

GRANT AGREEMENT

CEC-146 (Revised 1/2014)



CALIFORNIA ENERGY COMMISSION

RECIPIENT Santa Barbara County Air Pollution Control District	AGREEMENT NUMBER ARV-14-038
ADDRESS 260 N. San Antonio Road, Suite A Santa Barbara, CA 93110	AGREEMENT TERM 5/21/2015 to 5/31/2017 The effective date of this Agreement is either the start date or the approval date by the California Energy Commission, whichever is later. The California Energy Commission shall be the last party to sign. No work is authorized, nor shall any work begin, until on or after the effective date.

PROJECT DESCRIPTION

The parties agree to comply with the terms and conditions of the following Exhibits which are by this reference made a part of the agreement.

Exhibit A – Scope of Work	Page(s): <u>17</u>
Exhibit A-1– Attachment	Page(s): <u>3</u>
Exhibit B-0 – Budget	Page(s): <u>7</u>
Exhibit B-1 – Subcontractor Budget	Page(s): <u>7</u>
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REIMBURSABLE AMOUNT	\$ 242,872.00
MATCH SHARE	\$ 0.00
TOTAL	\$ 242,872.00

The undersigned parties have read the attachments to this agreement and will comply with the standards and requirements contained therein.

CALIFORNIA ENERGY COMMISSION		RECIPIENT	
AUTHORIZED SIGNATURE	DATE	AUTHORIZED SIGNATURE	DATE
NAME		NAME	
Rachel L. Grant Kiley			
TITLE		TITLE	
Contracts, Grants and Loans Office Manager			
CALIFORNIA ENERGY COMMISSION ADDRESS			
1516 9th Street, MS 1, Sacramento, CA 95814			

**Exhibit A
SCOPE OF WORK**

TECHNICAL TASK LIST

Task #	CPR	Task Name
1		Administration
2		Project Collaboration and Coordination
3		Regional Hydrogen Refueling Infrastructure Plan
4	X	Streamlining the Permitting Process for Hydrogen Refueling Stations
5		Promotion of FCEV Use
6		Training – Fire Code, Permitting
7		Safety Assessments (Guidelines for First Responders)
8		Incorporation of FCEVs in Municipal Fleets

KEY NAME LIST

Task #	Key Personnel	Key Subcontractor(s)	Key Partner(s)
1	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> Ivor John– Ivor John Associates 	
2	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> Ivor John– Ivor John Associates 	
3	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> Ivor John– Ivor John Associates Stan Cowen - Ventura County Air Pollution Control District Melissa Guise - Central Coast Clean Cities Coalition (C-5) Brendan Shaffer - University of California Irvine, Advanced Power and Energy Program Brian Goldstein - Energy Independence Now 	Aeron Arlin-Genet - San Luis Obispo County Air Pollution Control District

4	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> • Ivor John– Ivor John Associates • Stan Cowen - Ventura County Air Pollution Control District • Melissa Guise - Central Coast Clean Cities Coalition (C-5) 	
5	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> • Ivor John– Ivor John Associates • Stan Cowen - Ventura County Air Pollution Control District • Melissa Guise - Central Coast Clean Cities Coalition (C-5) • Michael Chiacos - Community Environmental Council • Brian Goldstein - Energy Independence Now • Jack Armstrong - A-Z Safety 	Aeron Arlin-Genet - San Luis Obispo County Air Pollution Control District
6	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> • Ivor John– Ivor John Associates • Jack Armstrong - A-Z Safety 	
7	Mary Byrd and Jim Fredrickson - Santa Barbara County Air Pollution Control District	<ul style="list-style-type: none"> • Ivor John– Ivor John Associates • Jack Armstrong - A-Z Safety 	
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GLOSSARY

Specific terms and acronyms used throughout this scope of work are defined as follows:

Term/ Acronym	Definition
AB 118	Assembly Bill 118 (2007) which created the Alternative Renewable Fuel and Vehicle Technology Program
AB 8	Assembly Bill 8 (2007) which reauthorized the Alternative Renewable Fuel and Vehicle Technology Program through Jan 1, 2024
AFI	Alternative Fuel Infrastructure
AFV	Alternative Fuel Vehicle
ARFVTP	Alternative and Renewable Fuel and Vehicle Technology Program
CAER	Community Awareness and Emergency Response
CAM	Commission Agreement Manager
CAO	Commission Agreement Officer
CCCCC	Central Coast Clean Cities Coalition
CEC	California Energy Commission
CEC-SB	Community Environmental Council (Santa Barbara)
CEQA	California Environmental Quality Act
CFCP	California Fuel Cell Partnership
CPR	Critical Project Review
FCEV	Fuel Cell Electric Vehicle
FTD	Fuels and Transportation Division
State	State of California
STREET	Spatially and Temporally Resolved Energy and Environment Tool
Tri-Counties	Counties of Ventura, Santa Barbara, San Luis Obispo

BACKGROUND

Assembly Bill (AB) 118 (Núñez, Chapter 750, Statutes of 2007), created the ARFVTP. The statute authorizes the California Energy Commission (Energy Commission) to develop and deploy alternative and renewable fuels and advanced transportation technologies to help attain the state's climate change policies. AB 8 (Perea, Chapter 401, Statutes of 2013) re-authorized the ARFVTP through January 1, 2024, and specified that the Energy Commission allocate up to \$20 million per year (or up to 20 percent of each fiscal year's funds) in funding for hydrogen station development until at least 100 stations are operational.

The ARFVTP has an annual budget of approximately \$100 million and provides financial support for projects that:

- Reduce California's use and dependence on petroleum transportation fuels and increase the use of alternative and renewable fuels and advanced vehicle technologies.
- Produce sustainable alternative and renewable low-carbon fuels in California.
- Expand alternative fueling infrastructure and fueling stations.
- Improve the efficiency, performance and market viability of alternative light-, medium-, and heavy-duty vehicle technologies.
- Retrofit medium- and heavy-duty on-road and non-road vehicle fleets to alternative technologies or fuel use.
- Expand the alternative fueling infrastructure available to existing fleets, public transit, and transportation corridors.
- Establish workforce training programs and conduct public outreach on the benefits of alternative transportation fuels and vehicle technologies.

The Energy Commission issued solicitation PON-14-603 entitled "Zero Emission Vehicle (ZEV) Readiness" under the ARFVTP on September 9, 2014. This first-come first-served grant solicitation was an offer to support new and existing planning efforts for plug-in electric vehicles (PEVs) and fuel cell electric vehicles (FCEV). To be eligible for funding under PON-14-603, projects must also be consistent with the Energy Commission's ARFVTP Investment Plan, updated annually. In response to PON-14-603, Santa Barbara County Air Pollution Control District (Recipient) submitted application number 10, which was proposed for funding in the Energy Commission's Notice of Proposed Awards on January 16, 2015. PON-14-603 and Recipient's application number 10 are hereby incorporated by reference into this Agreement in their entirety.

In the event of any conflict or inconsistency between the terms of the Solicitation and the terms of the Recipient's Application, the Solicitation shall control. In the event of any conflict or inconsistency between the Recipient's Application and the terms of the Energy Commission's Award, the Energy Commission's Award shall control. Similarly, in the event of any conflict or inconsistency between the terms of this Agreement and the Recipient's Application, the terms of this Agreement shall control.

Problem Statement:

The challenge to be addressed in the project is how to best extend the network of hydrogen refueling infrastructure out from the major urban clusters to a more regional level. The California Energy Commission (CEC) recognizes the need for hydrogen infrastructure readiness planning in regional communities, as well as the major urban areas. The counties of Ventura, Santa Barbara and San Luis Obispo (Tri-Counties) represent a critical corridor for travel between the Bay Area and Southern California, and the region is a proven location for "early adoption" of alternative fuel technologies. Existing barriers to successful implementation include market limitations – availability of FCEVs and hydrogen infrastructure – and also cost and financial barriers, including

vehicle cost and the significant investment needed for the refueling stations. For FCEVs to be functional in a community, the infrastructure needs to be available at the same time as the vehicles are offered for sale.

The hydrogen readiness work outlined in this submittal is a critical first step in this process. In addition to rigorous technical analyses, the work plan includes promotional activities which will highlight to the local communities the many environmental benefits of using hydrogen as a fuel, compared with traditional fuels. To date, local communities have very little experience with hydrogen, so awareness building and managing concerns will be essential for gaining public acceptance. Training permitting staff and first responders will also help communities to become better prepared for this new fuel. Given that hydrogen refueling stations are costly, a readiness plan will form the basis for strategic introduction of the fuel, the vehicles and the refueling infrastructure.

Goals of the Agreement:

The goal for this Agreement is to prepare a hydrogen infrastructure readiness plan for the Tri-Counties which is supported by strong proactive leadership throughout the region. By accomplishing this goal, our intent is to position this region for moving efficiently down a well-planned and synchronized pathway for introducing hydrogen-fueled transportation.

This overall goal will be accomplished through the development of three critical work products:

- A Tri-Counties Infrastructure Plan that outlines how the region will facilitate the installation of hydrogen refueling stations over time, and determine where those stations will be most effectively located. This plan will be developed through application of UC Irvine's Spatially and Temporally Resolved Energy and Environment Tool (STREET) model at the regional and municipal level, careful alliance with the auto manufacturers that will be the first to offer hydrogen FCEVs for sale in this area, and with infrastructure providers.
- A Hydrogen Station Permitting Manual for local municipalities and government agencies to use as a reference document when permitting a range of new hydrogen fueling station types in this region. The manual will be a useful resource for infrastructure providers.
- A Tri-Counties Hydrogen Adoption and Promotion Plan which will include detailed promotion activities for higher priority communities and their civic leaders.

In addition to the use of STREET for scenario planning, this project will also draw extensively from the existing body of information that is now available from statewide planning and installation efforts to date (including the June 2014 annual report from the Air Resources Board on FCEV deployment and hydrogen station development), and also from multiple local sources. This experience-based information will form the foundation for addressing the unique challenges that are anticipated in successfully achieving an incipient hydrogen infrastructure in the Tri-Counties region. This effort is a

critical step for expanding the reach of hydrogen infrastructure beyond the main urban centers of California.

Objectives of the Agreement:

The objectives of this Agreement are to:

- Develop a Tri-Counties Hydrogen Refueling Infrastructure Plan that includes analysis of hydrogen siting options, a prioritized list of potential sites for hydrogen refueling stations, and assessment of site readiness.
- Develop a list of key public and private stakeholders specific for each municipality in the region that need to be included in the hydrogen infrastructure discussion. Many of the key stakeholders have already been identified in the Plug-in Central Coast EV Readiness Plan.
- Assess potential barriers to the efficient and timely permitting and construction of hydrogen stations, and provide recommendations for avoiding or addressing these barriers.
- Compile a “Tri-Counties Hydrogen Station Permitting Manual” which includes resources to help streamline the Permitting Process for Hydrogen Refueling Stations, including checklists for permitting and safety assessments for hydrogen stations. In addition, city and county planning issues including zoning and CEQA will also be reviewed.
- Create a summary of the potential use of FCEVs in local Municipal Fleets, safety assessments customized for potential site application, and a slide deck for use in orientation of Civic Leaders
- Develop a range of hydrogen refueling technology options that would be candidates for local agencies to select from, including renewable hydrogen, onsite reforming, and offsite hydrogen transport.
- Develop presentation materials that can be used to train local first responders, vehicle repair facilities and emergency tow providers.
- Develop outreach strategies targeted to potential FCEV owners to promote the use of FCEV vehicles and the benefits of using hydrogen as a fuel.
- Prepare a plan for rolling out the hydrogen fuel infrastructure plan with local communities including a draft resolution that can be adopted by local agencies to adopt the hydrogen plan.
- Develop and track performance metrics for each task included in this preparedness plan to ensure that resources are applied and used effectively.

TASK 1 ADMINISTRATION

Task 1.1 Attend Kick-off Meeting

The goal of this task is to establish the lines of communication and procedures for implementing this Agreement. The Commission Agreement Manager (CAM) shall designate the date and location of this meeting and provide an agenda to the Recipient prior to the meeting.

