September 30, 2022

California Alternative Energy and Advanced Transportation Financing Authority (CAEATFA)

Sales and Use Tax Exclusion Program (STE)
Notice of Amended Application Periods for the 2022 Calendar Year

Applications for the STE Program will be accepted during the following periods:

<table>
<thead>
<tr>
<th>Application Periods and Deadlines to Submit Applications</th>
<th>Tentative Board Meeting Dates to consider Applications</th>
<th>Amount of Sales and Use Tax Exclusion Available to Award</th>
</tr>
</thead>
<tbody>
<tr>
<td>December 20, 2021, through January 7, 2022</td>
<td>June 21, 2022</td>
<td>$100,000,000</td>
</tr>
<tr>
<td>October 3, 2022, through October 14, 2022</td>
<td>December 13, 2022</td>
<td>$15,000,000 for projects that manufacture, refine, extract, process or recover lithium pursuant to PRC §26011.8(h)(2)1</td>
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</table>

The Executive Director may reschedule or amend any previously announced application period by providing notice on the Authority website and may reschedule or relocate any previously announced Authority Board meeting so long as the information is posted on the Authority website at least ten (10) days before the scheduled meeting.

1 As amended pursuant to Section 21 of Chapter 251 of the Statutes of 2022 (AB 209, Energy and climate change (2021-2022) chaptered on September 6, 2022, Section 26011.8(h)(2) of the Public Resources Code is effective immediately.
As of August 2022, CAEATFA awarded its full Statutory Cap of $100 million in STE. Pursuant to Program regulation section 10032(a)(6), to the extent the total STE awarded during the calendar year reaches the Statutory Cap, additional Applications will not be reviewed during that calendar year. Applications that are received but not awarded due to the Statutory Cap will be placed on a waiting list. To the extent that additional STEs become available during the calendar year, it will be awarded first to the last Applicant considered, if that Applicant did not receive its full STE request, then Applications on the waiting list will be reviewed and presented to the CAEATFA Board for approval in the order in which those Applications are ranked based on Competitive Criteria. CAEATFA received Applications requesting a total of over $300 million in STE in the first application period.

Pursuant to AB 209 chaptered on September 6, 2022, effective immediately, Section 26011.8(h)(2) of the Public Resources Code, as amended by Section 21 of Chapter 251 of the Statutes of 2022, authorizes CAEATFA to award an additional $15 million in STE for calendar years 2022, 2023, and 2024, for projects that manufacture, refine, extract, process, or recover lithium. At the December 13, 2022 Board meeting, CAEATFA will consider waitlisted Applicants that are eligible through this amendment, and if any STE remains, will consider eligible Applicants that apply timely for the October 14, 2022 application deadline. If the cumulative STE requested in Applications for the October 14, 2022 deadline exceeds the remaining $15 million in STE, Applications will be reviewed and presented to the CAEATFA Board for approval in the order in which those Applications are ranked based on Competitive Criteria.

The total amount CAEATFA is authorized to award for calendar year 2022 is $115 million in STE.

For more information, please visit: https://www.treasurer.ca.gov/caeatfa/ste

To subscribe to CAEATFA’s ListServ: https://www.treasurer.ca.gov/common/sto-listserv.asp