

NCC Inc. October 2002 Update

GENERAL AND ADMINISTRATIVE

Board of Directors

New Directors Michael P. Jones f(General Motors) and Karen Coble Edwards (National Biodiesel Board) were elected to three year terms beginning October 1, 2002. Mr. Jones is the Marketing Manager of Alternate Fuels and GM Mobility for the automaker and Ms. Cobel Edwards is President of KCE Group, which handles public and government relations for the National Biodiesel Board.

Directors and staff wish outgoing Board Members Sharon Dudley-Parham of GM and Sam McCahon, NBB representative for the past three years, continued success in their new activities.

Board of Advisors

Sheble McConnellogues of the Weld/Larimer/RMNP Clean Cities in Colorado and Lee Grannis of the Greater New Haven Clean Cities in Connecticut were appointed by President of the Board, Dr. David Holloway, to serve on the Board of Advisors. They replace Peter Casarella, Capitol Clean Cities of Connecticut, and Carlon Bennett, Paso del Norte, whose terms ended September 30th.

CHAPTER MEMBERS SERVICES

Clean Cities Chapters

East Tennessee Clean Fuels Coalition of Knoxville, TN became the 32nd chapter of NCC Inc. and the 1st chapter accepted before its program plan has been approved by the Department of Energy. NCC Inc. Board Directors voted final approval of a Bylaws change on October 17th to permit communities non yet designated as Clean Cities to become chapters, after meeting other NCC Inc. requirements.

On October 30th, the Greater Sacramento Regional Clean Air Coalition filed its application to become the 33rd chapter and the 2nd from California (East Bay joined at the end of September).

Valley of the Sun

NCC Inc. is receiving donations for the Valley of the Sun Clean Cities. NCC Inc. will act as the fiscal agent for the Phoenix, Arizona area Clean Cities while it re-organizes and completes the process to become a chapter of NCC Inc. with 501(c)(3) status. NCC Inc.'s Board of Directors approved offering this service in 2000.

MARKET DEVELOPMENT

AFV Incentive Program

NCC Inc. and Ford Motor Company announce a Partnering Program to provide incentives to Clean Cities coalitions and to NCC Inc. chapters not yet designated as Clean Cities. The program provides for the payment of a graduated scale of incentives for funding applications and for the sales of Ford AFVs powered by CNG or LPG.

Grant News

A competitive grant under the 2003 Department of Energy Broad Area Award solicitation has been awarded to NCC Inc. The solicitation sought responses from organizations offering to provide market development assistance to six or seven Clean Cities programs to be selected by the DOE.

Funding Development

NCC Inc.'s Executive Director attended two half day seminars presented by the Office of Policy and Management of the federal government and by the Washington Council of Agencies which serves the non-profit community in the Metro Washington DC area. OPM answered questions on filing for inclusion in the 2003 Combined Federal Campaign while the WCA, in partnership with the Foundation Center and others supplied material on non-traditional funding alternatives for non-profits.

GOVERNMENT RELATIONS

Washington Day on the Hill 2003

Karen Coble Edwards (National Biodiesel Board) and Phil Lampert (National Ethanol Vehicle Coalition) have begun planning Washington Day on the Hill. February 18th and 19th have been selected as the dates for the annual event. Activities and speakers on February 18th will be organized around the TEA-21 legislation.

EDUCATION AND OUTREACH

TEA-21 Re-authorization

NCC Inc.'s Executive Director has been working with a group of numerous parties on AFV and clean transportation issues surrounding the re-authorization of the TEA-21 legislation. TEA-21 is the legislation containing Flexible Spending Programs (like CMAQ) and Urban and Non-Urban Bus Programs. NCC Inc. is developing a summary report and information about current and suggested programs that could impact alternative fuel and clean transportation markets.

FINANCE

<u>Audit</u>

A full audit of NCC Inc.'s Books and Records will commence on December 3rd with the final report expected in time for filing with the Combined Federal Campaign Application by the due date of January 31, 2003.