The Recipient shall:

- Attend a “Kick-Off” meeting with the Commission Agreement Manager, the Grants Officer, and a representative of the Accounting Office. The Recipient shall bring its Project Manager, Agreement Administrator, Accounting Officer, and others designated by the Commission Agreement Manager to this meeting.
- Discuss the following administrative and technical aspects of this Agreement:
 - Agreement Terms and Conditions
 - Critical Project Review (Task 1.2)
 - Match fund documentation (Task 1.6) No reimbursable work may be done until this documentation is in place.
 - Permit documentation (Task 1.7)
 - Subcontracts needed to carry out project (Task 1.8)
 - The CAM’s expectations for accomplishing tasks described in the Scope of Work
 - An updated Schedule of Products and Due Dates
 - Monthly Progress Reports (Task 1.4)
 - Technical Products (Product Guidelines located in Section 5 of the Terms and Conditions)
 - Final Report (Task 1.5)

Recipient Products:

- Updated Schedule of Products
- Updated List of Match Funds
- Updated List of Permits

Commission Agreement Manager Product:

- Kick-Off Meeting Agenda

Task 1.2 Critical Project Review (CPR) Meetings

CPRs provide the opportunity for frank discussions between the Energy Commission and the Recipient. The goal of this task is to determine if the project should continue to receive Energy Commission funding to complete this Agreement and to identify any needed modifications to the tasks, products, schedule or budget.

The Commission Agreement Manager may schedule CPR meetings as necessary, and meeting costs will be borne by the Recipient.

Meeting participants include the CAM and the Recipient and may include the Commission Grants Officer, the Fuels and Transportation Division (FTD) lead, other Energy Commission staff and Management as well as other individuals selected by the CAM to provide support to the Energy Commission.

The CAM shall:

- Determine the location, date, and time of each CPR meeting with the Recipient. These meetings generally take place at the Energy Commission, but they may take place at another location.
- Send the Recipient the agenda and a list of expected participants in advance of each CPR. If applicable, the agenda shall include a discussion on both match funding and permits.
- Conduct and make a record of each CPR meeting. Prepare a schedule for providing the written determination described below.
- Determine whether to continue the project, and if continuing, whether or not modifications are needed to the tasks, schedule, products, and/or budget for the remainder of the Agreement. Modifications to the Agreement may require a formal amendment (please see section 8 of the Terms and Conditions). If the CAM concludes that satisfactory progress is not being made, this conclusion will be referred to the Lead Commissioner for Transportation for his or her concurrence.
- Provide the Recipient with a written determination in accordance with the schedule. The written response may include a requirement for the Recipient to revise one or more product(s) that were included in the CPR.

The Recipient shall:

- Prepare a CPR Report for each CPR that discusses the progress of the Agreement toward achieving its goals and objectives. This report shall include recommendations and conclusions regarding continued work of the projects. This report shall be submitted along with any other products identified in this scope of work. The Recipient shall submit these documents to the CAM and any other designated reviewers at least 15 working days in advance of each CPR meeting.
- Present the required information at each CPR meeting and participate in a discussion about the Agreement.

CAM Products:

- Agenda and a list of expected participants
- Schedule for written determination
- Written determination

Recipient Product:

- CPR Report(s)

Task 1.3 Final Meeting

The goal of this task is to closeout this Agreement.

The Recipient shall:

- Meet with Energy Commission staff to present the findings, conclusions, and recommendations. The final meeting must be completed during the closeout of this Agreement.

This meeting will be attended by, at a minimum, the Recipient, the Commission Grants Office Officer, and the Commission Agreement Manager. The technical and administrative aspects of Agreement closeout will be discussed at the meeting, which may be two separate meetings at the discretion of the Commission Agreement Manager.

The technical portion of the meeting shall present an assessment of the degree to which project and task goals and objectives were achieved, findings, conclusions, recommended next steps (if any) for the Agreement, and recommendations for improvements. The Commission Agreement Manager will determine the appropriate meeting participants.

The administrative portion of the meeting shall be a discussion with the Commission Agreement Manager and the Grants Officer about the following Agreement closeout items:

- What to do with any equipment purchased with Energy Commission funds (Options)
- Energy Commission's request for specific "generated" data (not already provided in Agreement products)
- Need to document Recipient's disclosure of "subject inventions" developed under the Agreement
- "Surviving" Agreement provisions
- Final invoicing and release of retention
- Prepare a schedule for completing the closeout activities for this Agreement.

Products:

- Written documentation of meeting agreements
- Schedule for completing closeout activities

Task 1.4 Monthly Progress Reports

The goal of this task is to periodically verify that satisfactory and continued progress is made towards achieving the objectives of this Agreement on time and within budget. The objectives of this task are to summarize activities performed during the reporting period, to identify activities planned for the next reporting period, to identify issues that may affect performance and expenditures, and to form the basis for determining whether invoices are consistent with work performed.

The Recipient shall:

- Prepare a Monthly Progress Report which summarizes all Agreement activities conducted by the Recipient for the reporting period, including an assessment of the ability to complete the Agreement within the current budget and any anticipated cost overruns. Each progress report is due to the Commission Agreement Manager within 10 days of the end of the reporting period. The recommended specifications for each progress

report are contained in Section 6 of the Terms and Conditions of this Agreement.

- In the first Monthly Progress Report and first invoice, document and verify match expenditures and provide a synopsis of project progress, if match funds have been expended or if work funded with match share has occurred after the notice of proposed award but before execution of the grant agreement. If no match funds have been expended or if no work funded with match share has occurred before execution, then state this in the report. All pre-execution match expenditures must conform to the requirements in the Terms and Conditions of this Agreement.

Product:

- Monthly Progress Reports

Task 1.5 Final Report

The goal of the Final Report is to assess the project's success in achieving the Agreement's goals and objectives, advancing science and technology, and providing energy-related and other benefits to California.

The objectives of the Final Report are to clearly and completely describe the project's purpose, approach, activities performed, results, and advancements in science and technology; to present a public assessment of the success of the project as measured by the degree to which goals and objectives were achieved; to make insightful observations based on results obtained; to draw conclusions; and to make recommendations for further projects and improvements to the FTD project management processes.

The Final Report shall be a public document. If the Recipient has obtained confidential status from the Energy Commission and will be preparing a confidential version of the Final Report as well, the Recipient shall perform the following activities for both the public and confidential versions of the Final Report.

The Recipient shall:

- Prepare an Outline of the Final Report, if requested by the CAM.
- Prepare a Final Report following the latest version of the Final Report guidelines which will be provided by the CAM. The CAM shall provide written comments on the Draft Final Report within fifteen (15) working days of receipt. The Final Report must be completed at least 60 days before the end of the Agreement Term.
- Submit one bound copy of the Final Report with the final invoice.

Products:

- Outline of the Final Report, if requested
- Draft Final Report
- Final Report

Task 1.6 Identify and Obtain Matching Funds

The goal of this task is to ensure that the match funds planned for this Agreement are obtained for and applied to this Agreement during the term of this Agreement.

The costs to obtain and document match fund commitments are not reimbursable through this Agreement. Although the Energy Commission budget for this task will be zero dollars, the Recipient may utilize match funds for this task. Match funds shall be spent concurrently or in advance of Energy Commission funds for each task during the term of this Agreement. Match funds must be identified in writing and the associated commitments obtained before the Recipient can incur any costs for which the Recipient will request reimbursement.

The Recipient shall:

- Prepare a letter documenting the match funding committed to this Agreement and submit it to the Commission Agreement Manager at least 2 working days prior to the kick-off meeting. If no match funds were part of the proposal that led to the Energy Commission awarding this Agreement and none have been identified at the time this Agreement starts, then state such in the letter. If match funds were a part of the proposal that led to the Energy Commission awarding this Agreement, then provide in the letter a list of the match funds that identifies the:
 - Amount of each cash match fund, its source, including a contact name, address and telephone number and the task(s) to which the match funds will be applied.
 - Amount of each in-kind contribution, a description, documented market or book value, and its source, including a contact name, address and telephone number and the task(s) to which the match funds will be applied. If the in-kind contribution is equipment or other tangible or real property, the Recipient shall identify its owner and provide a contact name, address and telephone number, and the address where the property is located.
- Provide a copy of the letter of commitment from an authorized representative of each source of cash match funding or in-kind contributions that these funds or contributions have been secured. For match funds provided by a grant a copy of the executed grant shall be submitted in place of a letter of commitment.
- Discuss match funds and the implications to the Agreement if they are reduced or not obtained as committed, at the kick-off meeting. If applicable, match funds will be included as a line item in the progress reports and will be a topic at CPR meetings.
- Provide the appropriate information to the Commission Agreement Manager if during the course of the Agreement additional match funds are received.
- Notify the Commission Agreement Manager within 10 days if during the course of the Agreement existing match funds are reduced. Reduction in

match funds must be approved through a formal amendment to the Agreement and may trigger an additional CPR meeting.

Products:

- A letter regarding match funds or stating that no match funds are provided
- Copy(ies) of each match fund commitment letter(s) (if applicable)
- Letter(s) for new match funds (if applicable)
- Letter that match funds were reduced (if applicable)

Task 1.7 Identify and Obtain Required Permits

The goal of this task is to obtain all permits required for work completed under this Agreement in advance of the date they are needed to keep the Agreement schedule on track.

Permit costs and the expenses associated with obtaining permits are not reimbursable under this Agreement. Although the Energy Commission budget for this task will be zero dollars, the Recipient shall budget match funds for any expected expenditures associated with obtaining permits. Permits must be identified in writing and obtained before the Recipient can make any expenditure for which a permit is required.

The Recipient shall:

- Prepare a letter documenting the permits required to conduct this Agreement and submit it to the Commission Agreement Manager at least 2 working days prior to the kick-off meeting. If there are no permits required at the start of this Agreement, then state such in the letter. If it is known at the beginning of the Agreement that permits will be required during the course of the Agreement, provide in the letter:
 - A list of the permits that identifies the:
 - Type of permit
 - Name, address and telephone number of the permitting jurisdictions or lead agencies
 - The schedule the Recipient will follow in applying for and obtaining these permits.
- Discuss the list of permits and the schedule for obtaining them at the kick-off meeting and develop a timetable for submitting the updated list, schedule and the copies of the permits. The implications to the Agreement if the permits are not obtained in a timely fashion or are denied will also be discussed. If applicable, permits will be included as a line item in the Progress Reports and will be a topic at CPR meetings.
- If during the course of the Agreement additional permits become necessary, provide the appropriate information on each permit and an updated schedule to the Commission Agreement Manager.
- As permits are obtained, send a copy of each approved permit to the Commission Agreement Manager.

- If during the course of the Agreement permits are not obtained on time or are denied, notify the Commission Agreement Manager within 5 working days. Either of these events may trigger an additional CPR.

Products:

- Letter documenting the permits or stating that no permits are required
- A copy of each approved permit (if applicable)
- Updated list of permits as they change during the term of the Agreement (if applicable)
- Updated schedule for acquiring permits as changes occur during the term of the Agreement (if applicable)

Task 1.8 Obtain and Execute Subcontracts

The goal of this task is to ensure quality products and to procure subcontractors required to carry out the tasks under this Agreement consistent with the Agreement Terms and Conditions and the Recipient's own procurement policies and procedures. It will also provide the Energy Commission an opportunity to review the subcontracts to ensure that the tasks are consistent with this Agreement, and that the budgeted expenditures are reasonable and consistent with applicable cost principles.

The Recipient shall:

- Manage and coordinate subcontractor activities.
- Submit a draft of each subcontract required to conduct the work under this Agreement to the Commission Agreement Manager for review.
- Submit a final copy of the executed subcontract.
- If Recipient decides to add new subcontractors, then the Recipient shall notify the CAM.

Products:

- Letter describing the subcontracts needed, or stating that no subcontracts are required
- Draft subcontracts
- Final subcontracts

TECHNICAL TASKS

TASK 2 Project Collaboration and Coordination

The goal of this task is to develop a comprehensive Project Management system that complements the administrative tasks required in Task 1. This system is intended to focus on the technical aspects of project management.

The Recipient shall:

- Develop detailed Project Work Plan to be used throughout project (based upon Activity Description Worksheets). The Project Work Plan will include the following: background of the issues and challenges of the

project; goals and objectives; methods used to achieve the goals and objectives; a timeline of achievement milestones; major work products/deliverables; roles and responsibilities; resources; constraints; and strategies.

