DOCKETED	
Docket Number:	15-OIR-02
Project Title:	Modification of Alternative and Renewable Fuel and Vehicle Technology Program Funding Restrictions
TN #:	206413
<b>Document Title:</b>	Notice of Approval of Certificate of Compliance
<b>Description:</b>	N/A
Filer:	Patty Paul
Organization:	California Energy Commission
<b>Submitter Role:</b>	Commission Staff
Submission Date:	10/22/2015 10:58:46 AM
<b>Docketed Date:</b>	10/22/2015

## State of California Office of Administrative Law

In re:

California Energy Commission

**Regulatory Action:** 

Title 20, California Code of Regulations

Adopt sections:

Amend sections: 3103

Repeal sections:

NOTICE OF APPROVAL OF CERTIFICATE OF COMPLIANCE

Government Code Sections 11349.1 and 11349.6(d)

OAL Matter Number: 2015-0911-01

**OAL Matter Type: Certificate of Compliance** 

(C)

This Certificate of Compliance by the California Energy Commission makes permanent the prior emergency regulatory action (OAL file no. 2015-0826-01EE) that amended section 3103 of Title 20 of the California Code of Regulations to modify existing regulatory text establishing funding restrictions for the Alternative and Renewable Fuel and Vehicle Technology Program. This action removes the requirement to discount the value of any emission credits received in an amount commensurate with the level of funding obtained from the Energy Commission for those that voluntarily opt-in to programs for the purpose of participating in the program's credit market. This change would allow these program participants to receive the full value of any emission credits the funded projects create.

OAL approves this regulatory action pursuant to section 11349.6(d) of the Government Code.

Date:

October 20, 2015

Peggy/J. Gibson Senior Attornev

For:

DEBRA M. CORNEZ

Director

Original: Robert P. Oglesby Copy: Samantha Arens

STATE OF CALIFORNIA--OFFICE OF ADMINISTRATIVE LAW For use by Secretary of State only (See instructions on NOTICE PUBLICATION/REGULATIONS reverse) ENDORSED - FILED NOTICE FILE NUMBER REGULATORY ACTION NUMBER EMERGENCY NUMBER OAL FILE in the office of the Secretary of State **NUMBERS** 2015-0911-01C Zof the State of California For use by Office of Administrative Law (OAL) only OCT 20 2015 2015 SEP 11 P 4: 10 NOTICE REGULATIONS AGENCY WITH RULEMAKING AUTHORITY AGENCY FILE NUMBER (If any) ommission A. PUBLICATION OF NOTICE (Complete for publication in Notice Register) 1. SUBJECT OF NOTICE FIRST SECTION AFFECTED 2. REQUESTED PUBLICATION DATE TITLE(S) 3. NOTICE TYPE Notice re Proposed TELEPHONE NUMBER FAX NUMBER (Optional) 4. AGENCY CONTACT PERSON Other Regulatory Action ACTION ON PROPOSED NOTICE NOTICE REGISTER NUMBER PUBLICATION DATE OAL USE Approved as Submitted Approved as Modified Disapproved/ ONLY 24 B. SUBMISSION OF REGULATIONS (Complete when submitting regulations) 1a. SUBJECT OF REGULATION(S) 1b. ALL PREVIOUS RELATED OAL REGULATORY ACTION NUMBER(S) ternative and Renewable Fuel and Vehicle Technology Program 2015-0305-02E 5-0826-01EE 2. SPECIFY CALIFORNIA CODE OF REGULATIONS TITLE(S) AND SECTION(S) (Including title 26, if toxics related) per agency **SECTION(S) AFFECTED** (List all section number(s) request AMEND individually. Attach Cal. Code Regs., tit. 20, sect. 3103, "Funding Restrictions" additional sheet if needed.) TITLE(S) 3. TYPE OF FILING Regular Rulemaking (Gov. Certificate of Compliance: The agency officer named Emergency Readopt (Gov. Changes Without Regulatory Code §11346) below certifies that this agency complied with the Code, §11346.1(h)) Effect (Cal. Code Regs., title Resubmittal of disapproved or provisions of Gov. Code §§11346.2-11347.3 either 1, §100) withdrawn nonemergency before the emergency regulation was adopted or File & Print Print Only filing (Gov. Code §§11349.3, within the time period required by statute. 11349.4) Resubmittal of disapproved or withdrawn Emergency (Gov. Code, Other (Specify) §11346.1(b)) emergency filing (Gov. Code, §11346.1) 4. ALL BEGINNING AND ENDING DATES OF AVAILABILITY OF MODIFIED REGULATIONS AND/OR MATERIAL ADDED TO THE RULEMAKING FILE (Cal. Code Regs. title 1, \$44 and Gov. Code §11347.1) 5. EFFECTIVE DATE OF CHANGES (Gov. Code, §§ 11343.4, 11346.1(d); Cal. Code Regs., title 1, §100) Effective January 1, April 1, July 1, or Effective on filing with §100 Changes Without Effective October 1 (Gov. Code §11343.4(a)) Regulatory Effect other (Specify) Secretary of State 6. CHECK IF THESE REGULATIONS REQUIRE NOTICE TO, OR REVIEW, CONSULTATION, APPROVAL OR CONCURRENCE BY, ANOTHER AGENCY OR ENTITY Fair Political Practices Commission State Fire Marshal Department of Finance (Form STD, 399) (SAM §6660) Other (Specify)

