

2022 State Strategy for the State Implementation Plan

November 10, 2021

Agenda

- Background and Purpose
- Potential Measures
- Public Measure Suggestions
- Federal Measures and Actions
- Moving Forward

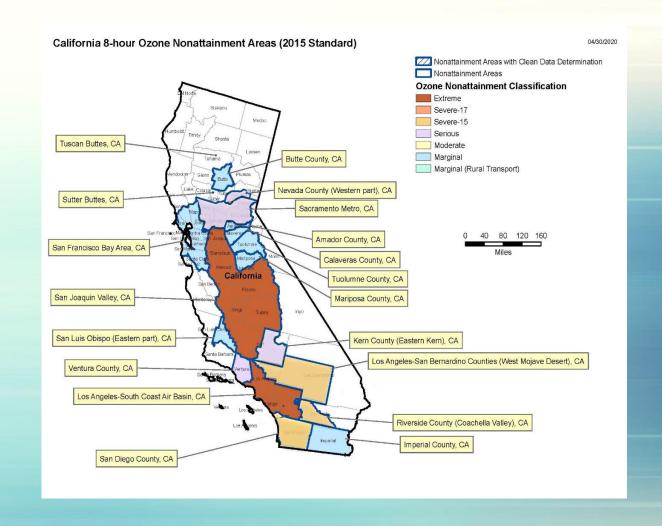


Background and Purpose



70 ppb 8-hour Ozone Standard

- EPA revised the 8-hour ozone
 standard to 70 ppb in 2015
- 19 areas in California are designated nonattainment
- State Implementation Plan (SIP) revisions required are dependent on classification





Attainment Plans and 2022 State SIP Strategy





Potential SIP Measures can Reduce Emissions in Priority Communities



















Co-Benefits Help Reduce Criteria Pollutants





CARB Actions on Previous SIP Commitments

2020

Heavy-Duty Omnibus Regulation

Advanced Clean Trucks Regulation

Ocean-Going Vessels
At-Berth Regulation

2021 and 2022

Advanced Clean Cars II

Heavy-Duty Inspection and Maintenance Program

Small Off-Road Engines

Zero-Emission TRU (Part I)

Zero-Emission Forklifts

Consumer Products

Ongoing

Incentivized Turnover Vehicles and Equipment













Potential Measures On-Road Mobile Sources



Advanced Clean Fleets (ACF)

- CARB adopted Advanced Clean Trucks (ACT) regulation June 2020, sets
 M/HD ZEV sales requirement for manufacturers
- Potential Advanced Clean Fleets regulation
 - Public fleets ZEV purchases begin at 50% in 2024 and 100% in 2027
 - Drayage Trucks (Seaports and railyards) Transition to 100% ZEV drayage fleet by
 2035
 - High priority and federal fleets Phase-in ZEVs as a percentage of the fleet 2025-2042
 - 100% ZEV sales by 2040 for all vehicles



Phase 3 GHG Standards

- Build on Phase 1 and 2 GHG Standards (adopted 2011-2018)
- Staff anticipates the Phase 3 stringency would be set assuming significant penetration of zero-emission vehicles nationally
- Upon U.S. EPA adoption of national Phase 3 GHG standards, CARB staff would propose CARB adopt as well to align California's standards with the national standards and enable CARB to enforce them for California-certified vehicles



On-Road Motorcycles New Emissions Standards

- CARB first adopted emissions standards for ONMC in 1975
 - Standards have not been updated since 1998
 - ONMCs currently emit ~20 tpd ROG+NOx Statewide
- Potential new standards
 - Align with stringent "Euro 5" regulations (HC+NOx standards reduced by 80%), with more stringent testing requirements, starting with MY 2024
 - Potential requirements beyond Euro 5 (Additional OBD monitors, Improved evaporative emission controls, Zero emissions motorcycle sales targets and credit program) to phase in starting with MY 2028



Clean Miles Standard

- Senate Bill 1014 Clean Miles Standard to reduce greenhouse gas emissions from transportation network companies (TNCs)
- Reduces greenhouse gas emissions, primarily through electrification and encourages reduction of VMT relative to passenger miles traveled
- Provides co-benefit criteria pollutant reductions
- Board adopted in May 2021