- Develop and maintain a detailed project schedule with milestones for all subtasks covered under Task 3.
- Define clear roles and responsibilities for all key personnel and contractors and monitor progress monthly.
- Establish performance criteria and internal performance evaluation plan for each task activity.
- Develop evaluation plan for the implementation phase of the plan (for use by Tri-Counties region during subsequent implementation).
- Establish Advisory Panel.

Products:

- Detailed Project Work Plan
- Detailed Project Schedule updated monthly, included with the Monthly Progress Report
- Final list of key team personnel, subcontractors and partners
- Clearly defined assignments for each key person
- Listing of criteria identified for measuring performance of each task and sub-task
- Performance Evaluation Plan for lead agencies to use during implementation phase of the hydrogen infrastructure project
- Advisory Panel list of members

Task 3 Regional Hydrogen Refueling Infrastructure Plan

The goal of this task is to develop hydrogen fueling infrastructure plans for the Tri-Counties region.

The Recipient shall:

- Engage and interact with UCI-APEP team to run the STREET model specific to the Tri-Counties region.
- Identify and vet potential refueling sites in the Tri-Counties.
- Develop and finalize the Regional Hydrogen Refueling Infrastructure Plan which summarizes the assessment of the current hydrogen infrastructure and technology options and the scenario development and validation performed by UC Irvine's STREET model.

Products:

- Report from UCI-APEP based on STREET model analysis
- List of potential hydrogen refueling sites (included in plan with maps)
- Tri-Counties Hydrogen Refueling Infrastructure Plan

TASK 4 Streamlining the Permitting Process for Hydrogen Refueling Stations

The goal of this task is to provide guidance and template materials to facilitate a streamlined permitting process in municipalities that are identified as potential locations for siting hydrogen refueling stations in the Tri-Counties region.

The Recipient shall:

- Evaluate CEQA requirements associated with the permitting of hydrogen refueling stations within the Tri-Counties.
- Summarize permitting and processing requirements for hydrogen refueling stations in the Tri-Counties region.
- Create a “toolkit” for streamlining the permitting process for hydrogen refueling stations in the Tri-Counties, which will include:
 - A hydrogen installation manual
 - Guidance documents
 - Template forms
 - Training materials

Products:

- Hydrogen Stations Installation Manual
- Guidance documents and template forms for expediting the permitting process for hydrogen refueling stations
- Guidance documents for completing CEQA assessments for hydrogen refueling installations
- Training materials for evaluation of hydrogen station installation applications

[CPR will be held upon completion of this task per Task 1.2]

TASK 5 Promotion of FCEV Use

The goal of this task is to roll out the plan to the municipalities and local agencies who will be encouraged to adopt the applicable elements of this readiness plan and move it forward to the implementation phase. In this respect, FCEV promotional activities will be conducted for civic leaders, the communities, and for hydrogen refueling station operators. While there are some important activities in the plan for engaging with these stakeholders, it is not intended for this plan to include actual permitting and construction activities. This task will culminate in the production of an Adoption and Promotion Plan.

The Recipient shall:

- Develop model resolution language that will allow these agencies to adopt the plan locally and make it available to staff responsible for implementation.
- Develop and implement a detailed rollout plan and compile a regularly updated, comprehensive list of all contacts and promotional activities
- Develop and deliver workshop materials to present the results of the readiness planning work in the communities where hydrogen refueling is considered to be a high priority, with at least one in each county.

- Conduct the following:
 - Meetings to discuss the rollout of FCEV Adoption and Promotion Plan with:
 - City and county agencies (up to 10 meetings).
 - Five or more municipalities identified as high-priority locations. (This activity will occur early in the project.)
 - Workshops to present the results of the readiness planning work:
 - To county officials and staff (at least one in each county).
 - In communities where hydrogen refueling is considered to be a high priority (at least one in each county).
 - Orientation training on hydrogen infrastructure preparedness for:
 - Civic leaders and fire chiefs in five or more municipalities.
- Develop promotional materials to be available at hydrogen refueling stations and posted on refueling equipment.

Products:

- Model resolution language for local government agencies
- Quarterly updated calendar of activities listing promotional activities and events
- Master contact list (in Excel spreadsheet format) which includes points of contact for each county, identified municipality, and other interested organizations
- Meeting materials (i.e. agenda, presentation slides, minutes, etc) and attendee list from each meeting
- Workshop materials (i.e. presentation slides) and attendee list from each workshop
- Orientation training materials (i.e. presentation slides) and attendee list from each training
- Handouts and labels for hydrogen fuel dispensing systems

TASK 6 Training – Fire Code and Permitting

The goal of this task is to develop training materials for permitting staff in locations where hydrogen refueling stations are considered to be a high priority.

The Recipient shall:

- Prepare generic training materials for local application and review of the California Fire Code requirements applicable to hydrogen refueling stations.
- Deliver training to agency officials and staff in up to five municipalities.

Products:

- Training materials for the evaluation of hydrogen station installation applications from vendors
- Attendee list from trainings

TASK 7 Safety Assessments (Guidelines for First Responders)

The goal of this task is to review existing safety assessments already developed for hydrogen station installations, and to develop guidance for first responders in locations in the Tri-Counties where hydrogen refueling stations are considered to be a high priority.

The Recipient shall:

- Develop guidelines for response to hydrogen incidents around refueling stations and make this guidance available to first responders, vehicle servicing stations and tow companies.
- Provide orientation training to first responders – at least one class in each of the three counties.

Products:

- First Responder Guidelines for responding to incidents in the vicinity of potential hydrogen fueling stations
- Orientation training materials (i.e. presentation slides) and attendee list from each training

TASK 8 Incorporation of FCEVs in Municipal Fleets

The goal of this task is to assess the potential for early adoption of FCEVs in municipal fleets operated within the Tri-Counties.

The Recipient shall:

- Assess the current status of FCEVs adoption for municipal fleets in the Tri-Counties and prepare a report that provides a comprehensive list of municipal fleets and completed alternative fuel planning work.
- Review work already performed in other readiness planning efforts for PHEV and Alternative Fuels Planning in the Tri-Counties region.
- Engage with fleets to assess level of interest in hosting a hydrogen refueling station and prepare a report that prioritizes fleets based on level of interest.
- Evaluate potential for private-public use of the refueling systems if they are located on municipal property used by fleets and prepare a report with recommendations for those refueling systems.

Products:

- Assessment report that provides a comprehensive list of municipal fleets and completed alternative fuel planning work in the Tri-Counties
- Assessment report that prioritizes municipal fleet operators based on their level of interest in siting a hydrogen refueling station
- Report with recommendations for private-public refueling system(s), where feasible

EXHIBIT A-1

Schedule of Products and Due Dates

Task Number	Task Name	Product(s)	Due Date
1.1	Attend Kick-off Meeting	Updated Schedule of Products	2 days prior to the Kick-Off Meeting
		Updated List of Match Funds	2 days prior to the Kick-Off Meeting
		Updated List of Permits	2 days prior to the Kick-Off Meeting
		Kick-Off Meeting Agenda (CEC)	TBD by Commission
1.2	Critical Project Review Meetings	CPR Report	4/15/2016
		1st CPR Meeting Agenda and a list of expected participants	4/15/2016
		Schedule for written determination	4/15/2016
		Written determination (CEC)	TBD by Commission
1.3	Final Meeting	Written documentation of meeting agreements	3/1/2017
		Schedule for completing closeout activities	3/1/2017
1.4	Monthly Progress Reports	Monthly Progress Reports	The 10th calendar day of each month during the approved term of this Agreement
1.5	Final Report	Outline of the Final Report	12/1/2016
		Draft Final Report (no less than 60 days before the end term of the agreement)	1/10/2017
		Final Report	2/10/2017
1.6	Identify and Obtain Match Funds	A letter regarding match funds or stating that no match funds are provided	2 days prior to the Kick-Off Meeting
		Copy(ies) of each match fund commitment letter(s) (if applicable)	N/A
		Letter(s) for new match funds (if applicable)	Within 10 days of identifying new match funds
		Letter that match funds were reduced (if applicable)	Within 10 days of identifying reduced funds
1.7	Identify and Obtain Required Permits	Letter documenting the permits or stating that no permits are required	2 days prior to the Kick-Off Meeting
		A copy of each approved permit (if applicable)	Within 10 days of receiving each permit
		Updated list of permits as they change during the term of the Agreement (if applicable)	Within 10 days of change in list of permits
		Updated schedule for acquiring permits as changes occur during the term of the Agreement (if applicable)	Within 10 days of change in schedule for obtaining permits

EXHIBIT A-1

1.8	Obtain and Execute Subcontracts	
	Letter describing the subcontracts needed, or stating that no subcontracts are required	2 days prior to the Kick-Off Meeting
	Draft subcontracts	15 days prior to the scheduled execution date
	Final subcontracts	Within 10 days of execution
2	PROJECT COLLABORATION AND COORDINATION	
	Detailed project work plan	9/1/2015
	Detailed project schedule updated monthly, included with Monthly Progress Report	Monthly Starting June 2015
	Final list of key team personnel and subcontractors	6/1/2015
	Clearly defined assignments for each key person	9/1/2015
	Listing of criteria identified for measuring performance	9/1/2015
	Performance Evaluation Plan	9/1/2015
	Advisory Panel list of members	10/1/2015
3	REGIONAL HYDROGEN REFUELING INFRASTRUCTURE PLANNING	
	Report from UCI-APEP based on STREET model analysis	1/4/2016
	List of potential hydrogen refueling sites	2/1/2016
	Tri-Counties Hydrogen Refueling Infrastructure Plan	3/1/2016
4	STREAMLINING OF PERMITTING PROCESS FOR HYDROGEN REFUELING STATIONS	
	Hydrogen station installation manual	4/1/2016
	Guidance documents and template forms for expediting permitting process	3/1/2016
	Guidance documents for completing CEQA assessments for hydrogen refueling installations	2/1/2016
	Training materials for evaluation of hydrogen station installation applications	4/1/2016

EXHIBIT A-1

5	PROMOTION OF FCEVs	
	Model resolution language for local government agencies	12/1/2016
	Quarterly updated calendar of activities listing promotional activities and events	Quarterly starting April 2016
	Master contact list (in Excel spreadsheet format) which includes points of contact for each county, identified municipality, and other interested organizations	12/1/2016
	Meeting materials (i.e. agenda, presentation slides, minutes, etc) and attendee list from each meeting	12/1/2016
	Workshop materials (i.e. presentation slides) and attendee list from each workshop	12/1/2016
	Orientation training materials (i.e. presentation slides) and attendee list from each training	9/1/2016
	Handout and label for hydrogen fuel dispensing systems	7/1/2016
6	TRAINING	
	Training materials for the evaluation of hydrogen station installation applications from vendors	2/1/2016
	Attendee list from trainings	7/1/2016
7	SAFETY ASSESSMENTS	
	First Responder Guidelines for responding to incidents in the vicinity of potential hydrogen fueling stations	7/1/2016
	Orientation training materials (i.e. presentation slides) and attendee list from each training	9/1/2016
8	INCORPORATION OF FCEVs IN MUNICIPAL FLEETS	
	Assessment report that provides a comprehensive list of municipal fleets and completed alternative fuel planning work in the Tri-Counties	4/1/2016
	Assessment report that prioritizes municipal fleet operators based on their level of interest in siting a hydrogen refueling station	4/1/2016
	Report with recommendations for private-public refueling system(s), where feasible	7/1/2016

**EXHIBIT B-0
Budget Forms**

Category C Budget
(see instructions below)

Name of Organization Santa Barbara County Air Pollution Control District

- Prime
 Subcontractor
 Disabled Veteran Business Enterprise (DVBE)
 Small
 Micro Business
 None