I certify that the attached copy of the regulation(s) is a true and correct copy of the regulation(s) identified on this form, that the information specified on this form is true and correct, and that I am the head of the agency taking this action, or a designee of the head of the agency, and am authorized to make this certification.

Executive

per agency request

SIGNATURE OF AGENCY HEAD OR DESIGNEE

CONTACT PERSON

Samantha Arens

DATE

TELEPHONE NUMBER

(916) 651 - 9410

9-8-15

Rob Oglesby,

Director

Director

FAX NUMBER (Optional)

For use by Office of Administrative Law (OAL) only

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E-MAIL ADDRESS (Optional)

**ENDORSED APPROVED** 

OCT 2 0 2015

Office of Administrative Law

## California Code of Regulations, Title 20, Section 3103 Final Regulation Text

- a) A project shall not be eligible for funding if it is mandated by any local, regional, state, or federal law, rule, or regulation.
- b) If a project is one that helps the applicant meet a performance requirement mandated by local, regional, state, or federal law, rule, or regulation, the project shall not be eligible for funding.
- c) To the extent a project exceeds what is required for compliance with a legally enforceable requirement, it may receive funding for that part of the project that the applicant demonstrates is not mandated to meet the requirement. Credits generated by the excess, however, may not be used or sold by the applicant to offset a legally enforceable requirement, except to the extent allowed by subsection (d).
- d) For purposes of this section, a legally enforceable requirement refers to any requirement enforceable by a local, regional, state, or federal agency for the purpose of reducing the emission of one or more criteria pollutants, toxic air contaminants, or any greenhouse gas. For purposes of this section, the following are not subject to the restrictions contained in subdivisions (a) (c):
  - 1. A project that produces opt-in fuels under the Low Carbon Fuel Standard (California Code of Regulations, title 17, section 95480.1, subdivision (b));
  - 2. A project that produces fuel that meets or falls below the average carbon intensity requirements set forth in the Low Carbon Fuel Standard (California Code of Regulations, title 17, section 95482, subdivisions (b) and (c)) for the year in which the credits are generated;
  - 3. A project under which the applicant has voluntarily opted in to an emission reduction credit generating program for the purpose of participating in the program's credit market; or
  - 4. A project that had been awarded funding under Health and Safety Code section 44272 prior to the effective date of this section as amended and also satisfies at least one of the requirements listed in subdivisions (d)(1)-(3).
- e) For purposes of this section, the following are not subject to the restrictions contained in subdivisions (a) and (c):
  - 1. A project that produces opt-in fuels under the Low Carbon Fuel Standard (California Code of Regulations, title 17, section 95480.1, subdivision (b));
  - 2. A project that produces biofuel that meets or falls below the average carbon intensity requirements set forth in the Low Carbon Fuel Standard (California Code of Regulations, title 17, section 95482, subdivisions (b) and (c)) for the year in which the credits are generated;
  - 3. A project under which the applicant has voluntarily opted-in to an emission reduction credit generating program for the purpose of participating in the program's credit market; and

4. A project that had been awarded funding under Health and Safety Code section 44272 prior to the effective date of this section as amended and also satisfies at least one of the requirements listed in subdivisions (e)(1)-(3).

Authority cited: Sections 25213 and 25218(e), Public Resources Code; and Section 44272(a), Health and Safety Code . Reference: Sections 44271-44272, Health and Safety Code.