

#### AIR ISSUES & REGULATIONS COMMITTEE

A Committee of the Bay Area Clean Water Agencies

# **Committee Meeting**

**January 14, 2015** 

10:00 am - 1:00 pm

# **Introductions & Opening**

#### Agenda

- Introductions and Opening
- Discussion with BACWA Executive Director
- Regulatory Updates
  - I. State Regulatory News
  - II. National Regulatory News
- Technical Resources
- Grant Opportunities
- CASA Energy Workgroup & CWCCG Updates
- AIR Business Items
- Closing



# Discussion with BACWA Executive Director

# **Discussion with BACWA Executive Director: Overview of Project Tasks**

Task	Nature of Task	Associated Hours*	Percent of Project*
Distribution List	Administrative	5	2%
Regulatory Tracking	Technical	55	18%
Weekly Digest	Technical	43	14%
Website Maintenance	Administrative	23	8%
Meeting Coordination	Administrative	17	6%
Meeting Preparation	Technical	57	19%
Conduct Meeting	Technical	20	7%
Meeting Follow-up	Both	6	2%
CASA/CWCCG Meetings	Technical	8	3%
Issues Matrix	Technical	12	4%
Monthly Reports	Both	3	1%
Newsletter	Both	5	2%
Advocacy Letters	Technical	8	3%
Project Management	Administrative**	30	10%
Fundraising	Administrative	8	3%

<sup>\*</sup>Data based on 300 hours of effort, spent over 6 months of the project contract.

Administrative tasks that could be completed by BACWA ~20% or \$15,000 of the current contract value (\$77,064).

<sup>\*\*</sup>Although this task is administrative, it is specific to carrying out the consultant's contract.

# GHG Mandatory Reporting Regulation Amendments

## GHG Mandatory Reporting Regulation **Amendments**

- Adopted amendments to 3 regulations:
  - Regulation for the Mandatory Reporting of GHG Emissions
  - California Cap on GHG Emissions and Market-Based Compliance **Mechanisms**
  - Cost of Implementation Fee Regulation
- Amendments applicable to POTWs:
  - Clarify reporting applicability for biofuel production facilities that produce and deliver transportation fuels outside the bulk terminal/transfer system
  - Clarify that biofuel production facilities must report biofuel delivered outside the bulk transfer/terminal system
  - Added renewable diesel as a reportable biomass-derived transport fuel
- Effective January 1st
- Additional information is available at:

http://www.arb.ca.gov/regact/2014/ghg2014/ghg2

# Low Carbon Fuel Standard Regulation Amendments

# Low Carbon Fuel Standard (LCFS) Regulation Amendments

- Proposed regulatory action:
  - Reduce the average carbon intensity of transportation fuels by 10% by 2020, compared to 2010
  - Establish fuel pathways for two categories:
    - Tier 1: Conventionally-produced, first generation fuels
    - Tier 2: Fuels produced using emerging technologies and/or innovative production methods
- Comments are due February 17<sup>th</sup>
- Public workshop is scheduled for February 19<sup>th</sup>
- Additional information is available at: <a href="http://www.arb.ca.gov/regact/2015/lcfs2015/lcfs2015.htm">http://www.arb.ca.gov/regact/2015/lcfs2015.htm</a>

# Alternative Diesel Fuels Regulation

## Alternative Diesel Fuels Regulation

- Alternative Diesel Fuels Regulation:
  - Provide a pathway for alternative diesel fuels to enter the California market
  - Develop a uniform framework for standards, specifications, procedures, and other requirements applicable to various current and developmental alternative diesel fuels
- Biodiesel is considered the first alternative diesel fuel
- Proposed draft regulatory language is available for comment (only in mark-up format)
- Comments are due February 17<sup>th</sup>
- Public hearing is scheduled for February 19<sup>th</sup>
- Additional information is available at:

http://www.arb.ca.gov/fuels/diesel/altdiesel/biodiesel.htm

# Compost and Anaerobic Digestion Regulations

# Compost and Anaerobic Digestion Regulations

- Proposed amendments relevant to POTWs:
  - Clarify several compostable material feedstock definitions
  - Clarify the types of facilities that can accept these feedstocks
  - Establish criteria for land application of compostable materials
  - Clarify the inspection frequency of biosolids composting at POTWs
  - Exclude POTWs accepting hauled-in organic waste for co-digestion from the transfer operations requirements
- Regulatory schedule:
  - CalRecycle is currently reviewing comments
  - Next public workshop and second 15-day comment period TBD
- CASA supports this regulation with a few minor modifications
- Additional information is available at:

http://www.calrecycle.ca.gov/laws/rulemaking/Compos/den

# Medium-/Heavy-Duty Vehicle Regulations

## Medium-/Heavy-Duty Vehicle Regulations

- GHG Emission Standards:
  - 2014 and newer medium-/heavy-duty vehicles with a GVWR > 8,500 pounds

GHG	Standard	GHG	Standard
$CO_2$	234 g/ton-mile	$N_2O$	0.10 g/bhp-hr
$CH_4$	0.10 g/bhp-hr	HFC	11.0 g/year

- Optional NOx Emission Standards:
  - 2015 and newer heavy-duty vehicles with a GVWR > 14,000 pounds

Emission Rate (g/bhp-hr)	Percent Reduction*
0.1	50%
0.05	75%
0.02	90%

<sup>\*</sup>From current primary standard of 0.2 g/bhp-hr.

- Effective December 5, 2014
- Additional information is available at:



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http://www.arb.ca.gov/regact/2013/hdghg2013/hdghg2019nthetphye Bay Area Clean Water Agencies 16

# Truck & Bus Regulation Amendments

## Truck & Bus Regulation Amendments

- Amendments to the Regulation to Reduce Emissions of Diesel PM, NOx, and other Criteria Pollutants from In-Use On-Road Diesel-Fueled Vehicles:
  - Removes labeling requirements for vehicles using the Economic Hardship Extension
  - Clarifies that credit for adding hybrid vehicles (to replace heavier vehicles) counts towards meeting PM BACT
  - Extends compliance deadline for small fleet PM filter requirements to January 1, 2017
- Applies to POTWs with on-road, diesel-fueled vehicles with a GVWR > 14,000 pounds that do not meet the current BACT requirements
- Effective January 1<sup>st</sup>
- Additional information is available at:

http://www.arb.ca.gov/regact/2014/truckbus14/tru

# Enhanced Vapor Recovery Requirements for Aboveground Storage Tanks

# Enhanced Vapor Recovery Requirements for Aboveground Storage Tanks

- Amendments to Enhanced Vapor Recovery (EVR) requirements for Aboveground Storage Tanks (ASTs):
  - Improve cost effectiveness of the regulation while preserving its air quality benefits
  - Exempt ASTs with low gasoline throughput from compliance with Standing Loss Control and/or Phase I requirements
- Rulemaking process delayed until 2015
- Until further notice, February 28, 2014 advisory remains in effect:
  - Air Districts should not enforce the July 1, 2014 compliance deadline for potentially exempt ASTs
  - Exemption status can be determined through a 9-step process
- Additional information is available at: <a href="http://www.arb.ca.gov/vapor/regad111814.pdf">http://www.arb.ca.gov/vapor/regad111814.pdf</a>



# Proposed 2016 Nonresidential Building Energy Efficiency Standards

# Proposed 2016 Nonresidential Building Energy Efficiency Standards

- CEC updates the standards every 3 years
- Proposed 2016 amendments relevant to POTWs:
  - Require hourly 15- and 30-year forecasts of avoided energy cost
  - Increase metal and wood roof insulation criteria
  - Increase Fan Efficiency Grade
  - Upgrade elevator lighting and HVAC controls
  - Require indoor/outdoor lighting efficiency controls
- Regulatory schedule:
  - February 2015: Release 45-day language
  - May 2015: Release 15-day language
  - June 2015: Anticipated adoption
  - January 1, 2017: Effective date
- Additional information is available at:

http://www.energy.ca.gov/title24/2016standards/ing

# **National Regulatory News**

# **National Regulatory News**

# Proposal to Lower Ozone NAAQS

#### Proposal to Lower Ozone NAAQS

- Proposing to lower the 8-hour Ozone NAAQS to between 60 and 70 ppb
- Objectives:
  - Combine primary and secondary standards to set agriculture and human health NAAQS at the same level
  - Reduce ozone precursors (NOx and VOCs) and carbon pollution
- BAAQMD: Marginal nonattainment area for the current standard (75 ppb)
- Designation and implementation schedule:
  - February 2<sup>nd</sup>: Public hearing
  - March 17<sup>th</sup>: Public comments due
  - October 1st: USEPA adopts final rule
  - October 2016: States submit recommendations for area designations and SIPs
  - October 2017: USEPA submits area designations
  - October 2018: States submit Infrastructure SIPs
  - October 2020 2021: Designated areas submit Attainment Plans
- CASA's concerns for extreme non-attainment areas:
  - Cut back on renewable energy projects and encourage methane flaring without regulating primary ozone emitters
  - Allow PSD grandfathering
- Additional information is available at:

http://www.epa.gov/groundlevelozone/actions.html

# **National Regulatory News**

# GHG Tailoring & Deferral Rules

## GHG Tailoring & Deferral Rules

- June 24, 2014 Supreme Court ruling found key aspects of the GHG Tailoring Rule to be improper
- GHG Tailoring Rule Findings:
  - GHG emissions alone cannot trigger PSD or Title V requirements
  - If criteria pollutant emissions trigger PSD or Title V requirements, USEPA can require a technical evaluation of GHG reduction options
- USEPA released the "Revised Framework for Assessing Biogenic CO<sub>2</sub> Emissions from Stationary Sources":
  - Found that waste-derived feedstocks have minimal or no net atmospheric contributions of biogenic CO<sub>2</sub> emissions
- Next Steps:
  - USEPA will propose revisions to the PSD rules to exempt waste-derived feedstocks from the BACT requirement for GHGs
  - States may re-write regulations to remove the GHG emissions trigger
- Additional information is available at:
   <a href="http://www.epa.gov/climatechange/downloads/Framework-for-Assessing-Blogenic-Air Issues & Regulations Committee">http://www.epa.gov/climatechange/downloads/Framework-for-Assessing-Blogenic-Air Issues & Regulations Committee</a>
   CO2-Emissions.pdf

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# **Additional Items**

#### **Additional Items**

# **Technical Resources**

# CARB Diesel Vehicle and Equipment Training Courses

Course	Date	Location
#514: Truck & Bus and Tractor- Trailer GHG Regulations Overview, Compliance, and Reporting	Jan. 15	Webinar
	Jan. 16	Modesto
	Jan. 22	Turlock
#521: How to Comply with the Truck & Bus Regulation	Jan. 20	Santa Rosa
	Jan. 22	Napa

Additional course information is available at: <a href="https://ssl.arb.ca.gov/training/courselist.php">https://ssl.arb.ca.gov/training/courselist.php</a>



#### **CARB Vehicle Tools**

- Fleet Average Calculator for Small Fleets:
  - Allows owners of small fleets to evaluate options for compliance with the In-Use Off Road Diesel Vehicle Regulation
  - Excel spreadsheet designed to calculate Fleet Average Index and Fleet Average Targets, based on the equipment model year and power output
  - Additional information is available at:
     <a href="http://www.arb.ca.gov/msprog/ordiesel/fac.htm">http://www.arb.ca.gov/msprog/ordiesel/fac.htm</a>
- 2014 Emission Factors Database (EMFAC2014):
  - Primary model used for assessing emissions from on-road vehicles, particularly for CEQA and PM Hot Spot analyses
  - Draft released for public testing
  - Tutorial workshops will be scheduled for early 2015
  - Comments are currently being accepted
  - Additional information is available at: <a href="http://www.arb.ca.gov/msei/msei.htm">http://www.arb.ca.gov/msei/msei.htm</a>



## AQIP/GGRF Workshop

- Air Quality Improvement Program (AQIP) and Low Carbon Transportation Greenhouse Gas Reduction Fund (GGRF):
  - Voluntary incentive program administered by CARB to fund:
    - Clean vehicle and equipment projects
    - Research on biofuels production and air quality impacts of alternative fuels
    - Workforce training
  - Funding typically benefits disadvantaged communities
- Public workshop is scheduled for January 23<sup>rd</sup>:
  - Discuss development of the 2015-2016 Fiscal Year (FY) Funding Plan and Investments
  - Solicit input on existing and potential project categories, such as lightand heavy-duty vehicle loan and rebate programs
  - Summarize recent regulations affecting program implementation