Cost Category	Energy Commission Reimbursable Share	Match Share	Total
Direct Labor	\$ 15,481	\$ -	\$ 15,481
Fringe Benefits	\$ 4,701	\$ -	\$ 4,701
Total Labor	\$ 20,182	\$ -	\$ 20,182
Travel	\$ 2,875	\$ -	\$ 2,875
Equipment	\$ -	\$ -	\$ -
Materials/ Misc.	\$ 9,000	\$ -	\$ 9,000
Subcontractors	\$ 210,815	\$ -	\$ 210,815
Total Other Direct Costs	\$ 222,690	\$ -	\$ 222,690
Indirect Costs	\$ -	\$ -	\$ -
Profit (not allowed for prime recipient in grant agreements)	\$ -	\$ -	\$ -
Total Indirect and Profit	\$ -	\$ -	\$ -
Grand Totals	\$ 242,872	\$ -	\$ 242,872

**EXHIBIT B-0
Budget Forms**

Task Budget
(see instructions below)

Santa Barbara County Air Pollution Control District

Task		Energy Commission Reimbursable Share	Match Share	Total
1	Administration	\$ 16,582	\$ -	\$ 16,582
2	Project Collaboration and Coordination	\$ -	\$ -	\$ -
3	Regional Hydrogen Refueling Infrastructure Plan	\$ 67,265	\$ -	\$ 67,265
4	Streamlining Permit Process	\$ 21,683	\$ -	\$ 21,683
5	Promotion of FCEVs	\$ 71,633	\$ -	\$ 71,633
6	Training (Fire Code/Permitting)	\$ 14,190	\$ -	\$ 14,190
7	Safety Assessments - Guidelines for First Responders	\$ 14,190	\$ -	\$ 14,190
8	FCEVs in Municipal Fleets	\$ 37,329	\$ -	\$ 37,329
Total		\$ 242,872	\$ -	\$ 242,872

**EXHIBIT B-0
Budget Forms**

Fringe Benefits
(see instructions below)

Santa Barbara County Air Pollution Control District

Fringe Benefit Base Description (Classification(s) or Employee(s))	Max. Fringe Benefit Rate (%)	Direct Labor Costs (\$)	Amount		
			Commission Funds	Match Funds	Total
Project Director	26.65%	\$ 4,004	\$ 1,067	\$ -	\$ 1,067
Project Manager	31.66%	\$ 11,477	\$ 3,634	\$ -	\$ 3,634
Fringe Benefit Totals		\$ 15,481	\$ 4,701	\$ -	\$ 4,701

**EXHIBIT B-0
Budget Forms**

Direct Labor (Unloaded)
(see instructions below)

Santa Barbara County Air Pollution Control District

Hourly Rates

Employee Name	Job Classification / Title	Maximum Labor Rate (\$ per hour)	# of Hours	Amount		
				Commission Funds	Match Funds	Total
Mary Byrd	Project Director	\$ 50.05	80	\$ 4,004	\$ -	\$ 4,004
Jim Fredrickson	Project Manager	\$ 40.99	280	\$ 11,477	\$ -	\$ 11,477
Hourly Direct Labor Totals				\$ 15,481	\$ -	\$ 15,481

Monthly Salary Rates

Employee Name	Job Classification / Title	Maximum Labor Rate (\$ per month)	# of Months	Amount		
				Commission Funds	Match Funds	Total
		\$ -		\$ -	\$ -	\$ -
Monthly Direct Labor Totals				\$ -	\$ -	\$ -
				Commission Funds	Match Funds	Total
Direct Labor Grand Totals				\$ 15,481	\$ -	\$ 15,481

**EXHIBIT B-0
Budget Forms**

Travel

(see instructions below)

Santa Barbara County Air Pollution Control District

Task No.	Traveler's Name and/or Classification	Departure and Destination	Trip Purpose	Amount		
				Commission Funds	Match Funds	Total
1	Jim Fredrickson	Santa Barbara/ Sacramento	Kick-off meeting	\$ 1,100	\$ -	\$ 1,100
1	Jim Fredrickson	Santa Barbara/ Sacramento	Final meeting	\$ 1,100	\$ -	\$ 1,100
3	Jim Fredrickson	Santa Barbara/ Sacramento	Visit UCI APEP	\$ 500	\$ -	\$ 500
3	Jim Fredrickson	Santa Barbara/ Torrance	Visit Toyota/Honda	\$ 175	\$ -	\$ 175
Total:				\$ 2,875	\$ -	\$ 2,875

**EXHIBIT B-0
Budget Forms**

Materials & Miscellaneous
(see instructions below)

Santa Barbara County Air Pollution Control District

Task No.	Description	Purpose	# Units	Unit Cost	Amount		
					Commission Funds	Match Funds	Total
3	Infrastructure Plan	Binder production		\$ 2,500	\$ 2,500	\$ -	\$ 2,500
4	Permit Streamling Documents	Binder production		\$ 2,000	\$ 2,000	\$ -	\$ 2,000
5	Handout - design	FCEV Promotion		\$ 3,000	\$ 3,000	\$ -	\$ 3,000
5	Pump label - design	FCEV Promotion		\$ 1,500	\$ 1,500	\$ -	\$ 1,500
Total:					\$ 9,000	\$ -	\$ 9,000

EXHIBIT B-0 Budget Forms

Subcontracts (see instructions below)

Santa Barbara County Air Pollution Control District						
Task No.	Subcontractor Name	Purpose	CA Business Certifications DVBE/SB/MB/None	Amount		
				Commission Funds	Match Funds	Total
3	Ivor John Associates	Regional Refueling Infrastructure Planning	None	\$ 30,147	\$ -	\$ 30,147
4	Ivor John Associates	Streamlining Permit Process	None	\$ 18,648	\$ -	\$ 18,648
5	Ivor John Associates	Promotion of FCEVs	None	\$ 14,918	\$ -	\$ 14,918
6	Ivor John Associates	Training (Fire Code/Permitting)	None	\$ 11,189	\$ -	\$ 11,189
7	Ivor John Associates	Safety Assessments - Guidelines for First Responders	None	\$ 11,189	\$ -	\$ 11,189
8	Ivor John Associates	FCEVs in Municipal Fleets	None	\$ 9,324	\$ -	\$ 9,324
3	UC Irvine Advanced Power and Energy Program	Regional Infrastructure - STREET model analysis	None	\$ 25,000	\$ -	\$ 25,000
3	Energy Independence Now	Regional Refueling Infrastructure Plan	None	\$ 5,000	\$ -	\$ 5,000
5	Energy Independence Now	Promotion of FCEVs - Local Officials	None	\$ 5,000	\$ -	\$ 5,000
8	Energy Independence Now	FCEVs in Municipal Fleets	None	\$ 5,000	\$ -	\$ 5,000
5	Community Environmental Council	Promotion of FCEVs	None	\$ 27,300	\$ -	\$ 27,300
8	Community Environmental Council	FCEVs in Municipal Fleets	None	\$ 13,700	\$ -	\$ 13,700
5	A-Z Safety	Promotion of FCEVs - Local Officials	None	\$ 1,000	\$ -	\$ 1,000
6	A-Z Safety	Training (Fire Code/Permitting)	None	\$ 4,500	\$ -	\$ 4,500
7	A-Z Safety	Safety Assessments - Guidelines for First Responders	None	\$ 4,500	\$ -	\$ 4,500
3	Ventura County Air Pollution Control District	Regional Refueling Infrastructure Planning	None	\$ 2,600	\$ -	\$ 2,600
4	Ventura County Air Pollution Control District	Streamlining Permit Process	None	\$ 2,600	\$ -	\$ 2,600
5	Ventura County Air Pollution Control District	Promotion of FCEVs	None	\$ 5,200	\$ -	\$ 5,200
8	Ventura County Air Pollution Control District	FCEVs in Municipal Fleets	None	\$ 2,600	\$ -	\$ 2,600
3	Central Coast Clean Cities Coalition	Regional Refueling Infrastructure Planning	None	\$ 2,600	\$ -	\$ 2,600
4	Central Coast Clean Cities Coalition	Streamlining Permit Process	None	\$ 1,000	\$ -	\$ 1,000
5	Central Coast Clean Cities Coalition	Promotion of FCEVs	None	\$ 5,200	\$ -	\$ 5,200
8	Central Coast Clean Cities Coalition	FCEVs in Municipal Fleets	None	\$ 2,600	\$ -	\$ 2,600
Total:				\$ 210,815	\$ -	\$ 210,815

**EXHIBIT B-1
Budget Forms**

Category C Budget
(see instructions below)

Name of Organization Ivor John Associates

- Prime Subcontractor Disabled Veteran Business Enterprise (DVBE)
 Small Business Micro Business None

Cost Category	Energy Commission Reimbursable Share	Match Share	Total
Direct Labor	\$ 49,600	\$ -	\$ 49,600
Fringe Benefits	\$ 19,840	\$ -	\$ 19,840
Total Labor	\$ 69,440	\$ -	\$ 69,440
Travel	\$ 2,175	\$ -	\$ 2,175
Equipment	\$ -	\$ -	\$ -
Materials/ Misc.	\$ -	\$ -	\$ -
Subcontractors	\$ 16,162	\$ -	\$ 16,162
Total Other Direct Costs	\$ 18,337	\$ -	\$ 18,337
Indirect Costs	\$ 7,638	\$ -	\$ 7,638
Profit (not allowed for prime recipient in grant agreements)	\$ -	\$ -	\$ -
Total Indirect and Profit	\$ 7,638	\$ -	\$ 7,638
Grand Totals	\$ 95,415	\$ -	\$ 95,415

**EXHIBIT B-1
Budget Forms**

Task Budget
(see instructions below)

Ivor John Associates

Task		Energy Commission Reimbursable Share	Match Share	Total
3	Refueling Infrastructure Planning	\$ 30,147	\$ -	\$ 30,147
4	Streamlining of Permit Process	\$ 18,648	\$ -	\$ 18,648
5	Promotion of FCEVs	\$ 14,918	\$ -	\$ 14,918
6	Training	\$ 11,189	\$ -	\$ 11,189
7	Safety Assessments - First Responder Guidance	\$ 11,189	\$ -	\$ 11,189
8	FCEVs in Municipal Fleets	\$ 9,324	\$ -	\$ 9,324
Total		\$ 95,415	\$ -	\$ 95,415

**EXHIBIT B-1
Budget Forms**

Direct Labor (Unloaded)
(see instructions below)

Ivor John Associates

Hourly Rates

Employee Name	Job Classification / Title	Maximum Labor Rate (\$ per hour)	# of Hours	Amount		
				Commission Funds	Match Funds	Total
Ivor John	Project Coordinator	\$ 100.00	496	\$ 49,600	\$ -	\$ 49,600
Hourly Direct Labor Totals				\$ 49,600	\$ -	\$ 49,600

Monthly Salary Rates

Employee Name	Job Classification / Title	Maximum Labor Rate (\$ per month)	# of Months	Amount		
				Commission Funds	Match Funds	Total
		\$ -		\$ -	\$ -	\$ -
Monthly Direct Labor Totals				\$ -	\$ -	\$ -
				Commission Funds	Match Funds	Total
Direct Labor Grand Totals				\$ 49,600	\$ -	\$ 49,600

EXHIBIT B-1
Budget Forms

Fringe Benefits
(see instructions below)

Ivor John Associates

Fringe Benefit Base Description (Classification(s) or Employee(s))	Max. Fringe Benefit Rate (%)	Direct Labor Costs (\$)	Amount		
			Commission Funds	Match Funds	Total
Ivor John	40.00%	\$ 49,600	\$ 19,840	\$ -	\$ 19,840
Fringe Benefit Totals		\$ 49,600	\$ 19,840	\$ -	\$ 19,840

**EXHIBIT B-1
Budget Forms**

Travel

(see instructions below)

Ivor John Associates

Task No.	Traveler's Name and/or Classification	Departure and Destination	Trip Purpose	Amount		
				Commission Funds	Match Funds	Total
1	Ivor John	Santa Barbara/ Sacramento	Kick-off meeting	\$ 900	\$ -	\$ 900
1	Ivor John	Santa Barbara/ Sacramento	Final meeting	\$ 900	\$ -	\$ 900
3	Ivor John	Santa Barbara/ Sacramento	Visit UCI APEP	\$ 300	\$ -	\$ 300
3	Ivor John	Santa Barbara/ Torrance	Visit Toyota/Honda	\$ 75	\$ -	\$ 75
Total:				\$ 2,175	\$ -	\$ 2,175

**EXHIBIT B-1
Budget Forms**

Subcontracts

(see instructions below)

Ivor John Associates

Task No.	Subcontractor Name	Purpose	CA Business Certifications DVBE/SB/MB/None	Amount		
				Commission Funds	Match Funds	Total
3	Raney Associates	Refueling Infrastructure - Advisory	None	\$ 6,216	\$ -	\$ 6,216
4	Raney Associates	Streamlining of Permit Procees - Advisory	None	\$ 6,216	\$ -	\$ 6,216
5	Raney Associates	Promotion of FCEVs	None	\$ 1,244	\$ -	\$ 1,244
6	Raney Associates	Training - Advisory	None	\$ 1,243	\$ -	\$ 1,243
7	Raney Associates	Safety Assessments - Advisory	None	\$ 1,243	\$ -	\$ 1,243
Total:				\$ 16,162	\$ -	\$ 16,162

**EXHIBIT B-1
Budget Forms**

Indirect Costs and Profit
(see instructions below)

Ivor John Associates

Indirect Cost(s)

Name of Indirect Cost	Maximum Rate	Indirect Cost Base Description	Indirect Cost Base Amount	Amount		
				Commission Funds	Match Funds	Total
Overhead	11.00%	Unloaded plus Fringe	\$ 69,440	\$ 7,638	\$ -	\$ 7,638
Total:				\$ 7,638	\$ -	\$ 7,638

See instructions above.

