

October 15, 2018

Ms. Jessie Denver  
Manager, Distributed Energy Resources  
Department of the Environment  
City of San Francisco  
1455 Market Street, 12<sup>th</sup> Floor  
San Francisco, California, 94103

Subject: Preliminary Selection for the Zero Emission Farm to Table: Reducing Air Pollution Emissions and Health Risk from the Movement of Produce Along Two Adjacent Trade Corridors in California

Dear Ms. Denver,

Thank you for your response to the Fiscal Year (FY) 2017-18 Clean Transportation Incentives Program Grant Solicitation for the Zero- and Near Zero-Emission Freight Facilities Project (solicitation). The City of San Francisco's Department of the Environment and the project partners submitted a well-crafted proposal that meets the objectives and goals of the solicitation. In this project 30 zero-emission trucks will be deployed for use in the movement of produce from Sacramento and Fresno to the San Francisco Wholesale Produce Market and then to move produce to end users in the Bay Area. The project includes a solar array to be installed at the San Francisco's Wholesale Produce Market and vehicle chargers at the wholesale market and the fleet yards in Sacramento.

The California Air Resources Board (CARB) is pleased to preliminarily offer a grant award for all the project's requested funding in the amount of \$4,562,862 to the City of San Francisco's Department of the Environment to implement the Zero Emission Farm to Table: Reducing Air Pollution Emissions and Health Risk from the Movement of Produce Along Two Adjacent Trade Corridors in California Project. This preliminary offer maybe contingent upon CARB Board approval of the Proposed FY 2018-19 Funding Plan for Clean Transportation Incentives,<sup>1</sup> which will provide a portion of the funding for this project.

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<sup>1</sup> CARB is scheduled to consider approval of the FY 2018-19 Funding Plan at the October 2018 hearing.

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Before the project's grant agreement can be executed, The City of San Francisco's Department of the Environment must provide the following items to CARB:

- A breakdown of the \$4,562,862 in match funding by in-kind and cash contribution, including funding sources and documentation that shows each source's match contribution to this project;
- California Environmental Quality Act (CEQA) requirements are satisfied;
- A resolution from the City of San Francisco's governing Board that states that the City of San Francisco will accept the grant award, comply with the terms of the solicitation and allocated any finds that the City of San Francisco has committed as part of the projects proposed match; and
- Responses addressing all outstanding clarifying questions to CARB's satisfaction.

It is expected that the above request can be satisfied no later than November 16, 2018. CARB will submit the Grant Agreement to the City of San Francisco's Department of the Environment for signature following Board approval of the FY 2018-19 Funding Plan.

No agreement is in effect until the Grant Agreement is signed by both parties and, therefore, no reimbursable work can begin until the Grant Agreement is fully executed. However, administrative tasks performed by the City of San Francisco's Department of the Environment that occur after the issuance of this preliminary award letter and before the execution of the grant agreement can be counted toward the projects in-kind match requirement. CARB will not reimburse the grantee or project participants for any costs incurred before the execution of the Grant Agreement. If you have any questions or need further clarification, please contact Mr. Earl Landberg, Air Pollution Specialist, at (916) 323-1384 or by email at [Earl.Landberg@arb.ca.gov](mailto:Earl.Landberg@arb.ca.gov).

Sincerely,



Michelle Buffington Ph.D., Manager  
Off-Road and Agricultural Strategies and Incentives Section  
Mobile Source Control Division

cc: Deborah Raphael  
Director, Department of the Environment  
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cc (cont.) Earl Landberg  
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