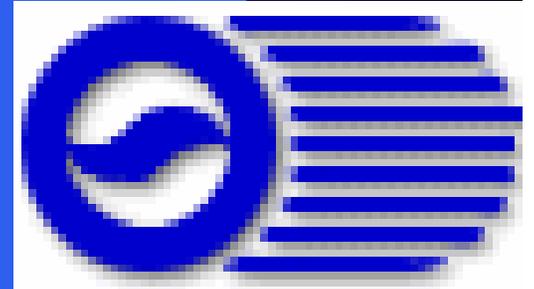


# AB 118: Enhanced Fleet Modernization Program

Car Scrapping and Repair Programs  
Current Status and Future Direction

South Coast Air Quality Management District  
February 25, 2009





## Background: AB 118

- Voluntary scrap program for high polluting cars, light- and medium-duty trucks
  - ARB adopt by July 1, 2009
  - BAR to administer January 1, 2010
- ~\$30 million in annual funding through 2015



## Background: AB 118

- District programs remain intact
- Flexibility in vehicle registration
- Focus on areas with greatest air quality problem
- Consider:
  - flexible compensation
  - cost-effectiveness
  - low-income populations



# General Eligibility

- All model years eligible
- Gross vehicle weight rating up to 10,000 pounds
- Operational requirements
- Vehicles may or may not be undergoing registration



# Operational Proof

- California registration for previous two years  
or
- Alternatively: proof of ownership combined with other documentation such as
  - insurance, or
  - repair receipts



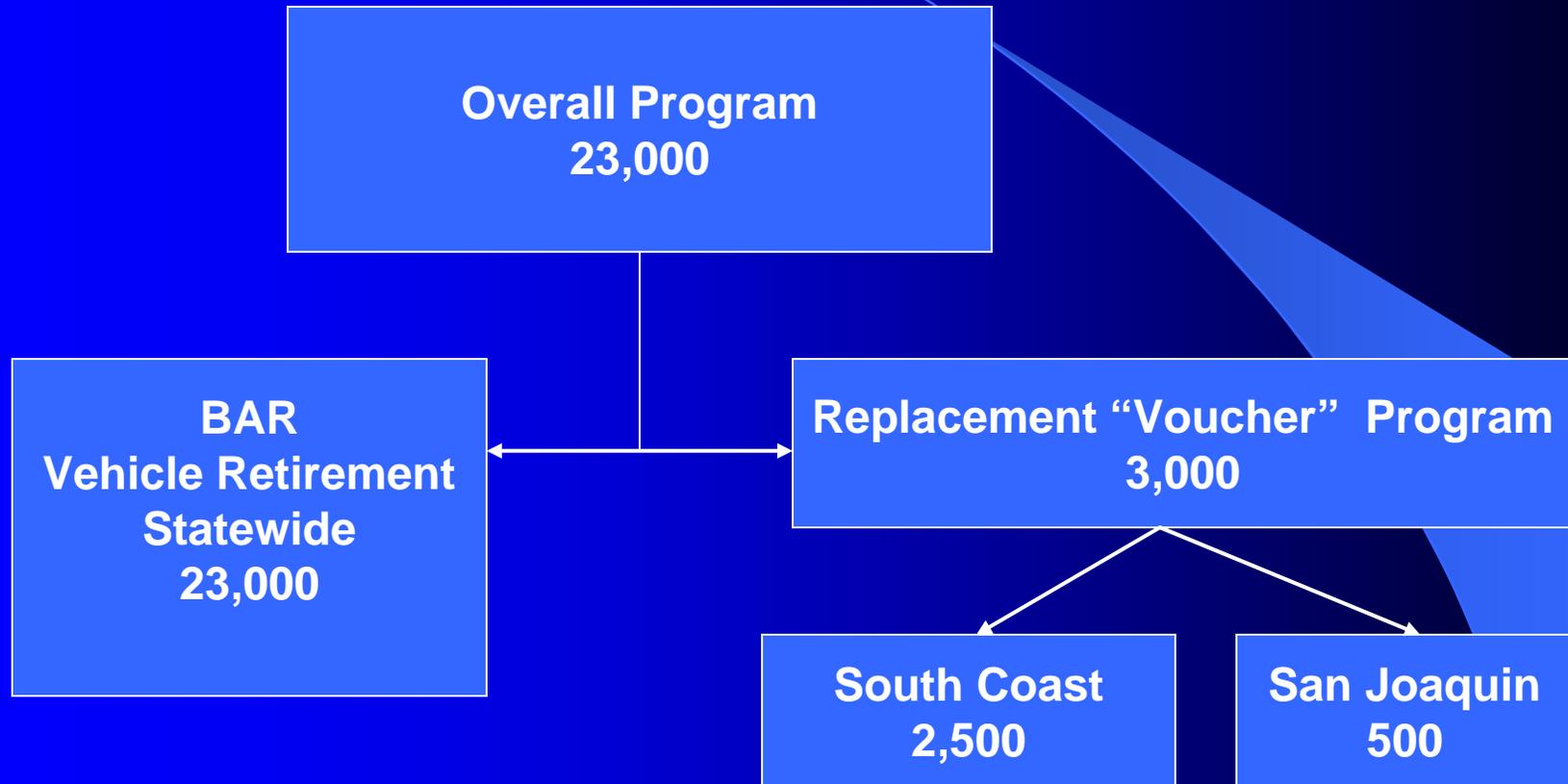


# Consideration of Areas with Greatest Air Quality Issues

- Vehicle retirement available statewide
- Voucher program for vehicle replacement focused in South Coast, San Joaquin Valley
- Voucher program to expand to additional areas as necessary