Profit

(not allowed for Prime Recipients under grant agreements)

Profit Rate	Profit Base Description	Profit Base Amount	Amount		
			Commission Funds	Match Funds	Total
0.00%		\$ -	\$ -	\$ -	\$ -
Total:			\$ -	\$ -	\$ -

EXHIBIT C

ALTERNATIVE AND RENEWABLE FUEL AND VEHICLE TECHNOLOGY PROGRAM (ARFVTP) TERMS AND CONDITIONS

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TERMS AND CONDITIONS

1. **Grant Agreement**

This project is being funded with a grant from the California Energy Commission's (Energy Commission) Alternative and Renewable Fuel and Vehicle Technology Program.

This Agreement is comprised of the grant funding award, the Terms and Conditions, and all attachments. These Terms and Conditions are standard requirements for grant awards. The Energy Commission may impose additional special conditions in this grant Agreement that address the unique circumstances of this project. Special conditions that conflict with these standard provisions take precedence.

The Recipient's authorized representative shall sign all copies of this Agreement and return all signed packages to the Energy Commission's Grants and Loans Office within 30 days. Failure to meet this requirement may result in the forfeiture of this award. When all required signatures are obtained, an executed copy will be returned to the Recipient.

The term of this Agreement or the Agreement Period is the length of this Agreement between the Energy Commission and the Recipient. Project means Recipient's specific project that is funded in whole or in part by this Agreement. The Recipient's project may coincide with or extend outside the Agreement Period.

All reimbursable work and/or the expenditure of funds must occur within the approved term of this Agreement. The Energy Commission cannot authorize any payments until all parties sign this Agreement.

2. **Documents Incorporated by Reference**

The documents below are incorporated by reference into this Agreement. These terms and conditions will govern in the event of a conflict with the documents below, with the exception of the documents in subsection (f). Where this Agreement or California laws and regulations are silent or do not apply, the Energy Commission will use the federal cost principles and acquisition regulations listed below as guidance in determining whether reimbursement of claimed costs is allowable. Documents incorporated by reference include:

Solicitation Documents (if applicable)

- a. The funding solicitation under which this Agreement was awarded.
- b. The Recipient's proposal submitted in response to the solicitation

Federal Cost Principles (applicable to state and local governments, Indian tribes, institutions of higher education, and nonprofit organizations)

- c. 2 Code of Federal Regulations (CFR) Part 200, Subpart E (Sections 200.400 et seq.)

Federal Acquisition Regulations (applicable to commercial organizations)

- d. 48 CFR, Ch.1, Subchapter E, Part 31, Subpart 31.2: Contracts with Commercial Organizations (supplemented by 48 CFR, Ch. 9, Subchapter E, Part 931, Subpart 931.2 for Department of Energy grants)

Nondiscrimination

- e. 2 California Code of Regulations, Section 8101 et seq.: Contractor Nondiscrimination and Compliance

General Laws

- f. Any federal, state, or local laws or regulations applicable to the project that are not expressly listed in this Agreement

3. *Funding Limitations*

Any federal, State, and local laws and regulations applicable to your project not expressly listed in this Agreement are incorporated herein as part of this Agreement.

4. *Due Diligence*

The Recipient is required to take timely actions which, taken collectively, move this project to completion. The Energy Commission Agreement Manager (CAM) will periodically evaluate the Schedule of Products and Due Dates for completion of the Statement of Work tasks. If the CAM determines (1) the Recipient is not being diligent in completing the tasks in the Statement of Work or (2) the time remaining in this Agreement is insufficient to complete all project work tasks by the approved Agreement end term date, the CAM may recommend that this Agreement be terminated, and the Agreement may, without prejudice to any of the Energy Commission's remedies, be terminated.

5. *Products*

Products are defined as any tangible item specified in the Statement of Work. Unless otherwise directed, draft copies of all products identified in the Work Statement shall be submitted to the CAM for review and comment. The Recipient will submit an original and two copies of the final version of all products to the CAM.

6. *Reports*

- a. Progress Reports

The Recipient shall submit progress reports to the CAM as indicated in the Special Conditions or Work Statement. At a minimum, each progress report shall include the following:

Work Statement: This section should include a brief restatement of the approved tasks in the Work Statement and a report on the status of each, including a discussion of any products due and whether or not the project is progressing according to schedule. This section also should include a discussion of any problems encountered, proposed changes to the tasks in the Work Statement, and anticipated accomplishments in the upcoming quarter.

Financial Status: This section should include a narrative report comparing costs incurred to date with the approved Budget. The report should state whether or not the project is progressing within the approved Budget and discuss any proposed changes.

Additional Information: Additional information may be required in the progress reports as specified in the Work Statement or Special Conditions.

b. Final Reports

A draft final report shall be submitted to the CAM no later than 60 days prior to the end of the Agreement term. At a minimum, the report shall include:

- Table of Contents.
- Abstract.
- A brief summary of the objectives of the project and how these objectives were accomplished.
- Any findings, conclusions, or recommendations for follow-up or ongoing activities that might result from the successful completion of the project.
- A statement of future intent of the grant Recipient to maintain or further develop the project.
- A Payment Request form for the final payment (including any retention).
- A consolidated list of subcontractors funded in whole or in part by the grant Recipient. Include the name, address, concise statement of work done, period, and value of each.
- Additional information specified in the Work Statement or Special Conditions.

The CAM will review the draft report. The Recipient will incorporate applicable comments and submit the final report (the original and two copies) to the CAM.

Upon receipt of the final report, the CAM shall ensure that all work has been satisfactorily completed.

c. Rights in Reports

The Energy Commission reserves the right to use and reproduce all reports and data produced and delivered pursuant to this Agreement, and reserves the right to authorize others to use or reproduce such materials. Each report becomes the property of the Energy Commission.

d. Failure to Comply with Reporting Requirements

Failure to comply with the reporting requirements contained in this Agreement will be considered a material noncompliance with the terms of this Agreement. Noncompliance may result in withholding of future payments, suspension or termination of the current award, and withholding of future awards. A willful failure to perform, a history of failure to perform, or unsatisfactory performance of this and/or other financial assistance awards, may also result in a debarment action to preclude future awards.

7. Publications - Legal Statement on Reports and Products

You are encouraged to publish or otherwise make publicly available the results of the work conducted under the award.

No product or report produced as a result of work funded by this program shall be represented to be endorsed by the Energy Commission, and all such products or reports shall include the following statement:

LEGAL NOTICE

This document was prepared as a result of work sponsored by the California Energy Commission. It does not necessarily represent the views of the Energy Commission, its employees, or the State of California. The Energy Commission, the State of California, its employees, contractors, and subcontractors make no warranty, express or implied, and assume no legal liability for the information in this document; nor does any party represent that the use of this information will not infringe upon privately owned rights.

8. Changes to the Agreement

a. Significant Changes

Significant changes to this Agreement must be approved by the Energy Commission through a formal amendment. Significant changes include, but are not limited to:

- Change of Recipient's legal name,
- Change of Recipient,
- Changes in order to disencumber funds,
- Changes to the Work Statement that reasonably modify the purpose of the Agreement,
- Changes to the Schedule of Products that extend the due dates beyond the term of the Agreement,
- Changes to the Budget that increase the amount of the Agreement,

- Changes to the Budget that increase rates or fees.

The Recipient shall submit a request in writing to the CAM with a copy to the Energy Commission Grants and Loans Officer for any significant change. The CAM will notify the Recipient Project Manager of the appropriate Energy Commission action within ten (10) working days.

b. Nonsignificant Changes

Changes that are not significant to the Agreement do not need to be approved at a Energy Commission business meeting through a formal amendment. These changes shall be documented in a Letter of Agreement, signed by both parties.

c. Schedule of Products and Due Dates

If the Schedule of Products and Due Dates needs to be revised after the execution of the Agreement, the revised dates cannot extend beyond the term end date of the Agreement without a formal amendment. Recipient shall work with the CAM to agree on the new product due dates. The CAM will issue the revised Schedule of Products and Due Dates to the Recipient and the Grants and Loans Office.

d. Budget Reallocations

(1) The Energy Commission, through its CAM and Grants and Loans Officer, and the Recipient can agree upon and make certain budget reallocations without a formal amendment to this Agreement as long as ALL of the following conditions are met:

- (a) The total of all budget reallocations cannot exceed ten percent (10%) with a cap amount of \$75,000 of the Agreement Amount. For purposes of this provision, "Agreement Amount" means the total amount of Energy Commission funds being paid to the Recipient under this Agreement. It does not include any match funds provided by the Recipient.

For example, if under an agreement the Energy Commission agrees to pay a recipient \$100,000 and the recipient is supplying \$500,000 in match funding, the ten percent (10%) limitation applies to the \$100,000. Only up to \$10,000 of Energy Commission funds could be reallocated without a formal amendment. If under an agreement the Energy Commission agrees to pay a recipient \$800,000, ten percent would be \$80,000, but the cap is \$75,000, so the most that could be reallocated without a formal amendment is \$75,000.

- (b) The budget reallocation cannot substantially change the scope of work. Examples of budget reallocations that do not substantially change the scope of work include, but are not limited to, the following:
- Increasing or decreasing the overall travel budget. This does not mean an increase to the allowed per diem rates under this Agreement.
 - Increasing or decreasing the equipment budget.
 - Increasing or decreasing the number of personnel assigned to complete tasks. This does not include increasing the hourly rates of the personnel and classifications listed in the budget. Increasing hourly rates requires a formal amendment. The addition of personnel also requires a formal amendment unless there is already an identified classification of rates in the budget that the new personnel will be filling.
- (c) The budget reallocation only involves moving funds between tasks. The total Agreement Amount must remain unchanged. Increasing the total amount of the Agreement requires a formal amendment.
- (d) The budget reallocation does not increase the percentage rate of Indirect Overhead, Fringe Benefits, General and Administrative Costs, or any other rates listed in the budget. For example, if an agreement budget lists the Indirect Overhead percentage rate as 25% of Direct Labor, the 25% cannot be changed without a formal amendment.
- (2) To effectuate a budget reallocation under this section, the Recipient must make a request in writing to both the CAM and the Grants and Loans Officer. Both the CAM and the Grants and Loans Officer will then approve or disapprove the request in writing; the approval or disapproval is not effective or binding unless signed by both the CAM and the Grants and Loans Officer. Oral communications cannot be used or relied upon. If the request is approved, the CAM shall revise the Budget Attachments to reflect the changes and send them to the Grants and Loans Officer and the Recipient.
- (3) Any desired budget reallocations that do not meet the four criteria in this section must be made through a formal amendment.
- (4) Attempted budget reallocations that do not meet the requirements of this section are not legally binding upon the parties.

e. Amendments

This Agreement may be amended to make changes, including without limitation, additional funds, additional time, additional or modified tasks, and additional or modified terms.

