

LOCAL GOVERNMENT & SMALL BUSINESS ASSISTANCE ADVISORY GROUP MEETING

Advisory Group Members

Mayor Ben Benoit, Chair Dr. Clark E. Parker, Sr. Supervisor V. Manuel Perez Supervisor Janice Rutherford Felipe Aguirre Rachelle Arizmendi Paul Avila Geoffrey Blake Todd Campbell LaVaughn Daniel John DeWitt Bill LaMarr Rita Loof Eddie Marquez Cynthia Moran **David Rothbart**

Friday, October 12, 2018 ♦ 11:30 a.m. ♦ Conference Room GB 21865 Copley Drive, Diamond Bar, CA 91765

TELECONFERENCE LOCATION

73-710 Fred Waring Drive Suite 222 Palm Desert, CA 92260

(The public may attend at locations listed above.)

Call-in for listening purposes only is available by dialing:

Toll Free: 888-850-4523

Listen Only Passcode: 2626876

In addition, a webcast is available for viewing and listening at:

http://www.aqmd.gov/home/library/webcasts

AGENDA

Members of the public may address this body concerning any agenda item before or during consideration of that item (Gov't. Code Section 54854.3(a)). Please provide a Request to Address the Committee card to the Committee Secretary if you wish to address the Committee on an agenda item. If no cards are available, please notify SCAQMD staff or a Board Member of your desire to speak. All agendas for regular meetings are posted at District Headquarters, 21865 Copley Drive, Diamond Bar, California, at least 72 hours in advance of the regular meeting. Speakers may be limited to three (3) minutes each.

CALL TO ORDER

ACTION ITEMS (Items 1 through 3):

 Call to Order/Opening Remarks (No Motion Required) Mayor Ben Benoit Committee Chair

2. Approval of September 14, 2018 Meeting Minutes (*Motion Required*) [Attachment 1]

Derrick J. Alatorre, Deputy Executive Officer Legislative, Public Affairs & Media

3. Review of Follow-Up/Action Items

Derrick J. Alatorre

DISCUSSION ITEMS (Items 4 and 5):

4. Permit Backlog Reduction
(No Motion Required)
Staff will provide an update on the status of the permit backlog reduction.
[Attachment 2]

Laki Tisopulos
Deputy Executive Officer
Engineering & Permitting

Local Government Land Use Policies to Reduce Air Pollution
 Exposure from Mobile Sources
 (No Motion Required)
 Staff will present a summary of policies that local governments can take
 and have taken to reduce exposure to air pollution, particularly from land

Michael Krause Planning & Rules Manager Planning, Rule Development & Area Sources

uses with high mobile source emissions, like freeways. [Attachment 3]

WRITTEN REPORT:

6. Monthly Report on Small Business Assistance Activities (No Motion Required)

All

Summary of assistance and outreach activities conducted by SCAQMD's Small Business Assistance Office for September 2018. [Attachment 4 - Written Report]

OTHER MATTERS:

7. Other Business

Any member of this body, or its staff, on his or her own initiative or in response to questions posed by the public, may ask a question for clarification, may make a brief announcement or report on his or her own activities, provide a reference to staff regarding factual information, request staff to report back at a subsequent meeting concerning any matter, or may take action to direct staff to place a matter of business on a future agenda. (Govt. Code Section 54954.2)

8. Public Comment Period

At the end of the regular meeting agenda, an opportunity is provided for the public to speak on any subject within the Local Government and Small Business Assistance Committee's authority that is not on the agenda. Speakers may be limited to three (3) minutes each.

9. **Next Meeting Date -** Friday, November 9, 2018 at 11:30 a.m.

ADJOURNMENT

Document Availability

All documents (i) constituting non-exempt public records, (ii) relating to an item on an agenda for a regular meeting, and (iii) having been distributed to at least a majority of the Committee after the agenda is posted, are available prior to the meeting for public review at the South Coast Air Quality Management District, Public Information Center, 21865 Copley Drive, Diamond Bar, CA 91765.

Americans with Disabilities Act

The agenda and documents in the agenda packet will be made available, upon request, in appropriate alternative formats to assist persons with a disability (Gov't Code Section 54954.2(a)). Disability-related accommodations will also be made available to allow participation in the Legislative Committee meeting. Any accommodations must be requested as soon as practicable. Requests will be accommodated to the extent feasible. Please contact Stacy Garcia at (909) 396-2495 from 7:00 a.m. to 5:30 p.m., Tuesday through Friday, or send the request to sgarcia@aqmd.gov.

