ALBUQUERQUE-BERNALILLO COUNTY: TAL HEALTH AIR QUALITY CONTROL BOARD

IN THE MATTER OF THE PETITION TO AMEND 20.11. 104 NMAC EMISSION STANDARDS FOR NEW MOTOR VEHICLES

AQCB Petition No. 2008- 5

Air Quality Division, Environmental Health Department, City of Albuquerque, Petitioner

Petition to Amend 20.11.104 NMAC, *Emission Standards for New Motor Vehicles*By Making Minor Language Modifications, and Request for a
Hearing on the Matter.

The Environmental Health Department of the City of Albuquerque (Department), by and through the Air Quality Division (AQD) asks the Albuquerque-Bernalillo County Air Quality Control Board (Board) for a hearing at which the Board will hear AQD's request that the Board adopt minor and limited language amendments to 20.11.104 NMAC, *Emission Standards for New Motor Vehicles*, as discussed in detail below. As grounds, Petitioner states the following:

- 1. The New Mexico Air Quality Control Act (Air Act), NMSA 1978, Sections 74-2-4 and 74-2-5.B(1) (1967 as amended through 2007) (Air Act) authorizes and requires the Board to adopt, amend and replace regulations regarding air pollution within the Board's jurisdiction of Bernalillo County.
- 2. The New Mexico Air Quality Control Act (Air Act), NMSA 1978, Sections 74-1-8, Section 74-2-3 and 74-2-5.B(1) (1967 as amended through 2007) (Air Act) authorizes and requires the Environmental Improvement Board (EIB) to adopt, amend and replace regulations regarding air pollution in the jurisdiction of the state of New Mexico outside Bernalillo County.
- 3. On August 8, 2007 the Department asked the Board to hold a hearing to hear a proposal to adopt 20.11.104 NMAC, *Emissions Standards For New Motor Vehicles*.

- 4. The Department's proposed *Emission Standards for New Motor Vehicles* (20.11.104 NMAC) to the Board were drafted in conjunction with the New Mexico Environmental Department's (NMED) proposed *Emissions Standards for New Motor Vehicles* (20.2.88 NMAC), which NMED had submitted to the EIB.
- 5. The two sets of regulations on emissions standards for new motor vehicles were intended to authorize identical standards across both jurisdictions so that there could be a seamless statewide program requiring cleaner cars in Bernalillo County and elsewhere in the State, with regulatory authority shared between the two agencies, the Department and NMED.
- 6. In a joint hearing of the Board and the EIB, held on November 26 and 27, 2007, the Department and NMED proposed the two sets of regulations, one set of regulations each to their respective Boards. The regulations were adopted on November 27, 2007 and subsequently filed with the State Record Center
- 7. Both the State's *Emission Standards for New Motor Vehicles* and the Albuquerque Bernalillo County's *Emission Standards for New Motor Vehicles* include some fleet wide averaging accounting requirements. The regulations were prepared by drafting identical language except for portions of the regulation describing respective jurisdictional areas. When AQD prepared the mirror regulations, the unintended result was that the regulatory language, on its face, appears to require two separate fleet averaging programs one for vehicles delivered for sale inside Bernalillo County and one for vehicles delivered for sale outside Bernalillo County. That is incorrect and has caused much concern for stakeholders.
- 8. Therefore, the AQD is petitioning the Board to adopt minor modifications to the language of its *Emission Standards for New Motor Vehicles* (20.11.104 NMAC) to clarify that certain program requirements are to be accomplished on a statewide basis, with NMED being the point of contact for the manufacturers. Specifically, the changes are:
 - a. Amending the definition of State (20.11.104.7 DD NMAC);

- Substituting the word "State" for the word "Department" or "Bernalillo County" or adding the word "State" generally throughout the regulation, except when not applicable;
- c. Proposing minor changes to Fleet Average Non-Methane Organic Gas Exhaust Emission Requirements and Reporting (20.11.104.104);
- d. Proposing minor changes to Fleet Average Greenhouse Gas Exhaust Emissions and Reporting (20.11.104.107); and,
- e. Proposing minor changes to Recalls (20.11.104.110).
- 9. Proposed language to clarify the Albuquerque regulations is shown in the attached exhibit (Albuquerque Exhibit 1) and is provided in legislative-edit format, with strikeouts and underlines as appropriate.
 - 10. The hearing on this matter is anticipated to take one hour or less.

