
**REPORT OF THE
CHIEF LEGISLATIVE ANALYST**

DATE: June 16, 2021

TO: Honorable Members of the Rules, Elections, and Intergovernmental Relations
Committee

FROM: Sharon M. Tso *Arak Keotahian - rg For* Council File No.: 21-0002-S123
Chief Legislative Analyst Assignment No.: 21-05-0416

SUBJECT: AB 1524 (O'Donnell) State Air Resources Board: zero-emission drayage trucks:
Project 800 initiative

CLA RECOMMENDATION: Adopt Resolution (Buscaino – Bonin) to include in the City's 2021-2022 State Legislative Program SUPPORT for AB 1524 (O'Donnell), which would require the State Air Resources Board to provide financial incentives to support the purchase and deployment of zero-emission drayage trucks at ports.

SUMMARY

AB 1524 (O'Donnell), currently pending in the State Senate, would require the State Air Resources board (CARB) to extend its Project 800 initiative, which provides financial incentives to support the purchase of zero-emission drayage trucks that operate at California ports. The bill states that this incentive program be used to support the purchase of an additional 1,000 to 1,600 zero-emission drayage trucks in 2022 and that funding come from, but not be limited to, CARB's Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project. The bill also states that any recipients of financial incentives from this program must be in and remain in compliance with all applicable labor, employment, tax, and health and safety laws.

According to Resolution (Buscaino – Bonin), introduced on May 18, 2021, this legislation coincides with ongoing work at the Port of Los Angeles, including the Harbor Department's Clean Truck Program and multiple demonstration projects modeling the use of zero- and near zero-emission technology. Per the Resolution, the City has historically supported legislation that would provide funding for environmentally-sustainable equipment at the Port. The Resolution seeks an official position of the City to support AB 1524, which would require CARB to continue to provide financial incentives to support the purchase and deployment of zero-emission drayage trucks at California ports through 2022.

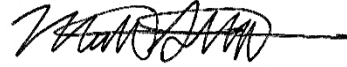
BACKGROUND

CARB launched the Project 800 initiative in January 2021, which set a goal of supporting the purchase of 800 zero-emission drayage truck orders in 2021. The Project 800 initiative is part of CARB's Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project, which offers vouchers for the purchase of zero-emission and near-zero emission trucks and buses. In Fiscal Year 2020-2021, approximately \$165 million in funding was programmed for the Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project. The Project 800 initiative specifically supports the purchase of zero-emission drayage trucks within the voucher program.

AB 1524 would require CARB to extend the Project 800 initiative to provide continued financial incentives in 2022 to support the purchase of an additional 1,000 to 1,600 zero-emission drayage trucks in 2022. This bill would codify the Project 800 initiative and require CARB to continue providing financial incentives for zero-emission drayage truck orders with funding from, but not be limited to, CARB's Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project. Additionally, AB 1524 would require a truck purchaser or operator under this initiative to be in compliance with "all applicable labor, employment, tax, and health and safety laws at the time of the purchase of that drayage truck."

BILL STATUS

06/01/21	Read third time. Passed Assembly (76-0). Ordered to Senate.
06/02/21	In Senate. Read first time. To Com. on Rules (RLS.) for assignment.



Matthew Shade
Analyst

Attachments: 1. Resolution

RESOLUTION

WHEREAS, any official position of the City of Los Angeles with respect to legislation, rules, regulations or policies proposed to or pending before a local, state or federal governmental body or agency must have first been adopted in the form of a Resolution by the City Council with the concurrence of the Mayor; and

WHEREAS, the City and the Harbor Department have taken significant actions to reduce carbon emissions that originate from the Port of Los Angeles, including the adoption and implementation of a Clean Air Action Plan, which includes elements targeting emissions generated by the drayage trucks serving the Port; and

WHEREAS, currently pending before the State Assembly is a bill, AB 1524 (O'Donnell), which would require the State Air Resources Board to create an initiative to provide financial incentives for the deployment of zero-emission drayage trucks that serve California ports; and

WHEREAS, this bill would require that any recipients of financial incentives created under this program must be in and remain in compliance with all applicable labor, employment, tax, and health and safety laws; and

WHEREAS, this initiative coincides with ongoing work at the Port of Los Angeles including the Clean Truck Program and multiple demonstration projects modeling the use of zero- and near zero-emission technology and green infrastructure at our harbor; and

WHEREAS, the City of Los Angeles has supported and continues to support legislation that would provide funding for environmentally-sustainable infrastructure and equipment at the Port of Los Angeles; and

WHEREAS, this bill not only includes support for the deployment of zero-emission drayage trucks that will operate at the Port of Los Angeles, but includes protections to ensure that these incentives are going to companies complying with labor laws and operating fairly;

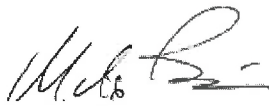
NOW, THEREFORE, BE IT RESOLVED, with the concurrence of the Mayor, that by the adoption of this Resolution, the City of Los Angeles hereby includes in its 2021-2022 State Legislative Program SUPPORT for AB 1524 (O'Donnell), which will require the State Air Resources Board to provide financial incentives to support the purchase and deployment of zero-emission drayage trucks at ports.

PRESENTED BY: _____



JOE BUSCAINO
Councilmember, 15th District

SECONDED BY: _____



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