Potential Measures Off-Road Vehicles & Equipment



Tier 5 Off-Road New Compression-Ignition Engine Standard

- Tier 4 Final Exhaust Emission Standards in place after 2014 Model Year
- Potential Tier 5 standards (amendment of off-road diesel reg):
 - NOx standard ~90% more stringent than current Tier 4
 - PM standard ~75% more stringent than current Tier 4
 - CO₂ standards to reduce engine GHG emissions from 5 to 10% below current levels
- Additional elements could include: addressing low-load and low-temp NOx emissions, extending useful life and warranty provisions, work-based inuse compliance procedures, & first-time off-road diesel OBD requirements

In-Use Off-Road Diesel-Fueled Fleets Regulation Amendments

- Existing regulation originally adopted in June 2007, significant amendments in 2010 (meet declining fleet average target through turnover, repower, or retrofits)
- Potential amendments:
 - Operational Backstop on Old Equipment
 - Extension of Adding Vehicles Provision
 - Simplify the Low-Use Exemption
 - Renewable Diesel Requirement
 - Requirements for Contractors and Public Works Awarding Bodies





Airborne Toxic Control Measure for Transport Refrigeration Units (TRU)

- Adopted in 2004 (amended in 2010/11)
- Requires all TRUs operating in California to meet in-use PM standard 7 years after the engine model year (85 percent PM reduction)

- TRU Part 1 (measure in 2016 State SIP Strategy)
 - Zero-emission truck TRUs, PM emission standard for newly-manufactured nontruck TRU engines
- TRU Part 2 (potential measure in 2022 State SIP Strategy)
 - Zero-emission requirements for non-truck TRUs (California- and out-of-state-based)



Amendments to the Commercial Harbor Craft (CHC) Regulation

- CHC regulation adopted in 2008, (amended 2010), accelerated turnover to Tier 2 and Tier 3 between 2009-2022
- Applies to diesel-powered commercial craft that do not meet recreational or OGV definitions
- Proposed amendments:
 - Zero-emission: ZE capable new-build excursion vessels, full ZE for all short-run ferries, shore power required for electrical auxiliary power on all vessels when at dock for more than 15 minutes
 - Cleaner combustion: Phase in more Tier 4* + DPF standards for all vessels except commercial fishing, commercial fishing required to meet Tier 2 or newer standard by 2032









Zero-Emission Cargo Handling Equipment (CHE) Regulation

- Equipment used at seaports and rail yards to move containers and freight
- Regulation for Mobile CHE was adopted in 2005 (amended 2011), and established requirements for in-use and newly purchased diesel-powered equipment at ports and intermodal rail yards (fully implemented in 2017)
- Potential Regulatory Concepts
 - Transition to full ZE operations by 2030 2037, phase-in beginning with yard tractors & forklifts,
 followed by rubber tired gantry cranes, then other CHE
 - Extended compliance deadlines for early adoption of hybrid CHE operations to provide certainty for early adopters of advanced technology









Off-Road Zero-Emission Targeted Manufacturer Rule

- Would apply to manufacturers of off-road equipment including construction, industrial, landscaping, & airport GSE
- Potential regulatory concepts:
 - Require manufacturers to produce zero-emission equipment and/or powertrains as a percentage of their annual statewide sales volume
 - Sales/production mandate levels based projected feasibility of zeroemission technology



Clean Off-Road Fleet Recognition Program

- Off-road vehicles are subject to in-use off-road fleet regulation with declining fleet average target
- Potential recognition program:

Standardized criteria or rating system

Focus on zero-emission technology

Scalable to reflect increasing market penetration

Voluntary participation

Fleet Recognition Program Achieve policy goals across multiple tiers



Clean Off-Road Equipment Voucher Incentive Program – Construction (CORE –CON)

- CORE is for commercialized off-road vehicles, beyond the demonstration phase
- CORE-CON would provide incentive funding for zero-emission construction equipment
- Would work like previous CORE projects
 - First come, first serve
 - Companies select from CORE eligible equipment catalog http://californiacore.org/
 - Helps cost difference between ZE and comparable diesel equipment
 - No scrappage required

- Funding enhancements for
 - Low-Income and Disadvantaged Community Use Area
 - Infrastructure
 - Extended Warranty



Spark-Ignition Marine Standards





- 1998 CARB adopted new outboard (OB) and personal watercraft (PWC) HC+NOx standards
- Potential measure:
 - Zero emission (ZE) technologies for <19 kW OB and some
 PWC
 - For ≥40 kW OB and PWC catalyst-based standards
 - Considering 5.0 g/kW-hr HC+NOx (70% below current levels)
 - For <40 kW OB and PWC improved engine controls
 - Considering 10.0 g/kW-hr HC+NOx (40% below current levels)
 - Averaging allowed