DRAFT

LOCAL GOVERNMENT & SMALL BUSINESS ASSISTANCE ADVISORY GROUP FRIDAY, SEPTEMBER 14, 2018 MEETING MINUTES

MEMBERS PRESENT:

Ben Benoit, Mayor Pro Tem, City of Wildomar and LGSBA Chairman Felipe Aguirre Paul Avila, P.B.A. & Associates Geoffrey Blake, Metal Finishers of Southern California Bill LaMarr, California Small Business Alliance Rita Loof, RadTech International Eddie Marquez, URCA Union Roofing Contractors Association

MEMBERS ABSENT:

Dr. Clark E. Parker, Sr., Senate Rules Committee Appointee
Janice Rutherford, Supervisor, Second District, San Bernardino County
Rachelle Arizmendi, Mayor Pro Tempore, City of Sierra Madre
Todd Campbell, Clean Energy
LaVaughn Daniel, DancoEN
John DeWitt, JE DeWitt, Inc.
Cynthia Moran, Council Member, City of Chino Hills
David Rothbart, Los Angeles County Sanitation District

OTHERS PRESENT:

Ruthanne Taylor Berger, Board Member Consultant (*Benoit*) Mark Abramowitz, Board Member Consultant (*Lyou*) David Czmanske, Board Member Consultant (*Cacciotti*) Marc Ang, Asian Industry B2B Andy Silva, San Bernardino County

SCAQMD STAFF:

Jill Whynot, Chief Operating Officer
Derrick Alatorre, Deputy Executive Officer
Fabian Wesson, Asst. Deputy Executive Officer/Public Advisor
Nancy Feldman, Principal Deputy District Counsel
Naveen Berry, Assistant Deputy Executive Officer
Vicki White, Technology Implementation Manager
Kathryn Higgins, Program Supervisor
Philip Barroca, Program Supervisor
Elaine-Joy Hills, AQ Inspector II
Stacy Garcia, Secretary
Aisha Reyes, Senior Office Assistant

Agenda Item #1 - Call to Order/Opening Remarks

Chair Ben Benoit called the meeting to order at 11:33 a.m.

<u>Agenda Item #2 – Approval of July 13, 2018 Meeting Minutes/Review of Follow-Up/Action Items</u> Chair Benoit called for approval of the July 13, 2018 meeting minutes. The minutes were approved unanimously.

Mr. Derrick Alatorre indicated there were no action items that arose out of the July 13, 2018 meeting. Mr. Alatorre announced that the Clean Air Awards are on October 5, 2018.

Agenda Item #3 – Follow Up/Action Items

Ms. Rita Loof requested an update on Rule 219, including outreach and a report on activities. Mr. Alatorre indicated that he has asked however, staff is not yet ready, but he'll continue to check.

Action Item: Check with staff when a presentation on Rule 219 may be provided.

Agenda Item #4 – Renewable Fuels Presentation

Mr. Philip Barroca presented on the status of renewable natural gas and renewable diesel production and use.

Mr. Paul Avila inquired about the status of ethanol use. Mr. Barroca responded that ethanol has not produced the level of NO_x reductions that are needed in the South Coast basin.

Ms. Loof referred to the chart on slide 8 of Mr. Barroca's presentation and asked how the negative carbon reduction is possible. Mr. Barroca said that not all greenhouse gases are created equal. When you are making the fuel from the high methane sources, you are having a 20:1 type of ratio apply because you are taking methane away, and it produces a fuel that will be used in an internal combustion engine that will, in turn, be producing CO₂.

Mr. Eddie Marquez asked about carbon sequestration as it applies to methane, and if the same can apply to other renewables such as renewable diesel. Mr. Barroca responded that the feedstocks for renewable diesel are the same type of biomass feedstocks that would also result in methane reduction, and that there would be a carbon sequestering effect.

