



Monterey Bay Air Resources District
BOARD OF DIRECTORS MEETING

STEVE MCSHANE, CHAIR

WEDNESDAY, JUNE 15, 2022 - 1:30 P.M.

REMOTE MEETING ONLY

Link to meeting: <https://us02web.zoom.us/j/81898855047>

Webinar ID: 818 9885 5047

By Phone (audio only, Webinar ID required): 1-669-900-6833

On September 16, 2021, Governor Newsom signed AB 361. This legislation amends the Brown Act to allow meeting bodies subject to the Brown Act to meet via teleconference during a proclaimed state of emergency in accordance with teleconference procedures established by AB 361 rather than under the Brown Act's more narrow standard rules for participation in a meeting by teleconference. The Monterey County Health Officer has issued a recommendation for social distancing in legislative body meetings, so the first meeting after September 30, 2021, may be held without making findings. If the Board of Directors desires to continue to meet remotely via teleconference after that first meeting, the Board is required to make certain findings under AB 361 no later than 30 days after the first teleconference meeting held pursuant to AB 361, and every 30 days thereafter. Members of the public that wish to participate in a meeting may do so by joining the Zoom Webinar ID. Should you have any questions, please contact Sirie Thongchua, Executive Assistant, at 831-718-8028 or by email at sirie@mbard.org.

To Provide Public Comment via Zoom teleconference/video conference: During the meeting live verbal public comments may be made by members of the public joining the meeting via Zoom. Zoom access information is provided above. Use the "raise hand" feature (for those joining by phone, press *9 to "raise hand") during the public comment period for the agenda item you wish to address. Members of the public participating via Zoom will be muted during the proceedings and may be unmuted to speak during public comment after requesting and receiving recognition by the Chair. Please clearly state your full name for the record at the start of your public comment.

Before the Meeting: Persons who wish to address the Board for public comment of an item not on the agenda are encouraged to submit comments in writing to Sirie Thongchua, Executive Assistant, at sirie@mbard.org by 5:00 p.m. on Monday, June 13, 2022. Comments received will be distributed to the Board prior to the meeting.

Summary of Actions

1. CALL TO ORDER – **The meeting was called to order by Chair McShane at 1:32 p.m.**
2. PLEDGE OF ALLEGIANCE
3. ROLL CALL - **Present:** Wendy Root Askew, Sandy Brown, Mary Ann Carbone, Ryan Coonerty, Kollin Kosmicki, Mike LeBarre, Steve McShane, John Phillips, Sam Storey.
Absent: Zach Friend, Chris Lopez.
4. PUBLIC COMMENT – **None.**
5. REPORTS BY COMMITTEE CHAIRS ON COMMITTEE MEETINGS
 - a. Budget, Personnel, and Nominating Committee
 - b. Advisory Committee
6. COMMENTS AND REFERRALS FROM CHAIR AND BOARD MEMBERS
7. REPORT FROM AIR POLLUTION CONTROL OFFICER
Richard Stedman, APCO, reported on the following:
Advisory Committee
 - The Advisory Committee met on June 2 of this month. The Committee received presentations on two new potential grant programs. The first presentation was electrification of lawn and garden equipment and the second was on clean air centers. The Committee was asked to provide input on the potential design of these programs.

District Business

Engineering and Compliance

- The proposed Federal Operating Permit, called a “Title V” Permit, to Constellation Brands U.S. Operations, Inc. for Gonzales Winery is out for public review until June 24. The documents are available to review on our website.
- Our asbestos team has been routinely inspecting several large abatement and demolition projects, one at the Taylor Farms building in Salinas and one at the Moss Landing Power Plant. The routine check-ins confirm correct procedures are followed for the removal of regulated asbestos containing materials.
- We conducted interviews on June 14 for the Air Quality Technician position. Also, our Inspector position closed to accepting applications on June 13 and we will be moving forward with interviews very soon.

- Compliance did not receive any odor complaints from Marina residents since the last Board meeting. We were asked to participate in the City of Marina Request for Proposal process. Our inspector Bronwyn Nielson will help with reviewing the proposals and participating in the interview process. Proposals were due June 6 and the interviews are tentatively scheduled for July 8.

Planning and Air Monitoring

- Camp Roberts conducted their annual burn of the interior gunnery ranges on May 25. The purpose of the prescribed burn was to prevent wildfires that can be ignited during live-fire training. About 4,000 acres of grassland burned at the Monterey County/San Luis Obispo County border. District staff coordinated well with SLOAPCD to avoid authorizing the burn under conditions that could cause smoke impacts. The burn was completed successfully with smoke moving away from San Miguel and Paso Robles and with no complaints.
- The electric bicycle incentive program which provides \$1,000 to low-income applicants to purchase an electric bicycle has ended for this fiscal year. All \$50,000 budgeted for the program has been obligated.
- The AB2766 mobile source emission reduction grant application period will be extended to July 1 to allow the opportunity for more applications to be submitted.

