



BOARD MEETING DATE: September 1, 2023

AGENDA NO. 16

PROPOSAL: Approve Contract Awards as Approved by MSRC

SYNOPSIS: As part of their FYs 2021-24 Work Program, the MSRC approved two awards under their Request for Information for Publicly Accessible Goods Movement Zero-Emission Infrastructure. At this time, the MSRC seeks Board approval of the contract awards as part of the 2021-24 Work Program.

COMMITTEE: Mobile Source Air Pollution Reduction Review Committee, August 17, 2023; Recommended for Approval

**RECOMMENDED ACTIONS:**

1. Approve two contract awards totaling \$14,679,171 under the Publicly Accessible Goods Movement Zero-Emission Infrastructure Request for Information (RFI) for electric vehicle support equipment (EVSE) and hydrogen refueling infrastructure, as part of approval of the MSRC FYs 2021-24 Work Program, as described in this letter and as follows:
  - a. A funding award to Prologis in an amount not to exceed \$11,679,171 to implement EVSE and hydrogen refueling at seven logistics facilities located within the geographical jurisdiction of the South Coast AQMD. South Coast AQMD will administer the Prologis project on behalf of the MSRC under the terms and conditions of the agreement executed between Prologis and South Coast AQMD on behalf of the MSRC. The MSRC will augment the partners' contribution as an element of the FYs 2021-24 Work Program;
  - b. A contract with the Los Angeles County Cleantech Incubator (LACI) in an amount not to exceed \$3,000,000 to implement zero-emission truck refueling at two locations at the Port of Los Angeles;
2. Authorize MSRC to adjust contract awards up to five percent, as necessary and previously granted in prior Work Programs; and

3. Authorize the Chair of the Board (or by the Board Chair's designation, the Executive Officer) to execute the contracts under the 2021-24 Work Programs, as described above and in this letter.

Larry McCallon  
Chair, MSRC

AK:RG

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### **Background**

In September 1990, Assembly Bill 2766 was signed into law (Health & Safety Code Sections 44220-44247) authorizing 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 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 August 17, 2023 meeting, the MSRC considered recommendations from its MSRC Technical Advisory Committee (MSRC-TAC) and approved the following:

#### **FYs 2021-24 Publicly Accessible Goods Movement Zero-Emission Infrastructure Program**

In August 2022, the MSRC approved an RFI for Publicly Accessible Goods Movement Zero-Emission Infrastructure. The RFI, with an initial targeted funding amount of \$50,000,000 with the purpose of identifying potential partners to assist the MSRC in deploying publicly accessible EVSE and hydrogen infrastructure within the South Coast AQMD region. The RFI closing date was November 30, 2022. Based on information submitted in response to the RFI, the MSRC is allowed, to select one or more RFI respondents to enter into discussions and enter into agreements with RFI respondents.

As part of the approval of the FYs 2021-24 Work Program, the MSRC approved the following two initial RFI awards totaling \$14,679,171:

- a. An award to Prologis in an amount not to exceed \$11,679,171. An RFI Information Package was received from Prologis seeking MSRC funding to implement direct current fast charging and hydrogen refueling at seven Prologis facilities located within the South Coast AQMD geographic jurisdiction. These seven Zero Emission Refueling Hubs will support, and accelerate, the transition to battery electric and fuel cell heavy-duty trucks that dray containers from the San Pedro Bay Ports to Prologis logistics facilities located throughout the South Coast AQMD region. The MSRC funding award is one element of the overall project funding. South Coast AQMD was awarded funding from the California State Transportation Agency (CalSTA) to support the Prologis project in the amount of \$38,930,570. Additionally, Prologis has committed \$155,722,278 towards the project, for a total project cost of \$206,332,019. To contract and administer this project, the MSRC approved that an

amount not to exceed \$11,679,171 to augment the partners' contribution as an element of the FYs 2021-24 Work Program. This will allow for more effective and efficient project administration, as there will be a single contact between South Coast AQMD and Prologis, as opposed to two separate contracts – one for the CalSTA funding, and a second for the MSRC funding. As recommended by the MSRC, South Coast AQMD will administer the Prologis project on behalf of the MSRC under the terms and conditions of the agreement executed between Prologis and South Coast AQMD on behalf of the MSRC; and

- b. An award to the Los Angeles Cleantech Incubator (LACI) in an amount not to exceed \$3,000,000. An Information Package was received from LACI seeking MSRC funding to implement zero-emission battery electric drayage truck recharging on property located at Port of Los Angeles. In addition to submitting an Information Package to the MSRC, LACI requested federal funding to support this project. LACI was successful in receiving \$1,500,000 in federal funding to co-fund the transition of two Port sites into publicly accessible battery electric drayage truck charging facilities. The City of Los Angeles Harbor Department has informed the MSRC of their support for the project.

At this time, the MSRC requests the Board approve the contract awards as part of approval of the 2021-24 AB 2766 Discretionary Fund Work Program as outlined above. The MSRC further requests authority to adjust the funds allocated to each project specified in this Board letter by up to five percent of the project's recommended funding. The Board has granted this authority to the MSRC for all past Work Programs.

### **Outreach**

In accordance with South Coast AQMD's Procurement Policy and Procedure, public notices advertising the Publicly Accessible Goods Movement Zero-Emission Infrastructure RFI was published in the Los Angeles Times, the Orange County Register, the San Bernardino Sun, and Riverside County's Press Enterprise to leverage the most cost-effective method of outreach to the South Coast Basin. In addition, the RFI was advertised in the Desert Sun newspaper for expanded outreach in the Coachella Valley. Additionally, potential respondents may have been notified utilizing South Coast AQMD's own electronic listing of certified minority vendors. Notice of the RFI was emailed to the diverse spectrum of Legislative Caucuses and chambers of commerce and business associations and placed on South Coast AQMD's website (<http://www.agmd.gov>), where it could be viewed by making the selection "Grants and Bids." Further, the RFI was posted on the MSRC's website at <http://www.cleantransportationfunding.org> and electronic notifications were sent to those subscribing to this website's notification service.

### **Resource Impacts**

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 the contracts specified herein will be drawn from this fund.