Respectfully submitted,

Isreal Tavarez, Environmental Health Engineering Mgr.

Air Quality Division

City of Albuquerque, Environmental Health Department

11850 Sunset Gardens

Albuquerque, New Mexico 87121

(505) 768-1965

CERTIFICATION

I hereby certify that on November 24, 2008, an original and nine copies of this Petition to Amend 20.11.104 NMAC, *Emission Standards for New Motor Vehicles* By Making Minor Language Modifications, and Request for a Hearing on the Matter, with a copy of the public review draft (PRD) of the proposed amended regulation, were delivered to the following person for filing:

Janice Amend Air Quality Control Board Liaison Environmental Health Department One Civic Plaza, NW, Room 3023 Albuquerque, New Mexico 87103

and that on November 24, 2008, a copy of the Petition, with proposed amended regulation, was sent to the Board attorney at the following email address:

Bill Grantham, Attorney for the Board bill.grantham@state.nm.us.

Donny Suffer, Asst Cily Attorny for Isreal Tavarez, Env. Health Engineering Manager

Air Quality Division

20.11.104.1 ISSUING AGENCY: Albuquerque-Bernalillo County Air Quality Control Board, c/o Environmental Health Department, P.O. Box 1293, Albuquerque, NM 87103. Telephone: (505) 768-2738. [20.11.104.1 NMAC - N, 1/1/08]

20.11.104.2 SCOPE: 20.11.104 NMAC applies to all persons who deliver for sale, offer for sale, sell, import, deliver, purchase, offer for rent, offer for lease, acquire, receive or register new passenger cars, light-duty trucks, medium-duty passenger vehicles, and medium-duty motor vehicles within the jurisdiction of the Albuquerque-Bernalillo county air quality control board.

[20.11.104.2 NMAC - N, 1/1/08]

20.11.104.3 STATUTORY AUTHORITY: The New Mexico Air Quality Control Act, NMSA 1978 Sections 74-2-4 and 74-2-5(B); the Joint Air Quality Control Board Ordinance, Bernalillo County Ordinance 94-5 Sections 3, 4 and 5; and the Joint Air Quality Control Board Ordinance, Revised Ordinances of Albuquerque 1994 Sections 9-5-1-3, 9-5-1-4, and 9-5-1-5. [20.11.104.3 NMAC - N, 1/1/08]

20.11.104.4 DURATION: Permanent. [20.11.104.4 NMAC - N, 1/1/08]

20.11.104.5 EFFECTIVE DATE: 1/1/08 unless a later date is cited at the end of a section [20.11.104.5 NMAC - N, 1/1/08]

20.11.104.6 OBJECTIVE: The objective of 20.11.104 NMAC is to establish emission standards for new motor vehicles subject to 20.11.104 NMAC. [20.11.104.6 NMAC - N, 1/1/08]

20.11.104.7 DEFINITIONS: In addition to the terms defined in 20.11.104.7 NMAC, *Definitions*, the definitions in California code of regulations ("CCR"), Title 13, sections of which are incorporated by reference in 20.11.104 NMAC, and the definitions in 20.11.1 NMAC apply, except that "California" shall mean "Bernalillo county" or "State", as applicable unless otherwise specified or clearly inappropriate. If there is a conflict between a term defined in 20.11.104.7 NMAC, and CCR, Title 13, Section 1900, or 20.11.1 NMAC, the definition in 20.11.104.7 NMAC shall apply.

A. "Air contaminant emission control system" means the equipment designed for installation on a motor vehicle or motor vehicle engine for the purpose of reducing the air contaminants emitted from the motor vehicle or motor vehicle engine or a system or engine modification on a motor vehicle which causes a reduction of air contaminants emitted from the motor vehicle engine, including but not limited to exhaust control systems, fuel evaporative control systems and crankcase ventilating systems.

B. "Business" means an occupation, profession or trade; a person or partnership or corporation engaged in commerce, manufacturing, or a service; or a profit-seeking enterprise or concern.

C. "CARB" means California air resources board.

D. "CCR" means California code of regulations, Title 13.

 E. "California-certified" means a vehicle having a valid executive order stating that the vehicle meets all applicable requirements of the applicable sections of CCR and is approved for sale in California by CARB.

