

BOARD MEETING DATE: August 7, 2026

AGENDA NO. 12

PROPOSAL: Approve Modified MOU, Change in Co-Funding for Allocation, Contract Modification, and Fund Transfer for Miscellaneous and Direct Expenditures Costs in FY 2026-27 as Approved by MSRC

SYNOPSIS: The MSRC approved modifications to an MOU for the Port of Long Beach to provide funding to heavy-duty zero emission drayage truck charging infrastructure projects. Additionally, the MSRC approved a change in the co-funding source for the agreement with Pilot Travel Centers, LLC for installation of hydrogen fueling, as well as a value increase to the contract with Exemplifi, LLC for hosting and maintenance of the MSRC's website, as part of the FYs 2024-27 Work Program. Additionally, every year the MSRC adopts an Administrative Budget which includes transfer of funds to the South Coast AQMD Budget to cover administrative expenses. The MSRC seeks Board approval of the modified MOU and contract modifications.

COMMITTEE: Mobile Source Air Pollution Reduction Review, June 18, 2026;
Recommended for Approval

RECOMMENDED ACTIONS:

1. Approve modified MOU with Port of Long Beach (POLB) to provide funding to heavy-duty zero emission drayage truck charging infrastructure projects to be administered by the MSRC, to modify descriptions of work, as described in this Board Letter;
2. Approve change in co-funding source, from Carl Moyer Program to California State Transportation Agency (CalSTA) Port and Freight Infrastructure Program (PFIP), for allocation to Pilot Travel Center for installation of hydrogen fueling station in Rialto, as part of approval of the FYs 2024-27 Work Program, as described in this Board Letter;
3. Approve a \$30,000 contract value increase to existing Contract #MS27003 with Exemplifi, LLC, the MSRC's current website maintenance contractor, to upgrade the software platform, as part of approval of the FYs 2024-27 Work Program, as described in this Board Letter;

4. Recognize up to \$56,000 in revenue in the General Fund from the AB 2766 Discretionary Fund, Special Fund 23, and appropriate up to \$56,000 to the FY 2026-27 Technology Advancement Office Budget, Services and Supplies Major Object, to facilitate the payment of MSRC Miscellaneous Direct and Travel Costs, as provided in Table 1 of this Board Letter; and
5. Authorize the Chair (or Chair's designee) to execute the contracts as described above and in this Board Letter.

Larry McCallon
Committee Chair, MSRC

AK:CR

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.

Proposal

At its June 18, 2026 meeting, the MSRC considered recommendations from its MSRC-TAC and approved the following:

MOU with Port of Long Beach

In August 2024, the MSRC approved MOUs with the Port of Los Angeles (POLA) and POLB. These MOUs establish frameworks that allow POLA and POLB to provide their Clean Truck Fund rate proceeds to particular heavy-duty zero-emission drayage truck charging infrastructure projects that would be administered by the MSRC. Eight total projects, to be implemented by four project implementers, were identified. Subsequent to the execution of the MOUs, the parties were notified of changes in some of the projects to be funded, and the MSRC and Board approved modifications to the MOUs in November and December 2025, respectively.

It was noted in January 2026 that some changes had occurred to the 4 Gen Logistics project. The number and type of charging units planned for each of the two 4 Gen Logistics locations had changed. Given advances in technology and changes in the expectations of fleets, a lower total number of megawatt charging system chargers can provide a greater charging capacity than the original number of combined charging system chargers. Both locations would have fewer chargers than originally specified but would be able to charge a greater number of trucks per day. The proposed MOU modifications would account for these changes with no change to the total funding

amount for the project. Due to a slight difference in language between the POLA and POLB MOUs, these changes only require amendments to the approved POLB MOU. The MSRC considered and approved the proposed MOU modifications, contingent on receiving approval(s) required by the Port of Long Beach.

Funding Allocation to Pilot Travel Center

In January 2024, the MSRC approved a funding allocation to partner with Pilot Travel Center in their application under the South Coast AQMD Carl Moyer Program for a project to install a hydrogen fueling station in Rialto. The MSRC made an award of \$3,000,000, with funding conditioned on successful project selection by South Coast AQMD. The application was successful. Subsequently, an opportunity arose for the project to receive co-funding from the CalSTA PFIP award to South Coast AQMD instead of the original Carl Moyer funding. There would be no change to the project or the MSRC's funding contribution. The MSRC considered and approved the change in co-funding source from Carl Moyer to CalSTA PFIP.

MSRC Website Hosting and Maintenance

The MSRC's www.CleanTransportationFunding.org website is a critical tool for the operation of the MSRC's programs. Under Contract #MS27003, Exemplifi, LLC provides routine maintenance and minor revisions to the site. The website is currently operating on a Drupal 8 content management system, which no longer receives security patches or module and theme updates. In addition, the outdated software is preventing upgrades recommended by the MSRC's Programmatic Outreach 2 Coordinator. As a result, the platform faces increasing risks related to security vulnerabilities, reduced stability, and potential functionality issues. Exemplifi has provided a quote of \$30,000 to update the site from Drupal 8 to the fully supported Drupal 10.6 platform. The MSRC considered and approved a \$30,000 increase to the Exemplifi contract for these efforts as part of the FYs 2024-27 Work Program.

FY 2026-27 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 2026-27, the MSRC adopted an Administrative Budget in the amount of \$1,031,034, which is \$12,031 below the 6.25 percent cap. Administrative expenditures such as postage and office supplies are not directly drawn from the MSRC fund account, but instead from South Coast AQMD's budget. To cover these expenses, the MSRC approved up to a \$56,000 fund transfer to South Coast AQMD (see Table 1 for further details).

Table 1.
Estimated FY 2026-27 MSRC Miscellaneous and Direct Expenditures Proposed to be
Allocated to South Coast AQMD Technology Advancement Office FY 2026-27 Budget

	Work Program Code	Account	Amount
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	\$10,000
Miscellaneous Expense	44003	69700	\$7,000
Conference-Related Expense	44003	69700	\$5,000
Travel Costs	44003	67800	\$4,500
Total			\$56,000

Appropriations and revenues for staff salaries have previously been approved by the South Coast AQMD Governing Board.

The MSRC requests that the Board approve the modified MOU, change in co-funding source, modification and fund transfer as part of approval of the FYs 2024-27 AB 2766 Discretionary Fund Work Program as outlined above.

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.