

BOARD MEETING DATE: August 6, 2021

AGENDA NO. 7

PROPOSAL: Transfer and Appropriate Funds for Implementation of Warehouse Indirect Source Rule Online Portal

SYNOPSIS: In May 2021, the Board approved the warehouse Indirect Source Rules (ISR) (Rules 2305 and 316). The warehouse ISR requires warehouse operators to take actions every year to reduce emissions related to their warehousing activities. This action is to transfer and appropriate funds up to \$250,000 to develop an online portal that warehouse owners and operators would use to submit their reports, and to also provide information to the public about rule compliance.

COMMITTEE: Administrative, June 11, 2021; Recommended for Approval

RECOMMENDED ACTIONS:

1. Appropriate up to \$250,000 from Undesignated Fund Balance into Information Management's FYs 2021-2022 budgets, Professional and Special Services and/or Capital Outlays Major Object for development of Warehouse Actions and Investments to Reduce Emissions Program (WAIRE) Online Portal and
2. Authorize the Executive Officer to execute amendments to the contract for systems development services for AgreeYa Solutions, Inc. in the amount up to \$250,000 from Information Management's FY2021-22 Budget for development of Warehouse Actions and Investments to Reduce Emissions (WAIRE) Program online reporting portal.

Wayne Natri
Executive Officer

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Background

Warehouse Indirect Source Rule (ISR)

The Board approved the warehouse ISR (Rules 2305 and 316) in May 2021. The warehouse ISR requires warehouse operators to take actions every year to reduce

emissions related to their warehousing activities. In addition, warehouse owners and operators must submit regular reports to South Coast AQMD to provide information about their operations, and how they are complying with the rule. The Resolution for Rules 2305 and 316 also required the Executive Officer to develop an online portal that warehouse owners and operators would use to submit their reports, and to provide information to the public about rule compliance. Rule 2305 phases in warehouses over a three-year period, with approximately one-third of warehouses entering the program each year. Rule 316 includes administrative fees for warehouse operators and owners to offset the compliance activities that will be conducted by South Coast AQMD staff for this program.

Proposal

Staff is requesting up to \$250,000 be transferred from the Undesignated Fund Balance into Information Management’s FY 2021-22 Budget, and to authorize the amendment of an existing contract with AgreeYa Solutions, Inc. in an amount up to \$250,000 to develop this portal.

Resource Impacts

Upon Board approval, sufficient funding will be available in Information Management’s FY 2021-22 Budget.