# First Year Goals





# Base Retirement Incentive

- \$1,000 for all vehicles
- \$500 additional for income eligible





# Targeted Vehicles

- High-emitting vehicles as identified by BAR database
  - Vehicle age
  - Vehicle history
- Pre-1976 vehicles
  - (not currently CAP-eligible)
- Diesel vehicles



# Vouchers for Replacement Vehicles

- Retired vehicle to receive voucher for purchase of “newer” vehicle
- Administered through local air districts
- Purchases through commercial car dealerships



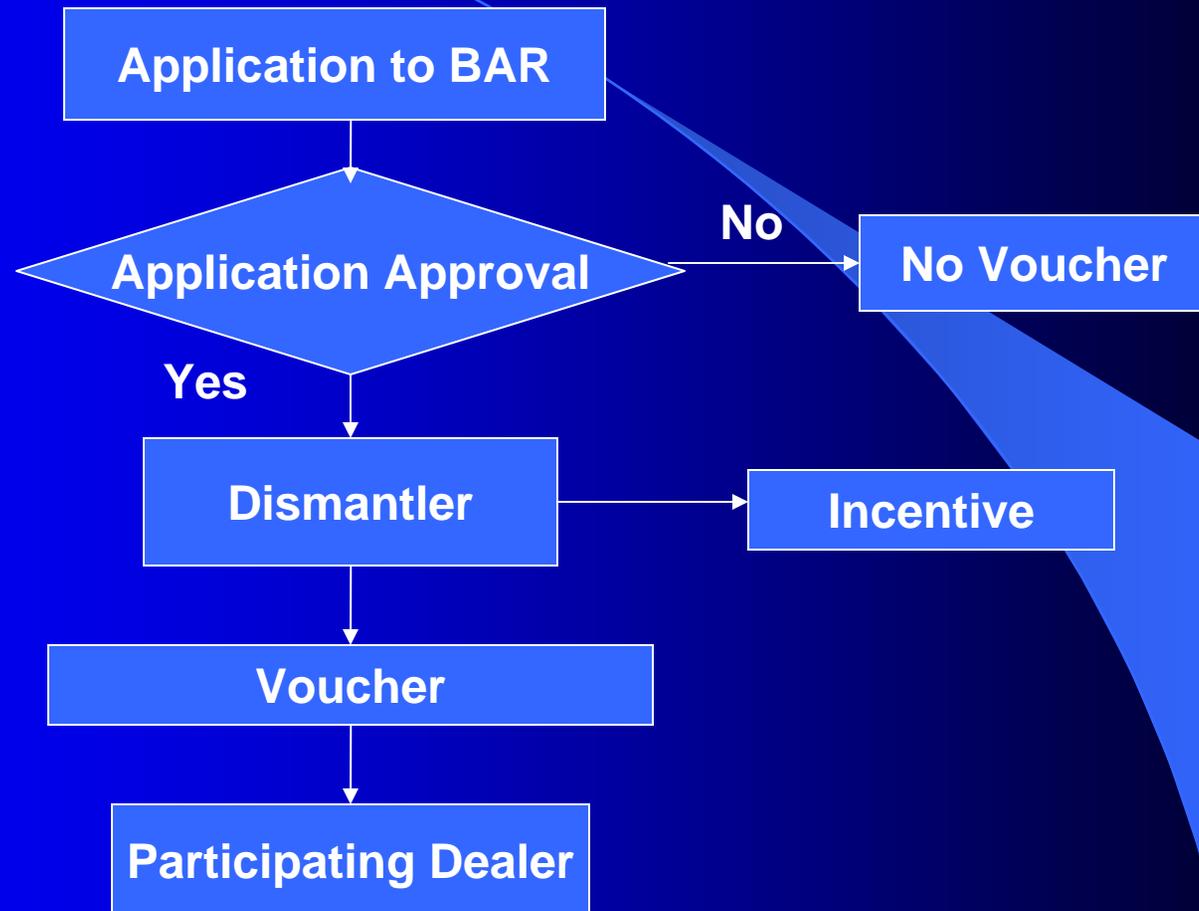
# Voucher Incentive for Replacement Vehicles

- Base Voucher: \$2,000
  - newest four model years
- Additional \$500 for income eligible participants
  - newest eight model years





# Consumer Voucher Process





# Summary: Income Eligible

- Proposal:
  - Use existing CAP definition (225 percent of federal poverty limit)
  - Additional \$500 toward vehicle retirement
  - Expand model year eligibility for replacement vehicles
  - Additional \$500 toward clean vehicle replacement



# 2010 Program Incentives

<b>Consumer</b>	<b>Retired Vehicle</b>	<b>Voucher (targeted only)</b>	<b>Total</b>	<b>Replacement Model Years (rolling)</b>
<b>All</b>	<b>\$1,000</b>	<b>\$2,000</b>	<b>\$3,000</b>	<b>2007 and newer (newest 4 years)</b>
<b>Income Eligible</b>	<b>\$1,500</b>	<b>\$2,500</b>	<b>\$4,000</b>	<b>2003 and newer (newest 8 years)</b>



# Next Steps/Schedule

Milestone	Date
Workshop	March 4, 2009
Staff Report Available	April 10, 2009
ARB Adoption Hearing	May 28, 2009
BAR Program Development	Summer/Fall 2009
Voucher Process	Summer/Fall 2009
Program Implementation	January 1, 2010