 F. "California standards" means the emission standards for motor vehicles and new motor vehicle engines that the state of California has adopted and for which California has received a waiver from the United States environmental protection agency (EPA) pursuant to 42 U.S.C. Section 7543 and which other states are authorized to adopt pursuant to 42 U.S.C. Section 7507.

G. "Certification" means a finding by CARB that a motor vehicle, motor vehicle engine, or air contaminant emission control system satisfies the criteria adopted by CARB for the control of specified air contaminants from motor vehicles.



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- "Clean Air Act" or "CAA" means the federal Clean Air Act, 42 U.S.C. Sections 7401 et H.
- I. "Dealer" means any person actively engaged in the business of offering to sell, solicit or advertise the sale, purchase, transfer, lease, sale or exchange of a new motor vehicle and who has an established place of business.
 - J. "Department" means the Albuquerque environmental health department.
- K. "Emergency vehicle" means any publicly-owned vehicle operated by a peace officer in the performance of his duties, any authorized emergency vehicle used for fighting fires or responding to emergency fire calls, any publicly-owned authorized emergency vehicle used by an emergency medical technician or paramedic, or any ambulance used by a private entity under contract with a public agency.
- "Emission standards" means specified limitations on the discharge of air contaminants L. into the atmosphere.
- "Executive order" means a document issued by CARB certifying that a specified test M. group or model year vehicle has met all applicable requirements adopted by CARB pursuant to the applicable sections of CCR for the control of specified air contaminants from motor vehicles.
- "Fleet average greenhouse gas emission requirement" means the limitations on greenhouse gas exhaust mass emission values from passenger cars, light-duty trucks and medium-duty passenger vehicles as set forth in CCR, Section 1961.1.
- "Fleet-wide average non-methane organic gas exhaust emission requirement" means, based on the calculation in CCR, Section 1960.1(g)(2), a motor vehicle manufacturer's average vehicle emissions of all non-methane organic gases from all vehicles subject to this regulation and sold in Bernalillo county the State in any model year.
- P. "Gross vehicle weight rating" means the value specified by the manufacturer as the maximum loaded weight of a single vehicle.
- "Light-duty truck" means any model year 2000 and subsequent motor vehicle certified to the standards in CCR, section 1961(a)(1) rated at 8,500 pounds gross vehicle weight or less, and any other motor vehicle rated at 6,000 pounds or less, which is designed primarily for the purposes of transportation of property, is a derivative of such vehicles, or is available with special features enabling offstreet or off-highway operation and use.
- "Low-emission vehicle" or "LEV" means a motor vehicle which has been certified by R. CARB.
- "Medium-duty passenger vehicle" or "MDPV" means any medium-duty vehicle with a gross vehicle weight rating of less than 10,000 pounds that is designed primarily for the transportation of persons. The medium-duty passenger vehicle definition does not include any vehicle which:
- (1) is an "incomplete truck", i.e., a truck that does not have primary load-carrying device or container attached;
 - **(2)** has a seating capacity of more than 12 persons;
 - is designed for more than nine persons in seating rearward of the drivers seat; or (3)
- is equipped with an open cargo area of 72.0 inches in interior length or more; a covered box not readily accessible from the passenger compartment shall be considered an open cargo area for the purpose of this definition.
- "Medium-duty vehicle" means any pre-1995 model year heavy-duty vehicle with a manufacturer's gross vehicle weight rating of 8,500 pounds or less, any 1992 through 2006 model year heavy-duty low-emission, ultra-low emission, super-ultra-low-emission or zero-emission vehicle certified to the standards in CCR, Section 1960.1(h)(2) having a manufacturer's gross vehicle weight rating of 14,000 pounds or less; and any 2000 and subsequent model heavy-duty low-emission, ultra-low-emission, super-ultra-low-emission or zero-emission vehicle certified to the standards in CCR, Sections 1961(a)(1) or 1962 having a manufacturer's gross weight rating between 8,501 and 14,000 pounds.
- "Model year" means the manufacturer's annual production period which includes January 1, or, if the manufacturer has no annual production period, the calendar year. In the case of any vehicle manufactured in two or more stages, the time of manufacture shall be the date of completion of the chassis.
- "Motor vehicle" or "vehicle" means every device in, upon, or by which a person or property is or may be transported otherwise than by muscular power, except motorized bicycles and devices that run only on rails or tracks.
 - "Motor vehicle engine" means an engine that is used to propel a motor vehicle. W.

oxygenated hydrocarbons contained in a gas sample as measured in accordance with the "California non-methane organic gas test procedures", which is incorporated herein by reference.

methane organic gas test procedures", which is incorporated herein by reference.

