



# **P1 BayArea Plan**

## **Draft Bay Area Cap and Trade Funding Framework**

December 11, 2013

Programming &  
Allocations Committee

# Cap and Trade Funding: Investment Principles

- 1. Funds must have a strong nexus to Greenhouse Gas (GHG) reduction**
- 2. Distribution will serve to strategically advance the implementation of Plan Bay Area**
- 3. Investment Categories will be structured to provide co-benefits and leverage investments across categories and from multiple sources**
- 4. All Investment Categories should include funding that benefits disadvantaged communities – defined as MTC’s Communities of Concern**

# Cap and Trade Funding Framework: Proposed Revisions

- **Reduce the program detail for all categories except the Transit Core Capacity Challenge Grants**
- **Define a process of stakeholder outreach for development of the Cap and Trade Project Selection Guidelines**
- **Increase the proposed amount for the Core Capacity Challenge Program by \$100 million for BART rail cars for service to Silicon Valley**
- **Decrease the Climate Initiative category by \$100 million**

# Cap and Trade Funding Categories

Funding Category	Amount (\$ millions)
1. Transit Core Capacity Challenge Grants Program	900
2. Transit Operating and Efficiency Program	450
3. One Bay Area Grants	1,050
4. Climate Initiatives	300
<i>Safe Routes to School</i>	75
5. Goods Movement	450
<b>TOTAL</b>	<b>\$3,150</b>

# Cap and Trade Funding: County Distribution Categories

In Million \$s

County	One Bay Area Grant	Safe Routes to School
Alameda	\$210	\$16
Contra Costa	\$147	\$12
Marin	\$33	\$2
Napa	\$20	\$2
San Francisco	\$127	\$5
San Mateo	\$87	\$7
Santa Clara	\$290	\$20
Solano	\$60	\$5
Sonoma	\$77	\$5
<b>Total:</b>	<b>\$1,050</b>	<b>\$75</b>

# Cap and Trade Funding: Guideline Development Process

Staff will convene stakeholders to develop a project selection process and criteria for:

- Transit Operating and Efficiency Program
- One Bay Area Grants
- Climate Initiatives
- Goods Movement

# Cap and Trade Funding: Guideline Development Process

- **Regional Advisory Working Group will serve as forum for project selection and criteria**
- **Initiate discussions between summer 2014 and early 2015**
- **6-12 month process:**
  - Review studies/efforts to date
  - Establish a focus area within the Funding Category
  - Develop the draft guidelines
  - Commission approval of Program Guidelines

# Key Issues Identified During Outreach

- 1. Categories Only**
- 2. Affordable Housing**
- 3. Communities of Concern Definition**
- 4. Jobs co-benefits**
- 5. Funding Priorities**



# Cap and Trade Funding: Staff Recommendation

- **Approve the Cap and Trade Funding Framework**
  - Strengthen the region's influence in Sacramento
  - Commence significant stakeholder outreach on Program and Project Selection Guidelines
  - Commission may choose to make modifications to the Funding Framework based on the final legislation and stakeholder input