Mr. Bill LaMarr stated that California has had about a million acres burned because of wildfires, and it was estimated that it released about 10 to 15 million metric tons of carbon. Mr. LaMarr asked if it would make more sense for state and air agencies to explore forest management. Mr. Barroca stated that agriculture and trees are separate forms of biomass. The trees in California represent one of the largest sources of biomass available to convert into a fuel. Mr. LaMarr stated that this year, forest fires have been a major contributor to emissions, including criteria pollutants when considering all the structures that burned. Mr. Naveen Berry indicated that the anaerobic digestion and paralyzer pathways available for renewable natural gas will help assist in dealing with fuel available for forest fires. Chair Benoit added that the conversation regarding forest management is happening in Sacramento.

Mr. Avila asked about Hydrotreated Vegetable Oil (HVO) and Waste Vegetable Oil (WVO) on pages 9-10 of the presentation, specifically if they get manufactured and can be used for commercial purposes. Mr. Berry responded that those are varied feedstocks that are used to make biodiesel and preliminary

assessments show that they may cause an increase in NO_x emissions. Mr. Avila asked what renewable natural gas was, to which Mr. Barroca explained that it's manufactured from renewable sources. Chair Benoit further added that green waste and food waste would be renewable natural gas.

Ms. Loof commented about stationary sources and how the focus in presentations appears to be more on mobile sources, fuels and NO_x emission reductions rather than volatile organic compounds (VOCs).

Agenda Item #5 – Update on SCAQMD's Incentive Programs

Ms. Vicki White presented on the various incentive programs offered and the current levels of usage within the South Coast basin.

Mr. La Marr asked if the new funding in fiscal year 2017/2018 are monies that we actually have. Ms. White responded yes.

Mr. Avila asked if any program covers heavy equipment such as cranes. Ms. White responded that the Carl Moyer Program offers grants for heavy equipment and also includes engine repowering.

Mr. Alatorre stated that in regards to Assembly Bill 134 (AB 134), the Community Air Protection Program, \$250 million was allocated statewide in 2017 and SCAQMD got \$107.5 million. For 2018/2019, \$245 million is being allocated and we are still waiting to see how much SCAQMD will get.

Mr. Avila asked if the purpose of the mitigation trust for the Volkswagen settlement was because there were more Volkswagens sold around this area. Ms. White said that the South Coast basin did have the biggest percentage of vehicles that were in violation, but that it was a nationwide settlement.

Mr. Alatorre confirmed with Ms. White that Volkswagen was able to use some of the settlement money to put in infrastructure, such as charging stations.

Mr. LaMarr asked what is being done with the non-compliant Volkswagen vehicles. Ms. White responded that the vehicles are not allowed to be driven in California unless they were fixed through the recall process.

Ms. Loof asked what the CARB reserve of \$63 million on the Volkswagen Mitigation Program is being used for and how much the administrative costs are. Ms. White said that CARB needs to monitor the progress of the program, and they want to reserve funds to use if needed for other projects to meet the 10 thousand NO_x commitment. The amount of administrative costs given to the air districts will be 10% and CARB will have 15%. The administrative costs also cover all of the reporting requirements to the trust. SCAQMD is discussing with CARB to hopefully get more support.

Ms. Loof asked what funds are available for stationary sources. Ms. White said that \$245 million from Senate Bill 865 has been set aside for incentives and includes stationary source incentives. Mr. Berry said that most of the funds were designated for mobile sources; however, there was a request for proposal (RFP) earlier this year to fund stationary projects.

Mr. Geoffrey Blake asked what type of technology SCAQMD is using to improve efficiency in regards to Transport Refrigeration Units (TRUs). Ms. White indicated that TRUs are tractors with refrigerated containers in them. SCAQMD is replacing them with electric motors to provide the cooling, they will need to be plugged in, and funding will be available for the chargers.

Mr. La Marr stated that he recognizes that SCAQMD staff is committed to seeking incentive funding for stationary sources, but wants to hear that SCAQMD has actually secured funding. Mr. Berry responded that the incentive funds are typically for projects for reductions, and that is the way that CARB has structured them. The legislators have provided a strong path for mobile source reduction.

Mr. Alatorre said that in regards to implementing Assembly Bill 617 (AB 617), the first year was mobile sources, but in the upcoming years, there will be a shift from strictly mobile to more stationary sources and there will need to be a mitigation plan.

Ms. Loof commented that once the amendments to Rule 1469 go into effect, businesses will lose the opportunity to get funding.