Z. "Passenger car" means any motor vehicle designed primarily for transportation of

- persons and having a design capacity equal to or less than 12 individuals;

 AA. "Person" means an individual, public or private corporation, company, partnership, firm, association, society or joint stock company, municipality, state, interstate body, the United States, or any board, commission, employee, agent, officer or political subdivision, or a state, an interstate body or the United States;
- **BB.** "Placed in service" means having been sold to an ultimate purchaser and not to a dealer or other entity in the distribution chain, and having been individually registered for on-road use by the New Mexico Motor vehicle division.
- **CC.** "Sale" or "sell" means the transfer of equitable or legal title to a motor vehicle or motor vehicle engine to the ultimate purchaser.
 - DD. "State" means:

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- (1) for purposes of referring to a governing entity, the municipality of Albuquerque and the county of Bernalillo New Mexico Environment Department; or
- (2) for purposes of referring to a geographic area, all geographic areas within the jurisdiction of the Albuquerque-Bernalillo county air quality control board and the Environmental Improvement Board.
 - **EE.** "Test group" means a grouping of vehicles as defined by 40 CFR 86.1827-01.
- **FF.** "Ultimate purchaser" means, with respect to any new motor vehicle or new motor vehicle engine, the first person whom in good faith purchases a new motor vehicle or new motor vehicle engine for a purpose other than resale.
- **GG.** "Vehicle identification number" or "VIN" means a unique, 17 digit, alphanumeric code that the vehicle manufacturer assigns to a vehicle.
- **HH.** "ZEV credit bank" means a system designated by the department State that records and tracks the generation, verification, transfer, voluntary retirement, use, and invalidation of vehicle credits. [20.11.104.7 NMAC N, 1/1/08]
- **20.11.104.8 VARIANCES:** No person can obtain a variance from the requirements of 20.11.104 NMAC.
- [20.11.104.8 NMAC N, 1/1/08]
- **20.11.104.9 SEVERABILITY:** If for any reason any section, subsection, sentence, phrase, clause or wording of 20.11.104 NMAC, or the application of the provision to any person or circumstance, is held to be unconstitutional or otherwise invalid by any court or the United States environmental protection agency, the decision shall not affect the validity of the remaining portions of 20.11.104 NMAC. [20.11.104.9 NMAC N, 1/1/08]
- **20.11.104.10 CONSTRUCTION:** 20.11.104 NMAC shall be liberally construed to carry out its purpose.
- 43 [20.11.104.10 NMAC N, 1/1/08]
 - **20.11.104.11 SAVINGS CLAUSE:** The filing of 20.11.104 NMAC, *Emission Standards For New Motor Vehicles*, and the filing of any amendment to 20.11.104 NMAC with the state records center and archives shall not affect any action pending for violation of a city or county ordinance, a board regulation, or a permit.
 - [20.11.104.11 NMAC N, 1/1/08]
 - **20.11.104.12 COMPLIANCE WITH OTHER REGULATIONS:** Compliance with 20.11.104 NMAC does not relieve a person from responsibility for complying with any other applicable federal, state, or local regulations.
- 54 [20.11.104.12 NMAC N, 1/1/08]

requirement for obtaining a registration. [20.11.104.13 NMAC - N, 1/1/08]

20.11.104.13

20.11.104.14 DOCUMENTS: Documents incorporated and cited in 20.11.104 NMAC may be viewed at the Albuquerque environmental health department, Suite 3023, One Civic Plaza, 400 Marquette NW, Albuquerque, New Mexico.

