Fund Transfer for Miscellaneous and Direct Expenditures Costs in FY 2020-21 as Approved by MSRC

**SYNOPSIS:** Every year the Mobile Source Air Pollution Reduction Review Committee (MSRC) adopts an Administrative Budget which includes transference of funds to the South Coast AQMD's Budget to cover administrative expenses. At this time the MSRC seeks Board approval of the fund transfer as part of the FYs 2018-21 Work Program.

**COMMITTEE:** Mobile Source Air Pollution Reduction Review, June 18, 2020; Recommended for Approval

**RECOMMENDED ACTION:**

Recognize \$56,000 revenue in the General Fund from the AB 2766 Discretionary Fund, Special Fund 23, and appropriate \$56,000 to the FY 2020-21 Budget of Science and Technology Advancement, Services and Supplies Major Object, to facilitate the payment of MSRC Miscellaneous Direct and Travel Costs, as provided in Table 1 of this letter.

Larry McCallon,  
Chair, MSRC

MMM:NB:CR

---

**Background**

In September 1990, Assembly Bill 2766 was signed into law (Health & Safety Code Sections 44220-44247) authorizing the imposition of an annual \$4 motor vehicle registration fee to fund the implementation of programs exclusively to reduce air pollution from motor vehicles. AB 2766 provides that 30 percent of the annual \$4 vehicle registration fee subvended to the South Coast AQMD be placed into an account to be allocated pursuant to a work program developed and adopted by the MSRC and approved by the Board.

## **Proposals**

At its June 20, 2019 meeting, the MSRC considered recommendations from its MSRC-TAC and approved the following:

### **FY 2020-21 Administrative Budget**

Every year the MSRC adopts an Administrative Budget for the upcoming fiscal year to ensure costs remain within the limitation, currently 6.25 percent. For FY 2020-21, the MSRC adopted an Administrative Budget in the amount of \$809,787, which is \$208,963 below the 6.25 percent cap. Administrative expenditures are not directly drawn, however, from the MSRC fund account, but instead from the South Coast AQMD's budget. To cover these expenses, the MSRC approved a fund transfer (see Table 1 for further details).

Table 1. Estimated FY 2020-21 MSRC Miscellaneous and Direct Expenditures Proposed to be Allocated to South Coast AQMD Science and Technology Advancement FY 2020-21 Budget

	<b>Work Program Code</b>	<b>Account</b>	<b>Amount</b>
Professional & Special Services	44003	67450	\$9,000
Public Notice	44003	67500	\$8,000
Communications	44003	67900	\$5,000
Postage	44003	68060	\$7,500
Office Expense/Supplies	44003	68100	\$12,000
Miscellaneous Expense	44003	69700	\$7,000
Conference- Related Expense	44003	69700	\$5,000
Travel Costs	44003	67800	\$2,500
<b>Total</b>			<b>\$56,000</b>

## **Resource Impacts**

The South Coast AQMD acts as fiscal administrator for the AB 2766 Discretionary Fund Program (Health & Safety Code Section 44243). Money received for this program is recorded in a special revenue fund (Fund 23) and any contracts awarded in response to the solicitation will be drawn from this fund.