9. Contracting and Procurement Procedures

This section provides general requirements for an agreement between the Recipient and a third party (“subcontractor”).

All subcontracts must be submitted to the CAM for review prior to execution, pursuant to the administrative task. For subcontracts that are listed as “to be determined” in the budget, the Recipient must submit the subcontractor’s budget information to the CAM, using the budget forms provided, and have an executed subcontract, before the subcontractor can incur any costs for which the Recipient will seek reimbursement.

The Recipient is required, where feasible, to employ contracting and procurement practices that promote open competition for all goods and services needed to complete this project. Recipient shall obtain price quotes from an adequate number of sources for all subcontracts.

The Energy Commission will defer to the Recipient's own regulations and procedures as long as they reflect applicable state and local laws and regulations and are not in conflict with the minimum standards specified in this Agreement.

Upon request, the Recipient must submit to the CAM a copy of all solicitations for services or products required to carry out the terms of this Agreement and copies of the proposals or bids received. If a specific subcontractor was identified in the original grant application and the grant was evaluated based in part on this subcontractor's qualifications, then prior written approval from the CAM is required before substituting a new subcontractor.

The Recipient is responsible for handling all contractual and administrative issues arising out of or related to any subcontracts it enters into under this Agreement.

All subcontracts must incorporate all of the following:

- A clear and accurate description of the material, products, or services to be procured as well as a detailed budget and timeline.
- Provisions that allow for administrative, contractual, or legal remedies in instances where subcontractors violate or breach contract terms, and provide for such sanctions and penalties as may be appropriate.
- Provisions for termination by the Recipient, including termination procedures and the basis for settlement.
- Language conforming to the "Nondiscrimination" provision in this Agreement.
- The Standard of Performance provisions specified in this Agreement.

- Retention of Records provisions specified in this Agreement.
- Audits provisions specified in this Agreement.
- Language conforming to the “Indemnification” provision in this Agreement.
- Public Work -- Payment of Prevailing Wages Generally Required by Law provisions in this Agreement

Recipients who are subcontracting with University of California (UC) may use the terms and conditions negotiated by the Energy Commission with UC for their subcontracts. Recipients who are subcontracting with the Department of Energy (DOE) national laboratories may use the terms and conditions negotiated with DOE.

Failure to comply with the above requirements may result in the termination of this Agreement.

10. *Bonding and Insurance*

The Recipient will follow its own bonding and insurance requirements relating to bid guarantees, performance bonds, and payment bonds without regard to the dollar value of the subcontract(s) as long as they reflect applicable state and local laws and regulations.

11. *Permits and Clearances*

The Recipient is responsible for ensuring all necessary permits and environmental documents are prepared and clearances are obtained from the appropriate agencies.

12. *Equipment*

Equipment is defined as having a useful life of at least one year, having an acquisition unit cost of at least \$5,000, and purchased with Energy Commission funds. Equipment means any products, objects, machinery, apparatus, implements or tools purchased, used or constructed within the Project, including those products, objects, machinery, apparatus, implements or tools from which over thirty percent (30%) of the equipment is composed of materials purchased for the Project. For purposes of determining depreciated value of equipment used in the Agreement, the Project shall terminate at the end of the normal useful life of the equipment purchased, funded and/or developed with Energy Commission funds. The Energy Commission may determine the normal useful life of such equipment.

Title to equipment acquired by the Recipient with grant funds shall vest in the Recipient. The Recipient shall use the equipment in the project or program for which it was acquired as long as needed, whether or not the project or program continues to be supported by grant funds, and the Recipient shall not encumber the property without CAM approval. When no longer needed for the original project or program, the Recipient shall contact the CAM for disposition instructions.

13. Termination

This project may be terminated for any reason set forth below.

a. With Cause

In the event of any breach by the Recipient of the conditions set forth in this Agreement, this Agreement may be terminated for cause upon five (5) days written notice to the Recipient, without prejudice to any of the Energy Commission's legal remedies.

b. Without Cause

This Agreement may, at the Energy Commission's option, be terminated without cause in whole or in part, upon giving thirty (30) days advance notice in writing to the Recipient by certified mail, return receipt requested. In such event, the Recipient agrees to use all reasonable efforts to mitigate the Recipient's expenses and obligations hereunder. Also in such event, the Energy Commission shall pay the Recipient for all satisfactory work performed and expenses incurred within 30 days after such notice of termination which could not by reasonable efforts of the Recipient have been avoided, but not in excess of the maximum payable under this Agreement.

14. Stop Work

The Energy Commission Grants Officer may, at any time, by written notice to Recipient, require Recipient to stop all or any part of the work tasks in this Agreement. Stop work orders may be issued for reasons such as a project exceeding budget, standard of performance, out of scope work, delay in Project schedule, misrepresentations and the like.

a. Compliance. Upon receipt of such stop work order, Recipient shall immediately take all necessary steps to comply therewith and to minimize the incurrence of costs allocable to work stopped.

b. Equitable Adjustment. An equitable adjustment shall be made by Energy Commission based upon a written request by Recipient. Such adjustment request must be made by Recipient within thirty (30) days from the date of the stop work order.

c. Canceling a Stop Work Order. Recipient shall resume the work only upon receipt of written instructions from the Energy Commission Grants Officer.

15. Travel and Per Diem

a. The Recipient shall be reimbursed for travel and per diem expenses using the same rates provided to non-represented State employees. The Recipient must pay for travel in excess of these rates. The Recipient may obtain current rates from the Energy Commission's Web Site at: http://www.energy.ca.gov/contracts/TRAVEL_PER_DIEM.PDF.

- b. For purposes of payment, Recipient's headquarters shall be considered the location of the Recipient's office where the employees' assigned responsibilities for this award are permanently assigned. Travel expenditures not listed in this section cannot be reimbursed.
- c. Travel identified in the Budget section of this Agreement is approved and does not require further authorization.
- d. Travel that is not included in the Budget section of this Agreement shall require written authorization from the CAM and Grants and Loans Officer prior to travel departure. The Energy Commission will reimburse travel expenses from the Recipient's office location.
- e. The Recipient must retain documentation of travel expenses in its financial records. The documentation must be listed by trip and include dates and times of departure and return, departure and destination cities. Travel receipts, including for travel meals and incidentals, shall be submitted with invoices requesting reimbursement from the Energy Commission.

16. Standard of Performance

Recipient, its subcontractors and their employees, in the performance of Recipient's work under this Agreement shall be responsible for exercising the degree of skill and care required by customarily accepted good professional practices and procedures used in the Recipient's field.

Any costs for failure to meet the foregoing standard or to correct otherwise defective work that requires re-performance of the work, as directed by CAM, shall be borne in total by Recipient and not the Energy Commission. The failure of a project to achieve the performance goals and objectives stated in the Work Statement is not a basis for requesting re-performance unless the work conducted by Recipient and/or its subcontractors is deemed by the Energy Commission to have failed the foregoing standard of performance.

In the event Recipient/subcontractor fails to perform in accordance with the above standard:

- Recipient/subcontractor will re-perform, at its own expense, any task which was not performed to the reasonable satisfaction of the CAM. Any work re-performed pursuant to this paragraph shall be completed within the time limitations originally set forth for the specific task involved. Recipient/subcontractor shall work any overtime required to meet the deadline for the task at no additional cost to the Energy Commission;
- The Energy Commission shall provide a new schedule for the re-performance of any task pursuant to this paragraph in the event that re-performance of a task within the original time limitations is not feasible; and

- The Energy Commission shall have the option to direct Recipient/subcontractor not to re-perform any task which was not performed to the reasonable satisfaction of the CAM pursuant to application of (1) and (2) above. In the event the Energy Commission directs Recipient/subcontractor not to re-perform a task, the Energy Commission and Recipient shall negotiate a reasonable settlement for satisfactory work performed. No previous payment shall be considered a waiver of the Energy Commission's right to reimbursement.

Nothing contained in this section is intended to limit any of the rights or remedies which the Energy Commission may have under law.

17. Payment of Funds

The Energy Commission agrees to reimburse the Recipient for actual allowable expenditures incurred in accordance with the Budget. The rates in the Budget are rate caps, or the maximum amount allowed to be billed. The Recipient can only bill for actual expenses incurred at the Recipient's actual direct labor rate(s), fringe benefit rate(s), and indirect rate(s), not to exceed the rates specified in the Budget.

a. Payment Requests

The Recipient may request payment from the Energy Commission at any time during the term of this Agreement although it is preferred that payment requests be submitted with the progress reports. The final payment request must be received by the Energy Commission along with the draft Final Report 60 days prior to the end of the Agreement term.

Payments will generally be made on a reimbursement basis for Recipient expenditures, i.e., after the Recipient has incurred the cost for a service, product, supplies, or other approved budget item. No reimbursement for food or beverages shall be made other than allowable per diem charges.

Funds in this Agreement have a limited period in which they must be expended. All Recipient expenditures must occur within the approved term of this Agreement.

b. Documentation

All payment requests must be submitted using a completed Payment Request form. This form must be accompanied by an itemized list of all charges and copies of all receipts or invoices necessary to document these charges for both Energy Commission and match share, including backup documentation for actual expenditures, such as time cards, vendor invoices, and proof of payment. Any payment request that is submitted without the itemization will not be authorized. If the itemization or documentation is incomplete, inadequate, or inaccurate, the CAM will inform the Recipient and hold the invoice until all required information is received or corrected. Any penalties imposed on the Recipient by a subcontractor because of delays in payment will be paid by the Recipient.

Any documentation in foreign currency must be converted to dollars, and the conversion rate must be included in your itemization.

c. Certification

The following certification shall be included on each Payment Request form and signed by the Recipient's authorized officer:

I certify that this invoice is correct and proper for payment, and reimbursement for these costs has not and will not be received from any other sources, including but not limited to a government entity contract, subcontract or other procurement method.

Additional certification required related to the payment of prevailing wages. Refer to section 27 of these terms and conditions for more information.

d. Government Entity

Government Entity is defined as a governmental agency from California or any state or a state college or state university from California or any state; a local government entity or agency, including those created as a Joint Powers Authority; an auxiliary organization of the California State University or a California community college; the Federal Government; a foundation organized to support the Board of Governors of the California Community Colleges or an auxiliary organization of the Student Aid Commission established under Education Code 69522.

e. Release of Funds

The CAM will not process any payment request during the Agreement term until the following conditions have been met:

- All required reports have been submitted and are satisfactory to the CAM.
- All applicable special conditions have been met.
- All appropriate permits or permit waivers from governmental agencies have been issued to the Recipient and copies have been received by the CAM.
- All products due have been submitted and are satisfactory to the CAM.
- Other prepayment conditions as may be required by the CAM have been met. Such conditions will be specified in writing ahead of time, if possible.

- f. Fringe Benefits, Indirect Overhead, and General and Administrative (G&A), Indirect cost rates must be developed in accordance with generally accepted accounting principles. If the Recipient has an approved fringe benefits or indirect cost rate (indirect overhead or G&A) from their cognizant Federal Agency, the Recipient may bill at the federal rate up to the Budget rate caps if the following conditions are met:
- The Recipient may bill at the federal provisional rate but must adjust annually to reflect their actual final rates for the year in accordance with the Labor, Fringe, and Indirect Invoicing Instructions which can be accessed in this agreement.
 - The cost pools used to develop the federal rates must be allocable to the Energy Commission Agreement, and the rates must be representative of the portion of costs benefiting the Energy Commission Agreement. For example, if the federal rate is for manufacturing overhead at the Recipient's manufacturing facility and the Energy Commission Agreement is for research and development at their research facility, the federal indirect overhead rate would not be applicable to the Energy Commission Agreement.
 - The federal rate must be adjusted to exclude any costs that are specifically prohibited in the Energy Commission Agreement.
 - The Recipient may only bill up to the Agreement Budget rate caps unless and until an amendment to the Agreement Budget is approved.
- g. Retention
- It is the Energy Commission's policy to retain 10 percent of any payment request or 10 percent of the total Energy Commission award at the end of the project. After the project is complete the Recipient must submit a completed payment request form requesting release of the retention. The CAM will review the project file and, when satisfied that the terms of the funding Agreement have been fulfilled, will authorize release of the retention.
- h. State Controller's Office
- Payments are made by the State Controller's Office.