# 2015-2016 Investment Plan Update for the ARFVTP

- Proposed allocations relevant to POTWs:
  - \$20 million for biofuel production and supply
  - \$18 million for electric charging infrastructure
- Annual investment plan:
  - Communicates the CEC's strategic vision
  - Determines the funding priorities and opportunities for the upcoming FY
  - Provides an analytical rationale for proposed expenditure
- Comments are currently in review
- Public workshop is scheduled for January 28<sup>th</sup>
- March: Release of Final Plan
- April: Approval of Final Plan
- Additional information is available at:

http://www.energy.ca.gov/2014-ALT-01/documents

## Governor's Proposed 2015-2016 Budget

- Cap-and-Trade Investment Plan:
  - Allocates an additional \$1 billion in C&T revenue for existing programs:
    - CalRecycle will receive \$25 million for its waste diversion program
  - Develop a mid-term GHG reduction target for 2030:
    - Target GHG reductions in several key areas: decarbonizing electricity; reducing short-lived climate pollutants from oil production, landfills, agriculture, etc.; and resilience
- Proposition 1 (Water Bond):
  - \$532.5 million funding under different categories:
    - Safe Drinking Water: \$66.3 million to SWRCB for WWTP projects
    - Water Recycling:
      - \$5.5 million to DWR for water recycling and desalination projects
      - \$131.7 million to SWRCB for water recycling and treatment technology projects
    - Regional Water Reliability: \$32.8 million to DWR for Integrated Regional Water Management Program
- Budget to be reviewed and approved by June 15<sup>thAir Issues & Regulations Committee</sup>
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## CARB/CAPCOA AB 8 Carl Moyer Program **Evaluation Report**

- Summarizes the successes and benefits of the Carl Moyer Program
- Proposes the following program improvements:
  - Adjust the cost-effectiveness limit to more effectively incentivize the statewide deployment of cleaner technologies
  - Allow for greater leveraging of funds from multiple sources to facilitate funding for projects that achieve multiple goals
  - Expand the types of projects eligible for funding to include advanced technologies and infrastructure
  - Recognize GHG reductions such that investments can prioritize both criteria pollutant and GHG emission reductions
  - Modify implementation requirements to improve and streamline the funding process
- On December 18, 2014, CARB agreed on these improvement concepts and will develop draft statutory language
- Report is available at:
  - http://www.arb.ca.gov/msprog/moyer/moyer%20staff%

#### CITSS Version 5.0

- CARB released Version 5.0 of the Compliance Instrument Tracking System Service (CITSS):
  - Provides new functionality for transfer of compliance instruments
  - Supports recent amendments to California's Cap-and-Trade Regulation
- Tool functions:
  - Records ownership of compliance instruments
  - Enables and records compliance instrument transfers
  - Facilitates compliance instrument surrender
  - Supports market oversight through the collection of relevant information for California's Cap-and-Trade Regulation
- Training workshop is scheduled for January 20th
- Additional information is available at: http://www.arb.ca.gov/cc/capandtrade/markettrackingsystem rackingsystem.htm AIR ISSUES & REGULATIONS COMMITTEE

#### **USEPA Water & Climate Tools**

- Avoided Emissions and Generation Tool (AVERT):
  - Estimates emissions benefits of energy efficiency and renewable energy programs
  - Available at: <a href="http://www.epa.gov/avert/">http://www.epa.gov/avert/</a>
- U.S. Climate Resilience Toolkit:
  - Provides tools, information, and expertise to help build resilience to climate-related events
  - Available at: <a href="http://toolkit.climate.gov/">http://toolkit.climate.gov/</a>
- Waste to Biogas Mapping Tool:
  - Connects generators of organic waste with potential users looking to increase biogas production through co-digestion
  - Designed for decision-makers with significant technical expertise in the fields of waste management, wastewater treatment, and renewable energy
  - Available at: http://epamap21.epa.gov/biogas/index.html
- Climate Resilience: What to Expect, How to Prepare, and What You Can Learn from Others:
  - Workbook and webinar tools designed for use by any place-based organization
  - Intended to identify and prioritize actions needed to address climate change vulnerabilities
  - Available at: http://www2.epa.gov/cre/risk-based-adaptation