NMAC shall not constitute a defense to a violation of any section of 20.11.104 NMAC, except the

LIMITATION OF DEFENSE: The existence of a valid registration under 20.11.104

[20.11.104.14 NMAC - N, 1/1/08]

20.11.104.15 to 20.11.104.99 [Reserved]

20.11.104.100 APPLICABILITY: Except as provided in 20.11.104.103 NMAC, *Exemptions*, no motor vehicle manufacturer, dealer, or other person shall deliver for sale, offer for sale, sell, import, deliver, purchase, offer for rent, offer for lease, acquire, receive, or register a new model year 2011 or subsequent model year passenger car, light-duty truck, medium-duty passenger vehicle, or medium-duty vehicle unless the vehicle has been certified by CARB and received a CARB executive order. [20.11.104.100 NMAC - N, 1/1/08]

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20.11.104.101 REQUIREMENTS TO MEET CALIFORNIA STANDARDS:

- **A.** Starting with model year 2011 and each model year thereafter, no motor vehicle manufacturer, dealer, or other person shall deliver for sale, offer for sale, sell, import, deliver, purchase, offer for rent, offer for lease, acquire, receive, or register new passenger car, light-duty truck, or medium-duty passenger vehicle, or medium-duty vehicle unless the vehicle is certified to the California standards.
- **B.** Each motor vehicle manufacturer shall comply with the fleet average emission requirements and the warranty, recall, reporting, and other applicable requirements contained in 20.11.104 NMAC.
- **C.** Each motor vehicle dealer shall comply with the department's inspection and information requests issued pursuant to 20.11.104.112, *Inspections and Information Requests*. [20.11.104.101 NMAC N, 1/1/08]

20.11.104.102 INCORPORATION BY REFERENCE:

- A. For the purpose of applying the incorporated sections of CCR, "California" means the municipality of Albuquerque and the county of Bernalillo, or the State, as applicable. and "CARB" means Albuquerque-Bernalillo county air quality control board or New Mexico Environment Department, as applicable, unless otherwise specified or clearly inappropriate.
- **B.** Each manufacturer of a new model year 2011 and subsequent model year passenger car, light-duty truck, medium-duty passenger vehicle, or medium-duty vehicle must comply with each applicable standard in the CCR as incorporated by reference in 20.11.104 NMAC. The department shall maintain copies of these sections for public inspection. The following sections of are incorporated in 20.11.104 NMAC:
 - (1) Section 1900: Definitions. CCR effective date 1/1/2006.
- (2) Section 1956.8(g) and (h): Exhaust Emission Standards and Test Procedures 1985 and Subsequent Model Heavy Duty Engines and Vehicles. CCR effective date 11/15/06.
- (3) Section 1960.1: Exhaust Emission Standards and Test Procedures 1981 and through 2006 Model Passenger Cars, Light-Duty and Medium-Duty Vehicles. CCR effective date 3/26/04.
- (4) Section 1961: Exhaust Emission Standards and Test Procedures 2004 and Subsequent Model Passenger Cars, Light-Duty Trucks and Medium-Duty Vehicles. CCR effective date 2/17/2007.
- (5) Section 1961.1: Greenhouse Gas Exhaust Emission Standards and Test Procedures 2009 and Subsequent Model Passenger Cars, Light-Duty Trucks and Medium-Duty Vehicles. CCR effective date 01/01/06.
- (6) Section 1962: Zero-Emission Vehicle Standards for 2005 and Subsequent Model Passenger Cars, Light-Duty Trucks and Medium-Duty Vehicles. CCR effective date 3/26/04.

Section 2132: Communication with Repair Personnel. CCR effective date 1/26/95.

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20.11.104.103 EXEMPTIONS: The following vehicles are not subject to 20.11.104 NMAC.

A. Military tactical vehicles.

B. Vehicles sold for registration and use in a state that is not subject to the California vehicle emission standards.

C. Previously registered vehicles with more than 7,500 miles, provided that for vehicle dealers, the mileage at the time of sale is determined by the odometer statement when the dealer acquired the vehicle.

- **D.** Vehicles available only for rent to a final destination in a state that is not subject to the California vehicle emission standards.
- E. Vehicles transferred by inheritance or as a result of divorce, dissolution, or legal separation;
- **F.** Emergency vehicles if a public safety agency has demonstrated to the department's satisfaction that a vehicle that meets the agency's needs is not otherwise reasonably available.
- **G.** A vehicle acquired by a New Mexico resident to replace a vehicle registered to such resident that was stolen, damaged or failed beyond reasonable repair while out of state, provided that such replacement vehicle is acquired out of state when the previously-owned vehicle was stolen, damaged, or failed beyond reasonable repair.
- **H.** A vehicle with a right-hand drive configuration that is not available in a California-certified model, purchased by a rural route postal carrier and used primarily for work.
- I. Vehicles purchased by a nonresident before establishing residency in New Mexico, regardless of the mileage on the vehicle.

