



Transmitted via e-mail

December 6, 2012

Mr. Seyed Sadredin, Air Pollution Control Officer
 San Joaquin Valley Air Pollution Control District
 1990 East Gettysburg Avenue
 Fresno, CA 93726

Dear Mr. Sadredin:

San Joaquin Valley Air Pollution Control District—Schedule of Assembly Bill 923 Motor Vehicle Fees

In accordance with an interagency agreement with the California Air Resources Board (Board) and our September 2, 2011 engagement letter, the Department of Finance, Office of State Audits and Evaluations compiled a schedule of the Assembly Bill 923, Chapter 707, Statutes of 2004 (AB 923) motor vehicle fees for the period July 1, 2006 through June 30, 2011.

AB 923 increased the fee limit by \$2 that air districts could impose on motor vehicle registrations in order to provide funds for emission reduction programs. Revenue generated by the \$2 registration fee increase is for funding the Carl Moyer Program; new purchase, retrofit, repower, or add-on equipment for previously unregulated agricultural sources of air pollution; new school bus purchases pursuant to Lower Emission School Bus Program; and an accelerated vehicle retirement or repair program.

To prepare the schedule, we compiled information from the Department of Motor Vehicles' (DMV) AB 923 fee collection reports, the District's general ledger, and the District's supporting schedules of AB 923 receipts, expenditures, and interest earnings. We did not audit the accompanying schedule and do not provide any form of assurance on it.

**Schedule of AB 923 \$2 Motor Vehicle Registration Fees
 For the Period July 1, 2006 through June 30, 2011**

Balance July 1, 2006 ¹	Total Receipts	Total Expenditures	Administration Charges	Earned Interest	Interest Expenditures	Balance June 30, 2011
\$5,228,602	\$27,078,440	\$20,900,000	\$1,335,018	\$1,001,585	\$328,340	\$10,745,269

¹ Beginning balance is the net receipts and expenditures from May 2005 through June 30, 2006.

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We appreciate the assistance and cooperation of the District. If you have any questions regarding this letter, please contact Susan Botkin, Manager, or James Kong, Supervisor, at (916) 322-2985.

Sincerely,

Original signed by:

David Botelho, CPA
Chief, Office of State Audits and Evaluations

cc: Mr. Scott Rowland, Chief, On-Road Control Regulations Branch, California Air Resources Board
Mr. Doug Thompson, Manager, Incentives Oversight Section, California Air Resources Board
Mr. Timothy Hartigan, Air Pollution Specialist, Incentives Oversight Section, California Air Resources Board
Mr. William O'Brien, Chair, Board of Governors, San Joaquin Valley Air Pollution Control District
Mr. Rick McVaigh, Deputy Air Pollution Control Officer, San Joaquin Valley Air Pollution Control District
Mr. Samir Sheikh, Director of Strategy and Incentives, San Joaquin Valley Air Pollution Control District
Ms. Cindi Hamm, Director of Administrative Services, San Joaquin Valley Air Pollution Control District