Meeting Frequency

- It looks as though we could start meeting every other month. We will still stay dark in July and January. I propose that we come back for our August meeting and then skip the following months: September, November, January, March, and July. Of course, I would recommend that board members keep all the dates open on their calendars for board meetings in case we have to bring items to the board for consideration and approval.

I will bring this item to the board for consideration at the August board meeting.

CONSENT AGENDA

Motion: Approve items on the Consent Agenda. **Action:** Approve. **Moved by** Sandy Brown, **Seconded by** Kollin Kosmicki. **Vote:** Motion carried by unanimous roll call vote (**summary:** Yes = 9). **Yes:** Wendy Root Askew, Sandy Brown, Mary Ann Carbone, Ryan Coonerty, Kollin Kosmicki, Mike LeBarre, Steve McShane, John Phillips, Sam Storey. **Absent:** Zach Friend, Chris Lopez.

8. **Accepted** and **Filed** Summary of Actions for the May 18, 2022, Board of Directors Meeting
9. **Received** and **Filed** Budget to Actual Report for the Eleven Months Ended May 31, 2022
10. **Accepted** and **Filed** Report of Summary of Mutual Settlement Program Actions for May 2022

11. **Approved** Out-of-State Travel Request for the Air Pollution Control Officer (APCO) to Attend the 2022 National Association of Clean Air Agencies' (NACAA) Summer Board of Directors and Committee Chairs' Meeting in St. Paul, Minnesota, July 12-14, 2022
12. **Approved** Out-of-State Travel Request for the Engineer I to attend AERMOD (American Meteorological Society/ EPA Regulatory Model) Training in Dallas, Texas, September 20 – 21, 2022
13. **Resolution No. 22-008: Adopted** a Resolution Authorizing the Air Pollution Control Officer to Enter Into an Agreement to Accept FY 2021-22 State Funds for Implementation of the District's Smoke Management Program

REGULAR AGENDA

14. **Resolution No. 22-009: Held** a Second Public Hearing and **Adopted** the Fiscal Year 2022-23 Budget in the Amount of \$27,064,134; Approving the FY 2022-23 Per Capita Assessments; Approving Permit Fee Schedule Changes Effective July 1, 2022; Authorizing the Purchase of Specified Fixed Assets; and Approving Direction to Staff for Development of Future District Budgets
Motion: Adopt the resolution. **Action:** Approve. **Moved by** Wendy Root Askew, **Seconded by** John Phillips. **Vote:** Motion carried by unanimous roll call vote (**summary:** Yes = 9).
Yes: Wendy Root Askew, Sandy Brown, Mary Ann Carbone, Ryan Coonerty, Kollin Kosmicki, Mike LeBarre, Steve McShane, John Phillips, Sam Storey. **Absent:** Zach Friend, Chris Lopez.
15. **Resolution No. 22-010: Held** Second Public Hearing and **Adopted** a Resolution Approving Proposed Revisions to the following District Fee Rules:
 - 300 (Permit Fees);
 - 301 (Fee Schedules);
 - 306 (Asbestos NESHAP Fees).**Motion:** Adopt the resolution. **Action:** Approve. **Moved by** Mary Ann Carbone, **Seconded by** Sandy Brown. **Vote:** Motion carried by unanimous roll call vote (**summary:** Yes = 9).
Yes: Wendy Root Askew, Sandy Brown, Mary Ann Carbone, Ryan Coonerty, Kollin Kosmicki, Mike LeBarre, Steve McShane, John Phillips, Sam Storey. **Absent:** Zach Friend, Chris Lopez.
16. Adjournment – **The meeting adjourned at 2:03 p.m.**

Sirie Thongchua
Executive Assistant

Monterey Bay Air Resources District
Draft Budget - Fiscal Year 2022-2023
June 15, 2022

2ND PUBLIC HEARING



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BUDGET OVERVIEW

- Revised Budget In Brief
- Budget Revisions since 1st Public Hearing
- Expenses
- Revenues
- Budget Schedules