 [20.11.104.103 NMAC N, 1/1/08]

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20.11.104.104 FLEET AVERAGE NON-METHANE ORGANIC GAS EXHAUST EMISSION REQUIREMENTS AND REPORTING:

- A. Fleet average requirement. Effective model year 2011 and each model year thereafter, each motor vehicle manufacturer's NMOG fleet average emissions from passenger cars, light-duty trucks and medium-duty vehicles delivered for sale in Bernalillo county shall not exceed the Fleet Average NMOG Exhaust Emission Requirement set forth in CCR, Section 1961. Compliance shall be based on the number of averaging on a statewide basis is authorized, including vehicles that are subject to 20.11.104 NMAC and are delivered for sale in Bernalillo county.
- B. Fleet average NMOG exhaust emission credits and debits. Effective model year 2011 and each model year thereafter, each motor vehicle manufacturer may accrue NMOG emission credits and

C. Reporting. Effective model year 2011 and for each model year thereafter, each motor vehicle manufacturer shall submit a report to the <u>department State</u> no later than March 1, that follows the procedures in CCR, Section 1961 and in the same format used to report such information to CARB. [20.11.104.104 NMAC - N, 1/1/08]

20.11.104.105 ZEV SALES:

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- **A.** Effective model year 2011 and each model year thereafter, manufacturers subject to 20.11.104 NMAC shall produce and deliver for sale in Bernalillo county the State vehicles that comply with the ZEV sales requirement set forth in, Section 1962.
- **B.** An intermediate volume or large volume manufacturer of ZEVs, ATPZEVs or PZEVs may use previously earned credits in accordance with CCR, Section 1962 to offset the ZEV sales requirement in Subsection A of 20.11.104.105 NMAC. [20.11.104.105 NMAC N, 1/1/08]

20.11.104.106 ZEV CREDIT BANK AND REPORTING:

- A. Manufacturers shall establish a ZEV credit bank with the department State on or before January 1, 2011, and establish reporting procedures to report additions and deletions to that bank in accordance with CARB manufacturers advisory correspondence (MAC) #06-03 zero emission vehicle (ZEV) credit reporting and tracking system and Subsections B, C, D, E and F of 20.11.104.106 NMAC.
- The department State shall set aside a number of New Mexico ZEV credits proportionally equivalent to the number of ZEV credits possessed by the requesting manufacturer for use in the state of California at the beginning of the 2011 model year. This transfer shall be performed only after all credit obligations for model years 2010 and earlier have been satisfied in California. Each manufacturer's California credit balances shall be multiplied by the ratio of the average number of PCs and LDT1s produced and delivered for sale in New Mexico to the combined average number of PCs and LDT1s produced and delivered for sale in California in model years 2003 through 2005, or, alternatively, by the ratio of PCs and LDT1s produced and delivered for sale in New Mexico to the combined number of PCs and LDT1s produced and delivered for sale in California in model year 2011. In either case, the time period used to determine the credit transfer ratio shall be used to determine model year 2011 ZEV sales requirements in New Mexico. The department State shall establish ZEV compliance accounts for each manufacturer and allocate the credits calculated under this subsection to such compliance accounts, including separate accounts for PZEV, AT-PZEV, NEV, Type 0 ZEVs, Type I ZEVs, Type II ZEVs, Type III ZEVs, transportation system, and extended service. The department State shall notify each manufacturer of the number of ZEV credits available for use by July 31, 2011. Credits issued pursuant to this subsection may only be used in New Mexico for compliance with the ZEV provisions subject to the same requirements and limitations on credit use set forth in CCR, Section 1962, adjusted for New Mexico specific vehicle numbers. Each manufacturer operating in accordance with this subsection shall do the following.
- (1) By May 1, 2011, provide the department <u>State</u> with the total number of PC and LDT1 vehicles produced and delivered for sale in New Mexico and California for 2003 through 2005 model years.
- (2) Alternatively, by May 1, 2011, provide the department State with the total number of PC and LDT1 vehicles to be produced and delivered for sale in New Mexico and California in model year 2011. By March 1, 2012, provide the department State with actual model year 2011 PC and LDT1 vehicles produced and delivered for sale in New Mexico and California. By May 31, 2012, the department State shall adjust and notify each manufacturer of the number of ZEV credits established based on actual model year 2011.
- (3) By May 1, 2011, provide the department State with the total number of banked California credits after all model year 2010 and earlier obligations have been met.
- C. In addition to the credits transferred in accordance with Subsection B of 20.11.104.106 NMAC, manufacturers may also generate and deposit credits for vehicles delivered for sale within Bernalillo county the State during the 2009 through 2010 model years, a manufacturer shall open an

