

April 25, 2007

Mr. Antoine Assioun
Environmental Engineering Studies
7981 Paseo Membrillo
Carlsbad, CA 92009

Subject: Old Car Buyback Program Funding Increase

Dear Mr. Assioun:

This letter is in response to the community interest in the Santa Barbara County Air Pollution Control District's (APCD) Old Car Buyback Program and the potential for additional cost-effective emission reductions. As you know, the program officially began on May 1, 2006, and since has retired close to five hundred eligible vehicles. The current program amount of \$500,000 will retire 496 vehicles, and as we approach this number we would like to take proactive measures to ensure that the program is able to continue without interruptions due to delays in funding allocations.

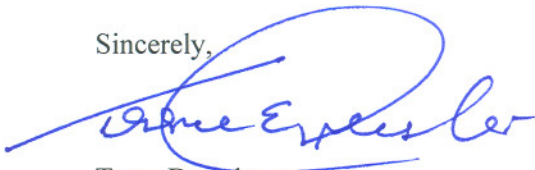
Condition 3, Grant Funding, of Grant Agreement AP050613, dated March 16, 2006, between the APCD and Environmental Engineering Studies (EES) authorizes the Air Pollution Control Officer (APCO), upon written notice and with your concurrence, to increase the grant funding from the original amount of \$150,000 up to \$250,000. Additional program funding increases were approved by the APCD Board on 6/15/06 and 3/15/07 that authorize the APCO to increase program funding based on community interest in a manner similar to that of the original grant. See Table 1 for a summary of the program budget increases and actions to date.

Table 1: OCBB Program Budget

Date	Funding Amount	Description of Action Taken
3/16/06	\$150,000	Original grant for \$150,000 approved and included potential for an additional \$100,000 increase given community interest
5/15/06	\$100,000	Community interest justified the need for \$100,000 program increase
6/15/06	--	APCD Board approves potential \$150,000 and \$100,000 program increases if justified by community interest
7/25/06	\$150,000	Community interest justified the need for \$150,000 program increase
1/2/07	\$100,000	Community interest justified the need for \$100,000 program increase
3/15/07	--	APCD Board approves potential \$150,000 and \$100,000 program increases if justified by community interest
Total	\$500,000	Program budget to date

Pursuant to the action taken by the APCD Board on March 15, 2007 and your email concurrence on April 23, 2007, the APCD will increase your grant funding from its current amount of \$500,000 to \$650,000 and this letter will constitute the required written notice. If you have any questions, please contact Anthony Fournier of my staff at (805) 961-8874.

Sincerely,

A handwritten signature in blue ink, appearing to read "Terry Dressler", with a large, stylized loop at the end.

Terry Dressler
Air Pollution Control Officer

cc: Linda Alexander, APCD
Anthony Fournier, APCD