Agenda Item #6 - Monthly Report on Small Business Assistance Activities

No comments.

Agenda Item #7 - Other Business

Mr. Avila requested information on the City of Irwindale dropping its lawsuit against Sriracha and why SCAQMD got involved. Mr. Avila also requested a draft of the legislation on the sales tax measure. Mr. Alatorre said there is no draft yet. Mr. Avila requested the poll on the sales tax measure, to which Mr. Alatorre stated that would not be a problem.

Action Item: Provide Mr. Avila with information regarding the Sriracha case and the poll on the sales tax measure.

Mr. Avila then introduced Mark Ang from the Asian Industry B2B, who was in the audience.

Chair Benoit mentioned the upcoming Environmental Justice Conference on September 26, 2018.

Agenda Item #8 - Public Comment

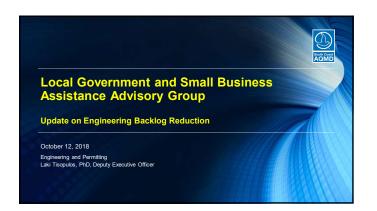
Mr. Andy Silva announced that on September 27, 2018, CARB will vote on the AB 617 communities. Mr. Alatorre stated that it will be either on September 27th or 28th, 2018.

Agenda Item #9 – Next Meeting Date

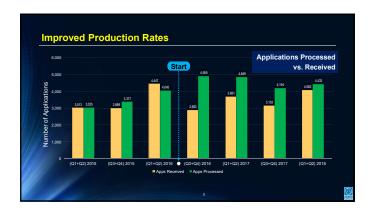
The next regular Local Government & Small Business Assistance Advisory Group meeting is scheduled for Friday, October 12, 2018 at 11:30 a.m.

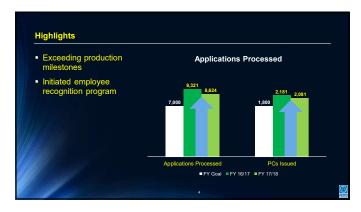
Adjournment

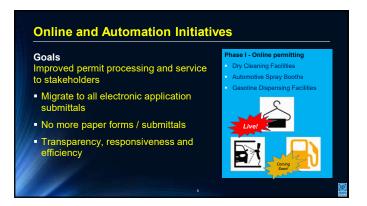
The meeting adjourned at 1:03 p.m.

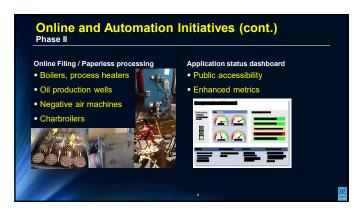










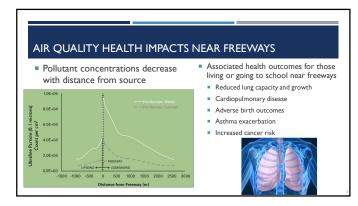


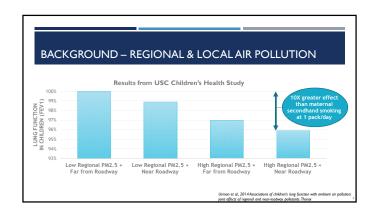




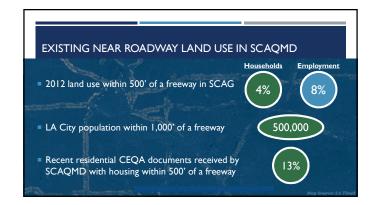








BACKGROUND – KEY POLLUTANTS NEAR MOBILE SOURCES Toxics – Diesel particulate matter, VOCs such as benzene, etc. Criteria pollutants Most SCAQMD near roadway monitors show levels below EPA standards Site near CA-60 roadway may exceed annual and daily PM2.5 NAAQS, mainly due to regional pollution Others – ultrafine particles Associated with health effects, but unregulated Particle number emission rates* reduced 85% from vehicles on LA freeways 2001-2011







EXAMPLE LOCAL GOVERNMENT LAND USE ACTIONS & POLICIES

- LA County
- Community Development Commission will not fund housing projects within 500' of a freeway
- LA City
 - HVAC filters required on new buildings within 1,000' of a freeway
 - New policy: City inspections every 4 years to verify filters instal
 - Advisory notice to all developers of residences within 1,000' of a freeway
 - New policy: Expanded notification to developers, development of new site configuration guidelines, but HRAs no longer required
 - EV charging infrastructure required in new developments (5%)

