

Meeting Date: August 28, 2025
Report Type: DISCUSSION CALENDAR
Report ID: 2025-08-08



Title: Supplemental Environmental Projects Program Update

Recommendation: Receive and file a presentation on the Supplemental Environmental Projects Program.

Rationale for Recommendation: The Supplemental Environmental Projects Program allows a portion of a penalty assessed from an air quality violation to be used toward an environmentally beneficial project. This presentation will provide Board members with an update on supplemental environmental projects funded from a previous program solicitation and review projects selected from the District's most recent solicitation. These projects help provide funding to communities most in need and have a direct connection to areas the District supports through the AB 617 Community Air Protection Program.

Contact: Angela Thompson, Compliance Program Manager, Engineering and Compliance Division, (279) 207-1165

Presentation: Yes

Approvals/Acknowledgements

Executive Director or Designee: Alberto Ayala, Report Approved 8/21/2025

District Counsel or Designee: Kathrine Pittard, Approved as to Form 8/21/2025

Discussion / Justification: The District enforces air quality regulations and issues Notices of Violation when an air quality violation is observed. Typically, once a violator has come back into compliance, the District issues a monetary penalty that must be paid to fully settle the violation. Per California Health and Safety Code, the District must allow, at the discretion of the violator, for a portion of the penalty to be put toward an environmentally beneficial project known as a Supplemental Environmental Project or SEP.

The District created a SEP Program that would put funds and projects into certain communities that would benefit from these projects the most in two strategic ways: (1) Project applications can only be submitted by non-profits, educational institutions, and tribes and (2): projects must be implemented in designated AB 617 communities or in regions ranking medium-high to high in the Sacramento Municipal Utility District's Sustainable Communities Resource Priorities Map. These criteria ensure the funding and project work has a direct connection to communities most deserving.