#### Rule 1304.1

# Electrical Generating Facility Annual Fee For Use Of Offset Exemption

Implementation Working Group Meeting

October 23, 2013

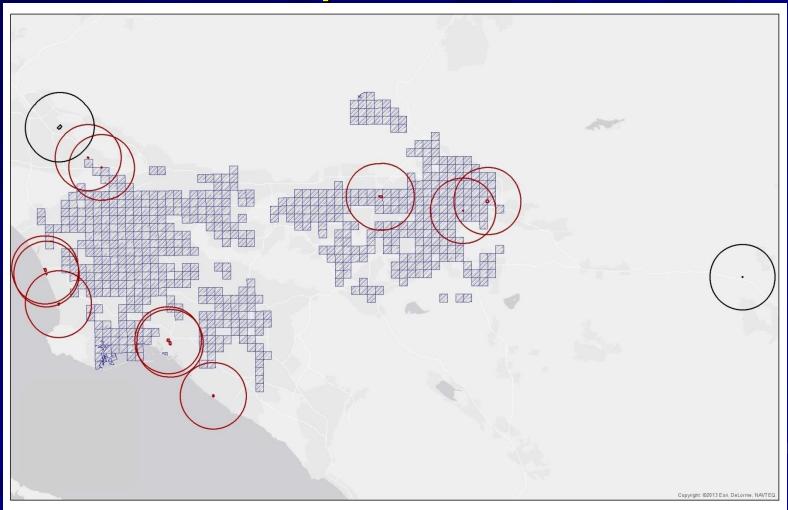


### Background

- Rule 1304.1 adopted on September 6, 2013
- Governing Board directed staff to work with stakeholders to develop guidelines for use of funds
- Governing Board added rule language
  - "...priority will be placed on the use of the funds to improve air quality consistent with the AQMP in the impacted, surrounding communities"



### Map of EGFs





## **CPV Sentinel**A Case Study

- AB 1318 established broad parameters for permitting CPV Sentinel
  - Fee for offsets
  - Fees used for emission reduction purposes
    - 30% areas in close proximity
    - 30% in environmental justice areas
- EJ area definition
  - 10% of population below poverty line
  - PM 10 exposure > 46ug/m³
  - Cancer risk > 1 x 10<sup>-3</sup>



### Key Principals

- Monies should be spent in vicinity of project
- Priority should be given to EJ areas and AQMD control measures
- Program parameters should be flexible to adjust funding for each unique location
  - Proximity of EJ areas
  - Nature and amount of project proposals received
  - Governing Board priorities



### Group Discussion

- Program Formulation
- Funding Priorities
- Project Parameters
- Tracking/Reporting



### Next Steps

- Staff to synthesize input
- Program concept to be developed
- Further input from stakeholders