#### **USEPA Water & Climate Reports**

- "Rising Waters, Rising Threat: How Climate Change Endangers America's Neglected Wastewater Infrastructure" Report:
  - Recommends steps to protect water sources and public health from disruptions and overflows in wastewater treatment systems
  - Available at:
     <a href="https://www.americanprogress.org/issues/green/report/2014/10/31/100066/rising-waters-rising-threat/">https://www.americanprogress.org/issues/green/report/2014/10/31/100066/rising-waters-rising-threat/</a>
- "Food Waste to Energy: How Six Water Resource Recovery Facilities are Boosting Biogas Production and the Bottom Line" Report:
  - Provides a comprehensive case study of biogas production from co-digestion at six wastewater treatment plants nationwide
  - Available at: <a href="http://www.casaweb.org/documents/food\_waste\_to\_energy.pdf">http://www.casaweb.org/documents/food\_waste\_to\_energy.pdf</a>



#### USEPA/CHP Partnership Resources

- "Financing CHP Projects at Wastewater Treatment Facilities with CWSRF":
  - Describes CWSRF and its mechanism
  - Examples of CHP projects funded through the program include:
    - Reciprocating engine: Beaver Dam Municipal Water Treatment Plant
    - Stirling engine: City of Covington Wastewater Treatment Plant
    - Microturbine: West Lafayette Wastewater Treatment Facility
  - Available at:
    - http://www.epa.gov/chp/documents/CHPCleanWaterStateRevolvingFundFactShe et-102014.pdf
- "Approaches to Streamline Air Permitting for CHP: Permits by Rule (PBR) and General Permits (GP)":
  - Provides better understanding of PBR and GP permitting process
  - PBR:
    - Optional permit provision applicable only to a certain type of source or facility
    - Contains qualifying criteria, emission limitations, conditions for operation, and requirements for record keeping and reporting
    - Functions as both the installation and operating "permit" for the source
  - GP: Issued to expedite permitting of a state-wide activity
  - Available at: http://www.epa.gov/chp/documents/PBRFa

#### **USEPA ENERGY STAR® Webinars**

- January 15<sup>th</sup>: Financing Energy Efficient Upgrades with ENERGY STAR
  - Learn about financing projects in the public and private sectors and the basics of performance contracting
- January 27<sup>th</sup>: Portfolio Manager 101
  - Introduce the core functionality of the ENERGY STAR Portfolio Manager tool
- January 28<sup>th</sup>: Portfolio Manager 201
  - Dive deeper into more advanced tool functions
- January 29<sup>th</sup>: How to Apply for the ENERGY STAR
  - Application process for Portfolio Manager Certification
- February 12<sup>th</sup>: Benchmarking Water/Wastewater Treatment Facilities in Portfolio Manager
  - Measure and track energy use and CO<sub>2</sub> emission reductions
- Registration information is available at: <a href="http://www.energystar.gov/buildings/training">http://www.energystar.gov/buildings/training</a>



# University of California, Irvine School of Engineering Conferences

- UCI's School of Engineering is hosting 2 conferences this spring
- 15<sup>th</sup> Annual International Colloquium on Environmentally Preferred Advanced Power Generation Conference:
  - Scheduled for March 23<sup>rd</sup> 24<sup>th</sup>
  - Focuses on clean energy systems, sustainable power generation, energy utilization, and grid ramification
  - Additional information is available at:
     <a href="http://www.apep.uci.edu/ICEPAG2015/default2.aspx">http://www.apep.uci.edu/ICEPAG2015/default2.aspx</a>
- 2<sup>nd</sup> Annual Microgrid Global Summit:
  - Scheduled for March 25th 26th
  - Planned to discuss the applicability of microgrids to ameliorate grid resilience and reliability
  - Additional information is available at:
     <a href="http://www.microgridglobalsummit.org/2015/html/session">http://www.microgridglobalsummit.org/2015/html/session</a>