18. Fiscal Accounting Requirements

- a. Accounting and Financial Methods
- The Recipient shall establish a separate ledger account or fund for receipt and disbursement of Energy Commission funds for each project funded by the Energy Commission. Expenditure details must be maintained in accordance with the approved budget details using appropriate accounting practices.

b. Retention of Records

The Recipient shall retain all project records (including financial records, progress reports, and payment requests) for a minimum of three (3) years after the final payment has been received or three years after the federal grant term, whichever is later, unless otherwise specified in the funding Agreement.

Records for nonexpendable personal property acquired with grant funds shall be retained for three years after its final disposition or three years after the federal grant term, whichever is later.

c. Audits

Upon written request from the Energy Commission, the Recipient shall provide detailed documentation of all expenses at any time throughout the project. In addition, the Recipient agrees to allow the Energy Commission or any other agency of the State, or their designated representative, upon written request, to have reasonable access to and the right of inspection of all records that pertain to the project during the term of this Agreement and for a period of three (3) years thereafter or three years after the federal grant term, whichever is later, unless the Energy Commission notifies the Recipient, prior to the expiration of such three-year period, that a longer period of record retention is necessary. Further, the Recipient agrees to incorporate an audit of this project within any scheduled audits, when specifically requested by the State. Recipient agrees to include a similar right to audit in any subcontract.

Recipients are strongly encouraged to conduct annual audits in accordance with the single audit concept. The Recipient should provide two copies of the independent audit report and any resulting comments and correspondence to the CAM within 30 days of the completion of such audits.

d. Cost or Match Share

Cost or Match Share means cash or in-kind (non-cash) contributions provided by Recipient, subcontractors or other parties that will be used in performance of this Agreement.

If the grant Budget includes cost or match share under this Agreement, the Recipient agrees to be liable for the percentage of cost or match share identified in this Agreement of the total allowable project costs incurred even if the project is terminated early or is not funded to its completion.

Total allowable project cost is the sum of the Agreement share and Recipient share of the project costs. *Cost share* percentage is calculated by dividing Recipient cost share amount by the total allowable project cost. *Match share* percentage is calculated by dividing Recipient match share by the Agreement share of the project costs.

Failure to provide the minimum required cost or match share may result in the subsequent recovery of some or all of the funds provided under this Agreement.

The Recipient must maintain accounting records detailing the expenditure of the match (actual cash and in-kind services) and provide complete documentation of expenditures as described under "Payment of Funds."

19. Indemnification

The Recipient agrees to indemnify, defend, and save harmless the State, its officers, agents, and employees from any and all claims and losses accruing or resulting to Recipient and to any and all contractors, subcontractors, materialmen, laborers, and any other person, firm, or corporation furnishing or supplying work, services, materials, or supplies in connection with the performance of this Agreement, and from any and all claims and losses accruing or resulting to any person, firm, or corporation who may be injured or damaged by the Recipient in the performance of this Agreement.

20. Disputes

In the event of a dispute or grievance between Recipient and the Energy Commission regarding this Agreement, the following two-step procedure shall be followed by both parties. Recipient shall continue with responsibilities under this Agreement during any dispute.

a. Energy Commission Dispute Resolution Level 1

The Recipient shall first discuss the problem informally with the CAM. If the problem cannot be resolved at this stage, the Recipient must direct the grievance together with any evidence, in writing, to the Energy Commission Grants and Loans Officer. The grievance must state the issues in the dispute, the legal authority or other basis for the Recipient's position and the remedy sought. The Energy Commission Grants and Loans Officer and the Program Office Manager must make a determination on the problem within ten (10) working days after receipt of the written communication from the Recipient. The Grants and Loans Officer shall respond in writing to the Recipient, indicating a decision supported by reasons. Should the Recipient disagree with the Grants and Loans Officer decision, the Recipient may appeal to the second level.

b. Energy Commission Dispute Resolution Level 2

The Recipient must prepare a letter indicating why the Grants and Loans Officer's decision is unacceptable, attaching to it the Recipient's original statement of the dispute with supporting documents, along with a copy of the Grants and Loans Officer's response. This letter shall be sent to the Executive Director at the Energy Commission within ten (10) working days from receipt of the Grants and Loans Officer's decision. The Executive Director or designee shall meet with the Recipient to review the issues raised. A written decision signed by the Executive Director or designee shall be returned to the Recipient within twenty (20) working days of receipt of the Recipient's letter. The Executive Director may exercise the option of presenting the decision to the Energy Commission at a business meeting. Should the Recipient disagree with the Executive Director's decision, the Recipient may appeal to the Energy Commission at a regularly scheduled business meeting. Recipient will be provided with the current procedures for placing the appeal on a Energy Commission Business Meeting Agenda.

21. Workers' Compensation Insurance

- a. Recipient hereby warrants that it carries Worker's Compensation Insurance for all of its employees who will be engaged in the performance of this Agreement, and agrees to furnish to the CAM satisfactory evidence of this insurance at any time the CAM may request.
- b. If Recipient is self-insured for worker's compensation, it hereby warrants such self-insurance is permissible under the laws of the State of California and agrees to furnish to the CAM satisfactory evidence of this insurance at any time the CAM may request.

22. General Provisions

a. Governing Law

It is hereby understood and agreed that this Agreement shall be governed by the laws of the State of California as to interpretation and performance.

b. Independent Capacity

The Recipient, and the agents and employees of the Recipient, in the performance of this Agreement, shall act in an independent capacity and not as officers or employees or agents of the Energy Commission.

c. Assignment

Without the written consent of the Energy Commission in the form of a formal written amendment, this Agreement is not assignable or transferable by Recipient either in whole or in part.

d. Timeliness

Time is of the essence in this Agreement.

e. Unenforceable Provision

In the event that any provision of this Agreement is unenforceable or held to be unenforceable, then the parties agree that all other provisions of this Agreement have force and effect and shall not be affected thereby.

f. Waiver

No waiver of any breach of this Agreement shall be held to be a waiver of any other or subsequent breach. All remedies afforded in this Agreement shall be taken and construed as cumulative, that is, in addition to every other remedy provided therein or by law.

g. Assurances

The Energy Commission reserves the right to seek further written assurances from the Recipient and its team that the work of the project under this Agreement will be performed consistent with the terms of the Agreement.

h. Change in Business

- (1) Recipient shall promptly notify the Energy Commission of the occurrence of each of the following:
 - (a) A change of address.
 - (b) A change in the business name or ownership.
 - (c) The existence of any litigation or other legal proceeding affecting the project.
 - (d) The occurrence of any casualty or other loss to project personnel, equipment or third parties of a type commonly covered by insurance.
 - (e) Receipt of notice of any claim or potential claim against Recipient for patent, copyright, trademark, service mark and/or trade secret infringement that could affect the Energy Commission's rights.
- (2) Recipient shall not change or reorganize the type of business entity under which it does business except upon prior written notification to the Energy Commission. A change of business entity or name change requires an amendment assigning or novating the Agreement to the changed entity. In the event the Energy Commission is not satisfied that the new entity can perform as the original Recipient, the Energy Commission may terminate this Agreement as provided in the termination paragraph.

i. Survival of Terms

It is understood and agreed that certain provisions shall survive the completion or termination date of this Agreement for any reason. The provisions include, but are not limited to:

- “Payments of Funds”
- “Equipment”
- “Change in Business”
- “Disputes”
- “Termination”
- “Audit”
- “Indemnification”
- “Fiscal Accounting Requirements”

23. Certifications and Compliance

a. Federal, State and Municipal Requirements

Recipient must obtain any required permits and shall comply with all applicable federal, State, and municipal laws, rules, codes, and regulations for work performed under this Agreement.

b. Nondiscrimination Statement of Compliance

During the performance of this Agreement, Recipient and its subcontractors shall not unlawfully discriminate, harass or allow harassment, against any employee or applicant for employment because of sex, sexual orientation, race, color, ancestry, religious creed, national origin, disability (including HIV and AIDS), medical condition (cancer), age, marital status, and denial of family care leave. Recipient and its subcontractors shall insure that the evaluation and treatment of their employees and applicants for employment are free of such discrimination and harassment. Recipient and its subcontractors shall comply with the provisions of the Fair Employment and Housing Act (Government Code Sections 12990 et seq.) and the applicable regulations promulgated thereunder (California Code of Regulations, Title 2, Section 7285.0 et seq.). The applicable regulations of the Fair Employment and Housing Commission implementing Government Code Section 12990 (a-f), set forth in Chapter 5 of Division 4 of Title 2 of the California Code of Regulations are incorporated into this Agreement by reference and made a part of it as if set forth in full. Recipient and its subcontractors shall give written notice of their obligations under this clause to labor organizations with which they have a collective bargaining or other Agreement.

The Recipient shall include the nondiscrimination and compliance provisions of this clause in all subcontracts to perform work under this Agreement.

c. Drug-Free Workplace Certification

By signing this Agreement, the Recipient hereby certifies under penalty of perjury under the laws of the State of California that the Recipient will comply with the requirements of the Drug-Free Workplace Act of 1990 (Government Code Section 8350 et seq.) and will provide a drug-free workplace by taking the following actions:

- (1) Publish a statement notifying employees that unlawful manufacture, distribution, dispensation, possession, or use of a controlled substance is prohibited and specifying actions to be taken against employees for violations as required by Government Code Section 8355(a)(1).
- (2) Establish a Drug-Free Awareness Program as required by Government Code Section 8355(a)(2) to inform employees about all of the following:
 - The dangers of drug abuse in the workplace;
 - The person's or organization's policy of maintaining a drug-free workplace;
 - Any available counseling, rehabilitation, and employee assistance programs; and
 - Penalties that may be imposed upon employees for drug abuse violations.
- (3) Provide, as required by Government Code Section 8355(a)(3), that every employee who works on the proposed project:
 - Will receive a copy of the company's drug-free policy statement;
 - Will agree to abide by the terms of the company's statement as a condition of employment on the project.

Failure to comply with these requirements may result in suspension of payments under the Agreement or termination of the Agreement or both, and the Recipient may be ineligible for any future State awards if the Energy Commission determines that any of the following has occurred: (1) the Recipient has made false certification, or (2) violates the certification by failing to carry out the requirements as noted above.

d. Child Support Compliance Act (Applicable to California Employers)

For any Agreement in excess of \$100,000, the Recipient acknowledges that:

- It recognizes the importance of child and family support obligations and shall fully comply with all applicable State and federal laws relating to child and family support enforcement, including, but not limited to, disclosure of information and compliance with earnings assignment orders, as provided in Chapter 8 (commencing with section 5200) of Part 5 of Division 9 of the Family Code; and
 - To the best of its knowledge is fully complying with the earnings assignment orders of all employees and is providing the names of all new employees to the New Hire Registry maintained by the California Employment Development Department.
- e. Americans with Disabilities Act

By signing this Agreement, Recipient assures the State that it complies with the Americans with Disabilities Act (ADA) of 1990 (42 U.S.C. 12101, et seq.), which prohibits discrimination on the basis of disability, as well as applicable regulations and guidelines issued pursuant to the ADA.

24. Site Visits

The Energy Commission and/or its designees have the right to make site visits at reasonable times to review project accomplishments and management control systems and to provide technical assistance, if required. Recipient must provide and must require subawardees to provide reasonable facilities and assistance for the safety and convenience of the government representatives in the performance of their duties. All site visits and evaluations must be performed in a manner that does not unduly interfere with or delay the work.

25. Confidentiality

A. Information Considered Confidential

Confidential information is information designated confidential pursuant to the procedures specified in 20 CCR 2505. If applicable, all Recipient information considered confidential at the commencement of this Agreement is designated in the Attachment to this Exhibit.

B. Confidential Deliverables: Labeling and Submitting Confidential Information

Prior to the commencement of this Agreement, if applicable, the parties have identified in the Attachment to this Exhibit, specific Confidential Information to be provided as a deliverable. All such confidential deliverables shall be marked, by the Recipient, as “Confidential” on each page of the document containing the Confidential Information and presented in a sealed package to the Energy Commission Grants Officer. (Non-confidential deliverables are submitted to the Accounting Office.) All Confidential Information will be contained in the “confidential” volume: no Confidential Information will be in the “public” volume.

