

September 12, 2017

The Honorable Edmund G. Brown, Jr.  
Governor  
State of California  
State Capitol  
Sacramento, California 95814

**SUBJECT: ASSEMBLY BILL 134 AND SENATE BILL 119 ON CAP-AND-TRADE FUNDING  
– OPPOSE – SECRETARY OF LABOR AMENDMENT**

Dear Governor Brown:

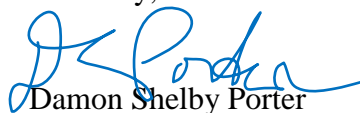
The Association of Global Automakers, [www.globalautomakers.org](http://www.globalautomakers.org), represents the U.S. operations of international motor vehicle manufacturers, original equipment suppliers, and other automotive-related trade associations. **Our members have invested over \$4.8 billion, directly employ nearly 11,000 Californians, and sell 57% of new motor vehicles and 72% of green vehicles in the Golden State.**

Global Automakers **opposes a provision in Assembly Bill 134 and Senate Bill 119 that gives the Secretary of Labor the authority to arbitrarily determine which vehicles receive Clean Vehicle Rebate Project (CVRP) funds.** This provision creates an unpredictable standard that would be impossible to adhere to while creating uncertainty in an already challenging market. We believe this language presents several constitutional, legal, and enforceability concerns but, more importantly, is counterproductive to building a sustainable market for zero emission vehicles (ZEVs) in California.

As California policymakers consider passage of Greenhouse Gas Reduction Fund spending legislation to implement AB 398 (Chapter 135, Statutes of 2017), a “clean” bill that addresses important incentives, such as the CVRP, should be the priority. Our members are investing heavily in alternative fuel and green technology, and we are proud that the number of ZEVs, in a variety of options and price points, are increasing every year. We respectfully request that proposals not aimed specifically at our mutual goal (and shared responsibility) to increase ZEV acceptance in California be excluded from Assembly Bill 134 and Senate Bill 119.

Should you have any questions, please do not hesitate to contact us.

Sincerely,



Damon Shelby Porter  
Director, State Government Affairs