#### **Additional Items**

### **Grant Opportunities**

## Electric Program Investment Charge (EPIC) Program Funding: PON-14-307

- PON-14-307: Demonstrating Clean Energy Solutions that Support California's Industries, the Environment, and the Electrical Grid:
  - \$21 million in available funding
  - \$3 million maximum funding amount per project
  - 20% matching funds requirement
  - Eligible distributed generation and grid integration projects must use:
    - Community scale generators, including CHP and renewable generation technologies that are in the pre-commercial stage
    - Innovative energy management strategies to facilitate the integration of intermittent renewable energy and the reduction of peak power and energy demands
- Application deadline extended to January 16<sup>th</sup>
- Additional information is available at:

http://www.energy.ca.gov/contracts/epic.html#PC

#### EPIC Program Funding: PON-14-505

- PON-14-505: Advancing Clean Energy from Biogas, Biomethane, and Natural Gas:
  - \$5.5 million in available funding
  - 20% match funding requirement
  - Eligible projects must apply to <u>one</u> of the following topic areas:
    - Development and demonstration of affordable technologies and strategies for biogas cleanup and upgrading to biomethane or renewable natural gas for clean power generation
    - Demonstration of bottoming cycle solutions as supplemental power generation for highly efficient use of natural gas
    - Development and demonstration of micro-scale and other novel systems for small-scale combined cooling, heating, and power
- Applications are due February 6<sup>th</sup>
- Additional information is available at:

http://www.energy.ca.gov/contracts/PON-14-505

#### Free Energy Audits

- California Energy Commission's (CEC) Energy Partnership Program:
  - Provides up to \$20,000 of technical support to identify energy projects and their technical and economic viability
  - Available to both water and wastewater utilities
- Applications accepted on a first-come, first-serve basis
- Questions: Shahid Chaudhry at (916) 654-4858 or Shahid.Chaudhry@energy.ca.gov
- Additional information is available at: <a href="http://www.energy.ca.gov/efficiency/partnership/">http://www.energy.ca.gov/efficiency/partnership/</a>



### State Water Board's Clean Water State Revolving Fund (CWSRF) Program

- CWSRF Program:
  - Accepts applications on a continuous basis
  - Offers low interest financing for water quality projects
  - Disburses \$200 \$300 million annually
  - Any public body created under State law is eligible for funding
- CWSRF is currently focused on recycled water projects:
  - Create new water supplies as part of drought response
  - Recently approved \$800 million in 1% loans for eligible projects
  - Funding is **still** available, but eligible projects must:
    - Apply for funding by December 2<sup>nd</sup>
    - Be completed by January 17, 2017
  - Program still offers 30-year extended term financing options
- Additional information is available at:

http://www.waterboards.ca.gov/water\_issues/programs/great

#### GHG Reduction Organics Loan Program

- CalRecycle is providing loans to projects that:
  - Reduce GHG emissions from the handling or landfilling of Californiagenerated green and food materials
  - Expand the existing capacity or establish new facilities to process
     California-generated green and food materials into new value-added products
- \$4.7 million in funding is available for FY 2014/2015:
  - \$2 million maximum loan amount
  - 25% matching funds requirement
- Secondary applications are due February 6<sup>th</sup>
- Loans will be awarded in April 2015
- Additional information is available at:
   <a href="http://www.calrecycle.ca.gov/Climate/GrantsLoans@rgantsCoans@rgantsCoans@rgantsCoans@rgantsCoans@rgantsCoans@rgantsCoans@rgantsC

### DOE Title XVII Innovative Clean Energy Loan Program

- Intends to fill funding gap of private lenders not ready to take technology risk
- \$40 billion in loan guarantees available:
  - \$16 billion for Advanced Technology Vehicles Manufacturing (direct loans)
  - \$8 billion for Advanced Fossil Energy
  - \$4 billion for Renewable Energy and Efficiency
  - \$12 billion for Advanced Nuclear Energy
- Title XVII key project eligibility requirements:
  - Innovative: prove new or significantly new technology or system
  - Use, avoid, or sequester GHGs
  - Within U.S. territories, but may be foreign-owned
  - Due diligence: credit rating and risk
- Ongoing solicitation application process:
  - Part I: \$50,000 fee to confirm eligibility
  - Part II: Confirm due diligence
    - \$350,000 fee for projects valued > \$150 million
    - \$100,000 fee for projects valued < \$150 million
- Additional information is available at:



#### Renewable Energy and Efficient Energy Projects Loan Guarantee

- Program intended to support the first commercial-scale deployments of the next wave of innovative clean energy technologies
- Drop-in Biofuels:
  - Focuses on biofuels that are more compatible with today's engines, delivery infrastructure, and refueling station equipment
  - Projects provide nearly identical bio-based substitutes for crude oil, gasoline, diesel fuel, and jet fuel or produce intermediate fuel feedstocks
- Waste-to-Energy:
  - Focuses on projects harnessing waste products, such as landfill CH<sub>4</sub> and segregated waste, as a source of energy
  - Projects will enable commercial-scale utilization of waste materials, which are otherwise discarded, and produce significant clean, renewable energy
- Part I applications are due no later than December 2<sup>nd</sup>
- Part II applications are due following invitation by DOE
- Additional information is available at:
   http://energy.gov/lpo/services/solicitations/renewable-energy-projects-solicitation

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#### Clean Vehicle Rebate Project (CVRP)

- CVRP Program:
  - Accelerates the number of ultra-clean vehicles sold in California
  - Helps establish a sustainable market
- CVRP offers rebate funding for zero-emission and plug-in hybrid electric vehicles:
  - \$110 million allocated for FY 2014/2015 funding
  - 61% of funding still available
  - Accepting applications on a first-come, first-serve basis
- Rebates offered for purchase or lease:
  - \$5,000 per hydrogen fuel cell vehicle
  - \$2,500 per battery electric vehicle
  - \$1,500 per plug-in hybrid electric vehicle
- Additional information is available at:

http://energycenter.org/clean-vehicle-rebate-project Issues & Regulations Committee

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#### Carl Moyer Memorial Air Quality Standards Attainment Program

- BAAQMD's Carl Moyer Program:
  - Strives to reduce air emissions from local heavy/medium-duty engines
  - Accepting applications on a first-come, first-serve basis
- **Grants:** 
  - Cannot be used for projects currently required by law
  - Are available for projects that:
    - Install verified emission control devices
    - Replace older heavy-duty engines with newer and cleaner engines
    - Replace older equipment with newer and cleaner equipment
    - Purchase new equipment that is cleaner than the law requires
    - Install electric idling-reduction equipment
- Applications **still** being accepted
- Additional information is available at:

http://www.baaqmd.gov/Divisions/Strategic-Incentives/Funding Sources/Carl-Moyer-Program.aspx

### Voucher Incentive Program: On-road Heavy-Duty Vehicles

- Voucher Incentive Program:
  - Provides funding to reduce on-road heavy-duty diesel truck emissions
  - Applies to owners and operators of fleets of < 3 vehicles
  - Applies to on-road trucks with a GVWR > 14,000 pounds
- Available funds:
  - Total of \$3 million available for the BAAQMD
  - Up to \$45,000 towards the purchase of a new vehicle
  - Up to \$10,000 for purchase and installation of a retrofit device
- 2015 Funding Tables released:
  - Effective January 1<sup>st</sup>
  - Available at: <a href="http://www.arb.ca.gov/msprog/mailouts/mouts\_14.htm">http://www.arb.ca.gov/msprog/mailouts/mouts\_14.htm</a>
- Applications accepted on a first-come, first-serve basis
- BAAQMD-specific information is available at:
   <a href="http://www.baaqmd.gov/Divisions/Strategic-Incentives/On-Road-Vehicles/Voucher-Incentive-Program.aspx">http://www.baaqmd.gov/Divisions/Strategic-Incentives/On-Road-Vehicles/Voucher-Incentive-Program.aspx</a>
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### Hybrid & Zero-Emission Truck & Bus Voucher Incentive Project

- Voucher Incentive Project:
  - Provides vouchers to help California fleets purchase heavy- and medium-duty zero-emission trucks and buses
  - Fleets can order as many as 200 vouchers, with a limit of one voucher per vehicle
- Available funds:
  - \$5.7 million in funding **still** available
  - Up to \$110,000 towards the purchase of a new truck or bus
  - Additional funding may come from cap-and-trade revenue
- Applications accepted on a first-come, first-serve basis
- Additional information is available at: <a href="http://www.californiahvip.org/default.aspx">http://www.californiahvip.org/default.aspx</a>