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account with the ZEV credit bank and submit an appropriate notice of credit generation to the department

State by the time such vehicles are delivered.

A manufacturer shall be entitled to full credit for each type III ZEV placed in service prior to model year 2012 in any state that has adopted the California ZEV regulations contained in CCR, section 1962.

Ē. A manufacturer with an account in the ZEV credit bank may acquire credits from another manufacturer with an account in the ZEV credit bank, provided that if the credits are to be used for future compliance with the ZEV sales requirement in 20.11.104.105 NMAC, ZEV Sales, the transaction shall be recorded in the ZEV credit bank and certified by both parties to the transaction.

A vehicle equivalent credit shall not constitute or convey a property right. [20.11.104.106 NMAC - N, 1/1/08]

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20.11.104.107 FLEET AVERAGE GREENHOUSE GAS EXHAUST EMISSIONS AND REPORTING:

Effective model year 2011 and each model year thereafter, each manufacturer subject to A. 20.11.104 NMAC shall comply with greenhouse gas emissions standards, fleet average greenhouse gas exhaust mass emission requirements for passenger car, light-duty truck, medium-duty passenger vehicle weight classes, and other requirements of CCR Section 1961.1, for vehicles delivered for sale in Bernalillo county

- Requirements for large volume manufacturers. The fleet average greenhouse gas exhaust emission standards for passenger cars, light-duty trucks, and medium-duty passenger vehicles delivered for sale within Bernalillo county the State by a large volume manufacturer for model year 2011 and each model year thereafter are set forth in CCR, Section 1961.1.
- Requirements for small, intermediate, and independent manufacturers. The fleet C. average greenhouse gas exhaust emission requirements for passenger cars, light-duty trucks, and mediumduty passenger vehicles delivered for sale within Bernalillo county the State by small volume, intermediate volume and independent low volume manufacturers for model year 2016 and each model year thereafter are set forth in CCR, Section 1961.1.
- Greenhouse gas emission credits and debits. Greenhouse gas credits and debits may be accrued and used based on each manufacturer's sale of vehicles within Bernalillo county the State as set forth in CCR, Section 1961.1.
- E. Optional alternative compliance with greenhouse gas emission standards. Greenhouse gas vehicle test groups that are certified pursuant to CCR, Section 1961.1(a)(1)(B)2 in the state of California may obtain equivalent credit if delivered for sale and use within Bernalillo county.
- Alternative compliance credit. To receive the credit authorized by subsection E of 20.11.104.107 NMAC, a manufacturer shall submit to the department State the data set forth in CCR, Section 1961.1(a)(1)(B)2.a.i for Bernalillo county-specific sale and use.
- Reporting on greenhouse gas requirements. Beginning model year 2011 and for each model year thereafter, each manufacturer shall submit a report to the department State that includes end-ofmodel year data that calculates the fleet average greenhouse gas emissions for the model year just ended; the report shall include the number of greenhouse gas vehicle test groups, delineated by model type, certified pursuant to CCR Section 1961; the report shall follow the procedures in CCR, Section 1961.1 and be in the same format used to report such information to CARB. [20.11.104.107 NMAC - N, 1/1/08]

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20.11.104.108 ADDITIONAL REPORTING:

- A. To determine compliance with 20.11.104 NMAC, the department may require a motor vehicle manufacturer to submit any documentation that the department deems necessary to the effective administration and enforcement of 20.11.104 NMAC, including all certification materials submitted to CARB.
- In addition to the reporting requirements in 20.11.104.106 NMAC, ZEV Credit Bank and Reporting, and NMAC 20.11.104.111, Registration and Fees, beginning with the 2011 model year and each model year thereafter, each manufacturer of a vehicle subject to 20.11.104.100 NMAC, Applicability, shall submit annually to the department State, no later than March 31 following the close of the model year, a report documenting the total deliveries for sale within Bernalillo county the State of vehicles in each test group during that model year.