 - New policies approved by city council August 2018

EXAMPLE LOCAL GOVERNMENT LAND USE ACTIONS & POLICIES **SCHOOLS**

- CA Education Code prohibits school boards from acquiring a school site within 500' of a freeway unless health risks are less than significant

 - Generally does not apply to private or charter schools
 - LAUSD has more stringent internal policy (effectively a ban)

EXAMPLE LOCAL GOVERNMENT LAND USE ACTIONS & POLICIES WAREHOUSES

- Western Riverside County COG Good Neighbor Guidelines
- Riverside County approval of San Gorgonio Pass project required developer to contribute funds for air quality mitigation

EXAMPLE LOCAL GOVERNMENT LAND USE ACTIONS & POLICIES REDUCING VMT

- SB 375 Sustainable Communities Strategy
 - Establishes GHG emission reduction targets
 - 2016 SCS reduces about 3 tons/day NOx by 2022
 - CARB recently approved new regional targets 19% reduction in per capita GHGs from vehicles by 2035
- SB 743 Transportation Analyses in CEQA
- · Focus on reducing VMT instead of roadway level of
- Competing issues occasionally





SCAQMD PAST AND CURRENT ACTIVITIES RELATED TO LOCAL GOVERNMENT LAND USE DECISIONS Issued guidance 2012 AQMP (Chapter 9 – Near Roadway Exposure & Ultrafine Particles) (1022 Insurant application and applica

SCAQMD <u>PAST AND CURRENT</u> ACTIVITIES RELATED TO LOCAL GOVERNMENT LAND USE DECISIONS – CONT'D

- Review/comment on CEQA documents (http://www.aqmd.gov/home/rules-campliance/ceqa/commenting-agency)
 - \blacksquare Receive ~1,200/year (all land uses) \rightarrow staff provides comments on ~350/year
 - Pursue CEQA litigation in rare cases (e.g., SCIG rail yard, World Logistics Center)
- Conduct Research
 - Vehicle technologies (http://www.agmd.gor/home/technology/reports)
- School Filtration (http://www.agmd.gov/docs/default-source/cega/handbook/agmdpilotstudyfinalreport.pdf)
- Near Road Mitigation Measures/Technologies (http://www.ogmd.gov/home/technology/technology-forums)

SCAQMD <u>UPCOMING</u> ACTIVITIES RELATED TO LOCAL GOVERNMENT LAND USE DECISIONS

- Updates to CEQA Handbook
- Staff will work with CARB as they update their Land Use Handbook, focusing on Freight Facilities
- Initiating a new CEQA Air Quality Mitigation Fund
- Part of Facility Based Measures approved by Board May 2018
- General concept established in World Logistics Center settlement





Small Business Assistance Report on September 2018 Activities

for LG&SBA Advisory Group Meeting of 10/12/2018

Services Offered – September

Permit Application Assistance	215
On-site Consultations	6
Fee Review Committee Request	2
■ 1 Granted (Reinstate Permit)	
■ 1 Denied (Refund Fee)	
Air Quality Permit Checklist Processed	l 68
10/12/2018 September 2018 Report	

Permit Assistance – September

- 215 Activities Providing Help with Permit Applications. Examples include:
 - 26 Manufacturing Facilities
 - 23 Restaurants
 - 18 Offices
 - 14 General Contractors/Consultants/Architects
 - 13 Auto Body Shops
 - 7 Metal Facilities/Machines Shops
 - 5 Dry Cleaners
 - 4 Fuel Dispensing Stations

10/12/2018

September 2018 Report

Activities – September

- Conducted 6 free on-site consultations
 - Manufacturing Facilities
 - Dry Cleaners
 - Offices
 - Powder Coating Facility

10/12/2018

September 2018 Report

Dry Cleaner Grants Issued (as of 10/2018) Professional Wet Cleaning 148 CO₂ Machines 4 Hydrocarbon (funds expended) 488

Small Business Activity September 2017 – September 2018 Air Quality Permit Checklists Permit On-Site Variance Fee Review 243 97 188 Jan-2018 276 60 293 60 82 188 62 156 51 182 215 10/12/2018 September 2018 Report