#### Truck Loan Assistance Program

- Truck Loan Assistance Program:
  - Helps small business fleet owners finance truck upgrades required under CARB's In-Use Truck & Bus Regulation
  - Helps truck owners purchase cleaner trucks, exhaust retrofits, and truck efficiency upgrades
- Offers competitive-rate financing for fleets meeting the following criteria:
  - Company must be a small business (100 employees or less and less than \$10 million in annual revenue)
  - Fleet must operate in California a minimum of 51% of the total mileage
  - Fleet must be 10 or fewer heavy-duty trucks
- An additional \$10 million in funding is available from the 2014-2015 Investment Plan

#### **Additional Items**

# CASA Energy Workgroup & CWCCG Updates

#### CASA Energy Workgroup Updates

- SB 1122 Bioenergy Feed-in Tariff:
  - Implementation plan adopted by CPUC on December 18, 2014
  - Requires electrical utilities to purchase a specified amount of bioenergy from certain sources, including from POTWs that produce biogas through anaerobic digestion
- Cap-and-Trade funding for Bioenergy Projects:
  - CASA to organize subcommittee to develop list of project options if funding is awarded
  - CARB willing to fund biogas production near hydrogen fueling stations to support clean transportation
- Role of WWTPs in achieving State goals (i.e., GHG reductions):
  - Make DOE aware of water-related energy issues beyond water for cooling power plants
- Fire reclamation efforts:
  - CASA submitted a letter of support with the RFP
  - Currently identifying locations for 2015 projects
  - Projects would use biosolids to reclaim fire ravaged lands
- OEHHA CalEnviroScreen and USEPA Environmental Justice Screening Tool:
  - Need to understand restrictions for POTW projects located in an Environmental Justice community

AIR ISSUES & REGULATIONS COMMITTEE

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#### **CWCCG Updates**

- Prioritization of AB 32 Scoping Plan Goals for WW Community:
  - Developing incentives for R&D on energy recovery
  - Conservation and water reuse support by modifying air and water state requirements
  - State-owned infrastructure improvements from offset C&T protocol benefits
  - CWCCG to work with CPUC to streamline process for distributed generation in 2015
  - Attendance at January 12th AB 32 WET CAT Meeting supports these efforts
- Draft Guidance for GHG Emissions and Climate Change Impacts under NEPA:
  - Quantify GHG emissions if > 25,000 metric tons CO<sub>2</sub>e (biogenic and fossil)
  - Waste-derived feedstock (biogas) has no net biogenic contribution to GHG emissions
  - CWCCG will review WWTP chemical production emissions
  - GHG emitters are encouraged, but not required, to measure their contributions to climate change impacts
  - Comments are due February 16<sup>th</sup>
- Enhancing the Climate Resilience of America's Natural Resources:
  - Big-picture report for outlining what future regulations which will be based on
  - Themes include carbon sinks (natural), community preparedness using natural resources carbon sequestration, and climate change effect on plants
  - Minimal reference to WW or WW-related issues

#### **Additional Items**

#### AIR Business Items

#### **BACWA AIR Business Items**

- Total budget for FY 2014/2015: \$77,064
  - Spent: \$46,385 (through Friday, December 26<sup>th</sup>)
  - 60% of budget
  - Possibly reduce remaining meeting schedule to meet budget
- Potential topics for annual BAAQMD meeting:
  - Introduction and information exchange with the new BAAQMD POTW Permit Engineers
  - Tour a POTW with the new BAAQMD POTW Permit Engineers
  - Climate change updates
  - Cross-media issues:
    - Ability to meet BACT for biogas-fueled CHP/ICE systems
    - Responses to our comment letter (submitted June 2014)
  - Regulation 2 updates:
    - Timing for USEPA approval
    - Implications of implementation following USEPA approva
  - Other?



### Closing

Next Meeting: Wednesday, March 11, 2015

Annual BAAQMD Meeting (Location TBD)