20.11.104.109 WARRANTIES:

- **A.** For model year 2011 and each model year thereafter, each manufacturer of a vehicle subject to 20.11.104.100 NMAC, *Applicability*, shall warrant to the ultimate purchaser and each subsequent purchaser that the vehicle shall comply over its period of warranty coverage with all requirements of CCR Sections 2035 through 2038, 2040, and 2041.
- **B.** For model year 2011 and each model year thereafter, a manufacturer of a vehicle subject to 20.11.104 NMAC shall include an emission control system warranty statement that complies with the requirements in CCR, Section 2039, except that a manufacturer may modify the statement for the sole purposes of informing the owner of the warranty's applicability and including a telephone number for owners to obtain answers to questions regarding the warranty.
- C. Upon the department's request, a manufacturer of a vehicle subject to 20.11.104 NMAC shall submit to the department a failure of emission-related component report, or copy of the report submitted to CARB, as required by CCR, Section 2144.

 [20.11.104.109 NMAC N, 1/1/08]

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20.11.104.110 RECALLS:

- A. Any order issued or enforcement action taken by CARB to correct noncompliance with any section of CCR, Title 13, that results in the recall of a vehicle pursuant to CCR, Sections 2109 through 2135, shall be prima facie evidence of noncompliance of a vehicle registered in Bernalillo county. In such cases, recalls may be initiated by the State unless If the manufacturer demonstrates to the department State's satisfaction that the order or action is not applicable to a vehicle registered in Bernalillo county., the department shall not pursue a recall of that vehicle.
- **B.** A voluntary or influenced emission-related recall campaign initiated by a manufacturer pursuant to CCR Sections 2113 through 2121 shall include all affected vehicles registered in Bernalillo county.
- C. For any vehicle subject to an order or action under Subsection A of 20.11.104.110 NMAC, each manufacturer shall send to each owner of a vehicle registered in Bernalillo county a notice that complies with the requirements in CCR Sections 2118 or 2127, including a telephone number for owners to obtain answers to questions regarding the recall.

 [20.11.104.110 NMAC N, 1/1/08]

20.11.104.111 REGISTRATION AND FEES:

- **A.** After January 1, 2010, no large-volume or intermediate-volume vehicle manufacturer shall deliver for sale, offer for sale, sell, import, deliver, purchase, offer for rent, offer for lease, acquire, receive, or register a motor vehicle subject or potentially subject to 20.11.104 NMAC without first obtaining a registration from the department.
- **B.** The registration shall have a term no more than 10 years and each large and intermediate-volume manufacturer shall pay an annual registration fee to the department the State.
- C. The department State shall assess an annual registration fee of \$10,000 to each large and intermediate-volume manufacturer for the period beginning July 1 and ending June 30 of the subsequent year.
- **D.** By April 1 each year, each large and intermediate-volume manufacturer shall pay the annual registration fee to the department State. [20.11.104.111 NMAC N, 1/1/08]

20.11.104.112 INSPECTIONS AND INFORMATION REQUESTS:

- A. For the purpose of determining compliance with 20.11.104 NMAC, the department may inspect any new and used motor vehicle, and may inspect and copy relevant, non-financial records, including records documenting vehicle origin, certification, delivery, or sales, and any record of emission-related part repairs performed under warranty.
- **B.** For the purpose of determining compliance with 20.11.104 NMAC, the department may require a vehicle dealer or rental car agency to submit relevant, non-financial documentation related to a motor vehicle subject or potentially subject to 20.11.104 NMAC, except this subsection shall not be construed to require the creation of a new record.

- 1 2 3 4 **C.** A vehicle dealer or rental car agency may assert a claim for a record or documentation requested pursuant to this section in accordance with 20.2.1.115 NMAC, Confidential Information
- Protection.
- [20.11.104.112 NMAC N, 1/1/08