C. Submittal of Unanticipated Confidential Information as a Deliverable

The Recipient and the Energy Commission agree that during this Agreement, it is possible that the Recipient may develop additional data or information not originally anticipated as a confidential deliverable. In this case, Recipient shall follow the procedures for a request for designation of Confidential Information specified in 20 CCR 2505. The Energy Commission's Executive Director makes the determination of confidentiality. Such subsequent determinations may be added to the list of confidential deliverables in the Attachment to this Exhibit.

D. Disclosure of Confidential Information

Disclosure of Confidential Information by the Energy Commission may only be made pursuant to 20 CCR 2506 and 2507. All confidential data, records or deliverables that are legally disclosed by the Recipient or any other entity become public records and are no longer subject to the above confidentiality designation.

26. Budget Contingency Clause

It is mutually agreed that this Agreement shall be of no further force and effect if the Budget Act of the current year and/or any subsequent years covered under this Agreement does not appropriate sufficient funds for the work identified in Exhibit A. In this event, the Energy Commission shall have no liability to pay any funds whatsoever to the Recipient or to furnish any other consideration under this Agreement, and the Recipient shall not be obligated to perform any provisions of this Agreement.

If funding for any fiscal year is reduced or deleted by the Budget Act for purposes of this program, the Energy Commission shall have the option to either: 1) cancel this Agreement with no liability occurring to the Energy Commission; or 2) offer an Agreement Amendment to the Recipient to reflect the reduced amount.

27. Public Works -- Payment of Prevailing Wages

Generally Required by Law

Projects that receive an award of public funds from the Energy Commission often involve construction, alteration, demolition, installation, repair or maintenance work over \$1,000.

NOTE: Projects that receive an award of public funds from the Energy Commission are likely to be considered public works under the California Labor Code. See Chapter 1 of Part 7 of Division 2 of the California Labor Code, commencing with Section 1720 and Title 8, California Code of Regulations, Chapter 8, Subchapter 3, commencing with Section 16000.

Accordingly, the Energy Commission assumes that all projects it funds are public works. Projects deemed to be public works require among other things the payment of prevailing wages.

NOTE: Prevailing wage rates can be significantly higher than non-prevailing wage rates.

By accepting this grant, Recipient as a material term of this agreement shall be fully responsible for complying with all California public works requirements including but not limited to payment of prevailing wage. Therefore, as a material term of this grant, Recipient must either:

(a) Proceed on the assumption that the project is a public work and ensure that:

- (i) prevailing wages are paid; and
- (ii) the project budget for labor reflects these prevailing wage requirements; and
- (iii) the project complies with all other requirements of prevailing wage law including but not limited to keeping accurate payroll records, and complying with all working hour requirements and apprenticeship obligations;

or,

(b) Timely obtain a legally binding determination from DIR or a court of competent jurisdiction before work begins on the project that the proposed project is not a public work.

NOTE: Only the California Department of Industrial Relations (DIR) and courts of competent jurisdiction have jurisdiction to issue legally binding determinations that a particular project is or is not a public work.

If the Recipient is unsure whether the project receiving this award is a “public work” as defined in the California Labor Code, it may wish to seek a timely determination from the California Department of Industrial Relations (DIR) or an appropriate court.

NOTE: Such processes can be time consuming and therefore it may not be possible to obtain a timely determination before the date for performance of the award commences.

If the Recipient does not timely obtain a binding determination from DIR or a court of competent jurisdiction that the project is not a public work, before the grant agreement from the Energy Commission is executed, the Recipient shall assume that the project is a public work and that payment of prevailing wages is required and shall pay prevailing wages unless and until such time as the project is subsequently determined to not be a public work by DIR or a court of competent jurisdiction.

NOTE: California Prevailing Wage law provides for substantial damages and financial penalties for failure to pay prevailing wages when payment of prevailing wages is required.

Subcontractors and Flow-down Requirements. Recipient shall ensure that its subcontractors, if any, also comply with above requirements with respect to public works/prevaling wage. Recipient shall ensure that all agreements with its contractors/subcontractors to perform work related to this Project contain the above terms regarding payment of prevailing wages on public works projects. Recipient shall be responsible for any failure of Recipient's subcontractors to comply with California prevailing wage and public works laws.

Indemnification and breach. Any failure of Recipient or its subcontractors to comply with the above requirements shall constitute a breach of this agreement that excuses the Energy Commission's performance of this grant agreement at the Energy Commission's option, and shall be at Recipient's sole risk. In such a case, Energy Commission may refuse payment to Recipient of any amount under this award and Energy Commission shall be released, at its option, from any further performance of this award or any portion thereof. By accepting this grant award, as a material term of this agreement, Recipient agrees to indemnify the Energy Commission and hold the Energy Commission harmless for any and all financial consequences arising out of or resulting from the failure of Recipient and/or any of Recipient's subcontractors to pay prevailing wages or to otherwise comply with the requirements of prevailing wage law.

Budget. Recipient's budget on public works projects must indicate which job classifications are subject to prevailing wage. For detailed information about prevailing wage and the process to determine if the proposed project is a public work, Recipient may wish to contact the California Department of Industrial Relations (DIR) or a qualified labor attorney of their choice for guidance.

Covered Trades. For public works projects, Recipient may contact DIR for a list of covered trades and the applicable prevailing wage.

Questions. If Recipient has any questions about this contractual requirement or the wage, record keeping, apprenticeship or other significant requirements of California prevailing wage law, it is recommended that Recipient consult DIR and/or a qualified labor attorney of its choice before accepting the award for this grant.

Certification. Recipient shall certify to the Energy Commission on each Payment Request Form, either that (a) prevailing wages were paid to eligible workers who provided labor for work covered by the payment request and that the Recipient and all contractors and subcontractors otherwise complied with all California prevailing wage laws, or (b) that the project is not a public work requiring the payment of prevailing wages. In the latter case, Recipient shall provide competent proof of a DIR or court determination that the project is not a public work requiring the payment of prevailing wages.

Prior to the release of any retained funds under this Agreement, the Recipient shall submit to the Energy Commission the above-described certificate signed by the Recipient and all contractors and subcontractors performing public works activities on the project. Absent such certificate, Recipient shall have no right to any funds under this grant, and Energy Commission shall be relieved of any obligation to pay said funds.

28. *Intellectual Property*

The Energy Commission makes no claim to intellectual property developed under this Agreement that is not specified for delivery, except as expressly provided herein.

Exhibit D Special Terms and Conditions

1. Funding Restrictions

- A. Applicability of Funding Restrictions: Recipients are required to comply with all regulations applicable to the ARFVT program. The following funding restrictions are based on the Energy Commission's current regulation found at Title 20, California Code of Regulations, section 3103, as of November 2012. Recipients should note that the following item was approved at the November 14, 2012 Business Meeting:

ALTERNATIVE AND RENEWABLE FUEL AND VEHICLE TECHNOLOGY PROGRAM REGULATIONS. Possible approval of proposed rulemaking proceeding to consider possible revision of Section 3103 of the Alternative and Renewable Fuel and Vehicle Technology (ARFVTP) Program regulations. (Title 20, California Code of Regulations, Section 3103.) This includes but is not limited to consideration of possible elimination of the Low Carbon Fuel Standard credit discount provisions set forth in subsection (b) of the regulation, as well as possible revisions to Subsection (a) of the regulation.

If the rulemaking proceeding results in any changes, revision or elimination of all or any portion of current Regulation 3103, the following funding restrictions shall automatically become inapplicable to the extent they are inconsistent with the new regulation. If Regulation 3103 does not change, then the following funding restrictions shall continue to be fully applicable as provided below.

- B. If Recipient is an obligated party under either the California Low Carbon Fuel Standard (17 CCR 95480-95490) (LCFS) or initiatives under Assembly Bill 32 (17 CCR 95800-96023) (AB 32), Recipient may only receive funding for the portion of the project that exceeds what is required for compliance with the applicable performance requirement. For purposes of this Agreement, an "obligated party" is one that is required to meet a performance standard under the LCFS or AB 32 initiatives.
- C. If Recipient is an obligated party under the LCFS or AB 32 or if Recipient "opts in" to either program before or during the Agreement term, Recipient agrees that if it transfers credits during the term of the Agreement or for a period of three years thereafter, it will do so at a discounted value in proportion to the funding received from the Energy Commission for the project, according to the following formula:

(Fair market value of credits) X (1 – [Commission Share/Total Facility Costs]),

where "Total Facility Costs" includes the Commission share plus all costs incurred for the grant funded project, even if not counted as match share (such as data collection, operation and maintenance costs, feedstock costs, etc.), and any prior investments related to the production of fuel from the project.

This requirement applies only to credits generated by the project during the term of the Agreement.

Exhibit D Special Terms and Conditions

- D. If, during the term of the Agreement or for a period of three years thereafter, the Recipient transfers credits generated by the project during the term of the agreement, the Recipient shall submit a report to the Energy Commission that demonstrates that the value of the credit was discounted in proportion to the funding received by the Energy Commission. The report shall include:
- The Recipient's name and Grant Agreement number,
 - The percentage of Commission funds to Recipient funds expended during the grant agreement,
 - The amount of fuel produced and credits generated during the term of the Agreement,
 - The fair market value of the credits at the time of transfer, including a justification of that fair market value,
 - The negotiated value of the credits at the time of transfer (must be at least reduced from the fair market value by the percentage of Commission funds received),
 - Any additional information as specified in writing in advance by the CAM.
- E. **If Recipient violates this term, the Commission may, without prejudice to any of its legal remedies, require the Recipient to repay the project funds in proportion to the value of the credits transferred in violation of this provision, remove the Recipient from eligibility for Alternative and Renewable Fuel and Vehicle Technology Program funding and/or bring a debarment action to preclude future incentives and awards.**
- F. This term survives the end of the Agreement for any reason.

EXHIBIT E
Contacts List

<p>Commission Agreement Manager:</p> <p>Elyse Cheung-Sutton California Energy Commission 1516 Ninth Street, MS - 27 Sacramento, CA 95814 Phone: (916) 654-4732 Fax: (916) 654-4676 e-mail: elyse.cheung-sutton@energy.ca.gov</p>	<p>Grantee Project Manager:</p> <p>Jim Fredrickson Santa Barbara County Air Pollution Control District 260 N. San Antonio Road, Suite A Santa Barbara, CA 93110 Phone: (805) 961-8892 e-mail: fredricksonj@sbcapcd.org</p>
<p>Commission Agreement Officer:</p> <p>Kevyn Piper California Energy Commission 1516 Ninth Street, MS - 18 Sacramento, CA 95814 Phone: (916) 654-4845 Fax: (916) 654-4423 e-mail: kevyn.piper@energy.ca.gov</p>	<p>Grantee Administrator/ Project Director:</p> <p>Ben Ellenberger Santa Barbara County Air Pollution Control District 260 N. San Antonio Road, Suite A Santa Barbara, CA 93110 Phone: (805) 961-8879 e-mail: ellenbergerc@sbcapcd.org</p>
<p>Commission Accounting Officer:</p> <p>Kathy Jones California Energy Commission 1516 Ninth Street, MS - 2 Sacramento, CA 95814 Phone: (916) 654-4377 Fax: (916) 653-1435 e-mail: kathy.jones@energy.ca.gov</p>	<p>Grantee Accounting/Budget Officer:</p> <p>Kristina Costa Santa Barbara County Air Pollution Control District 260 N. San Antonio Road, Suite A Santa Barbara, CA 93110 Phone: (805) 961-8813 e-mail: costak@sbcapcd.org</p>
<p>Commission Legal Notice:</p> <p>Tatyana Yakshina Grants Manager 1516 Ninth Street, MS-18 Sacramento, CA 95814-5512 Phone: (916) 654-4204 Fax: (916) 654-4423 e-mail: tatyana.yakshina@energy.ca.gov</p>	<p>Grantee Legal Notice:</p> <p>Molly Pearson Santa Barbara County Air Pollution Control District 260 N. San Antonio Road, Suite A Santa Barbara, CA 93110 Phone: (805) 961-8838 e-mail: pearsonm@sbcapcd.org</p>