DATE:

SUBJECT: ADDENDUM ONE
2007 GRANT PROPOSAL SOLICITATION ALTERNATIVE FUEL INCENTIVE PROGRAM (AFIP)
ATTACHMENT D: TRANSIT BUS PROJECTS

Your attention is directed to the following in reference to the Grant Solicitation Proposal (GSP) to clarify items involving the Time Schedule. Please make adjustments to the original document to account for the following changes. Below is the segment of the GSP that is being modified; the changes to the GSP are shown in single underline to indicate additions and single strikeout to indicate deletions. This addendum is effective the date of this letter. All other terms and conditions in the original GSP remain unchanged and in full force and effect.

Eligible Projects—General (page 5)

This incentive program provides grants for applicants interested in developing and deploying zero emission and zero emission enabling technologies in buses. General criteria are as follows:

- The technology is for application in buses in transit agencies throughout California,
- Other state funding cannot be used for matching funds,
- The source(s) of other funding must be identified,
- The operating agency must be a partner in the proposal,
- The technology must be in use no later than June 30, 2008, and
- All monies must be disbursed by June 30, 2009.
- Each vehicle must be a new bus or an upgraded bus and must be able to be utilized by a transit agency for public use in California. The vehicle must have been approved by the ARB as a zero emission bus or a zero emission enabling bus.
- The bus must be certified in compliance with Federal and State safety standards or have an appropriate experimental vehicle waiver.
- Any modification of an original gasoline or diesel fueled bus to allow the use of liquefied and gaseous hydrogen as a fuel shall not in its operation, function, or malfunction, result in any unsafe condition endangering the motor vehicle, its occupants, other persons, or property in close proximity to the vehicle in accordance with the safety requirements specified for the original vehicle.

The energy challenge facing California is real. Every Californian needs to take immediate action to reduce energy consumption. For a list of simple ways you can reduce demand and cut your energy costs, see our website: http://www.arb.ca.gov.
APPLICATION PROCESS (page 9)

Applications will be initially screened to determine if the application is complete. Applications will also be screened to determine that the projected bus delivery date to the operating agency is no later than June 30, 2009.

5. Deliverables (page 16)

Proponent shall provide a plan that spells out the following processes: process to receive bus no later than June 30, 2008, process for putting bus in revenue service as defined in this RFQP no later than September 30, 2008, timeline for reports, monitoring of funds, and communication with ARB (to include reports). Projects that will provide more in revenue service data will score higher.

For questions call (916) 323-2966.

Sincerely,

Kathy Leuterio