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BUDGET IN BRIEF

HIGHLIGHTS

- Total Budget \$271 million
 - Operational Budget - \$75 million
 - Non-Operational Budget - \$196 million
- Proposed Fee Increases based on San Francisco-Oakland-Hayward December 2021 Consumer Price Index (CPI) - 4.2%
 - Permit Fees
 - Per Capita \$ 48 to \$ 50
- 33 Full Time employees - Salary Increase of 3%
- Fixed Assets - \$424,506
- OPEB and Pension Trust Deposits - \$120,000
- Emission Reduction Grants - \$177 million
- Plug In Monterey Bay and Electric Vehicle and Bike Incentives - \$1.4 million
- Woodstove Changeout grants - \$218,750



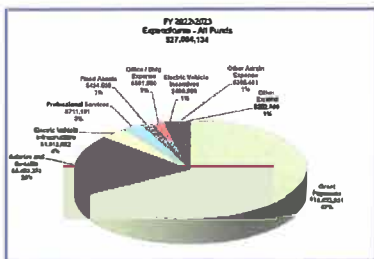
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Budget Revisions Made
Since 1st Public Hearing

- Page additions and updates
- Increase to Moyer Grant expenditures by \$315,000 for State Reserve Grants Funds;
- Emission Inventory Funding AB197 revenue of \$1,2583, based on final contract;
- Increase to CARE Prescribed Burn revenues by \$31,400 based on final contract.
- Minor updates to the budget schedules due to above changes



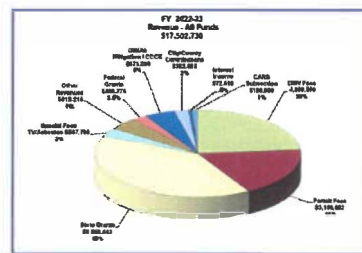
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Expenses

Increase of \$315,000

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Revenues

Increase of \$43,983

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BUDGET SCHEDULES



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Operating Budget

- Total Operating Revenues of \$7,470,632
- Total Operating Expenditures of \$7,468,531
- Projected operating surplus of \$2,102



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Non-Operating Budget

- Total Non-Operating Revenues of \$10,032,098
- Total Non-Operating Expenditures of \$19,595,603
- Projected Non-Operating deficit of \$9,563,505
 - Large deficit due to outstanding grants.
 - Grant contracts are multi year.



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General Fund

- Total Revenues of \$5.7 million
- Total Expenditures of \$6.3 million
- Projected deficit of \$631,364
- Projected fund balance \$6.4 million
 - Designated for Economic Uncertainties - \$1.9 million
 - Designated for Building and Facilities - \$100,000
 - Designated for OPEB and Pension - \$120,000
 - Unreserved - \$4.4 million



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Questions?

Rosa Rosales
Administrative Services Manager
rrosales@mbard.org



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Second Board Hearing Board Adoption Potential Fee Rule Changes for Fiscal Year 2022-2023 Budget

AMY CLYMO, ENGINEERING AND COMPLIANCE MANAGER
JUNE 15, 2022



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Proposed Fee Increases at Other Air Districts

- Bay Area Air Quality Management District - Blended 10.9%
 - Increase varies based on achieving cost recovery
 - Some fee schedules 15% increase
 - Some fee schedules have no increase
- San Luis Obispo Air Pollution Control District - 6% minimum
 - Base increase 6%, annual permit fees up to 15%
- Santa Barbara Air Pollution Control District - 5.65% all fees

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Outline

- Proposed fee rule revisions
- 300 District Fees
- 301 Fee Schedules
- 306 Asbestos National Emission Standard for Hazardous Air Pollutants (NESHAP) Fees

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Examples of Permit Fee Changes

Current Fee (FY 21-22)	Fee Increase (4.2%)	Proposed Fee (FY 22-23)
Filing Fee \$221	\$9	Filing Fee \$230
General Permit Fee \$987	\$41	General Permit Fee \$1,028
Annual Renewal Fee - Billable Tons < 0.1 \$220	\$9	Annual Renewal Fee - Billable Tons < 0.1 \$229
Emergency Diesel Engine \$380	\$16	Emergency Diesel Engine \$396
Hourly Staff Rate \$157	\$7	Hourly Staff Rate \$164

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Major Fee Rule Revisions

- Potential fee increase of 4.2 % based on Consumer Price Index
- Revise language for fuel dispensing facilities
- Remove asbestos cancellation fee in Rule 306

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Examples of Asbestos NESHAP Fee Changes (NESHAP = National Emission Standard for Hazardous Air Pollutant)

Current Fee (FY 21-22)	Fee Increase (4.2%)	Proposed Fee (FY 22-23)
Demolition Fee \$464	\$19	Demolition Fee \$483
Renovation RACM (160-999sq ft) \$806	\$34	Renovation RACM (160-999sq ft) \$840
Cancellation Fee \$164	Eliminate fee	Cancellation Fee \$0

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