Potential Measures Other Sources



Amendments to the Consumer Products Regulation

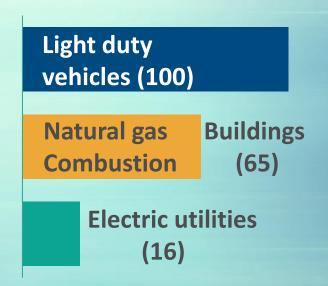
- CARB adopted first consumer product regulation in 1989
 - Two dozen amendments have reduced emissions by >50%
- Potential measure
 - Target maximum feasible reductions to offset projected growth in VOC emissions
 - Update category-specific emissions data through surveys
 - Evaluate potential control strategies
 - Focus on high-growth categories with greatest ozone impact
 - Consider technical and commercial feasibility



Zero-Emission Standards for Space and Water Heaters

- Potential Measure: Beginning in 2030, 100% of sales of new space heaters and water heaters statewide would meet:
 - Zero-GHG emission limit
 - Provides NOx co-benefits
 - By 2037, building-related NOx and GHG emissions can be reduced by ~40%
 - Total statewide NOx emissions can be reduced by ~3% by 2037
- To electrify all end-uses statewide:
 - An additional ~10% building-related NOx and GHG emissions could be reduced by 2037

2019 NOx emissions (65 tons/day)



Source: NOx emissions from CEPAM: California 2019 - Version 1.02.



Potential Measures Primarily Federally & Internationally Regulated Sources



Locomotives

New Regulation for Board Consideration in 2022

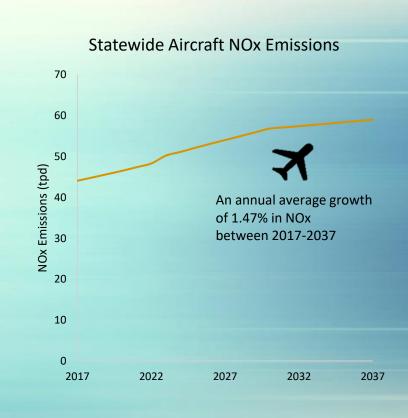


- No current California regulation for locomotives
- California regulation is needed to reduce emissions in rail communities
- CARB staff regulatory concepts (still in development):
 - Spending Account
 - In-use Operational Requirements
 - Idling Limit
 - District Level Reporting



Future Measures For Aviation Emissions Reductions

- Further action on aviation is needed, including strong action at the federal and international
- Potential CARB actions:
 - Explore requiring airports to perform a comprehensive and standardized emission inventory
 - Further evaluate federal, State and local authority in setting requirements for aircraft/airports
 - Work with airports, airlines, and stakeholders to evaluate and develop incentive programs
 - Pursue stricter emission reduction strategies





Future Measures for Ocean-Going Vessel Emissions Reductions

- CARB has two main regulations designed to reduce emissions from OGVs: Vessel Clean Fuel Regulation & At Berth Regulation
- Incentive or regulatory measures could be pursed to achieve further emissions reductions from OGVs, including:
 - Cleaner engines or cleaner fuels than those required by EPA and IMO
 - At anchor emissions reductions
 - Sailing at slower speeds while in California waters
 - At berth emissions reductions from bulk and general cargo vessels





Federal Actions Needed



Primarily Federally-Regulated Sources: Federal Action

On-Road Heavy-Duty Vehicles

On-Road Heavy-Duty Low-NOx Engine Standards (2016 SSS Measure)

On-Road Heavy-Duty Vehicle Zero-Emission Engine Standards

Locomotives:

More Stringent National Locomotive Emission Standards (2016 SSS Measure)

Zero-Emission Standards for Switch Locomotives

Address Locomotive Remanufacturing Loophole

Off-Road Equipment:

Off-Road Equipment Tier V Standard for Preempted Engines

Off-Road Zero-Emission Standards Where Feasible

Aviation:

More Stringent Aviation Engine Standards

Cleaner Fuel and Visit Requirements for Aviation

Zero-Emission Airport On-Ground Operation Requirements

Ocean-Going Vessels:

More Stringent NOx and PM Standards for Ocean-Going Vessel Requirements (2016 SSS Measure)

Cleaner Fuel and Visit Requirements for Ocean-Going Vessels



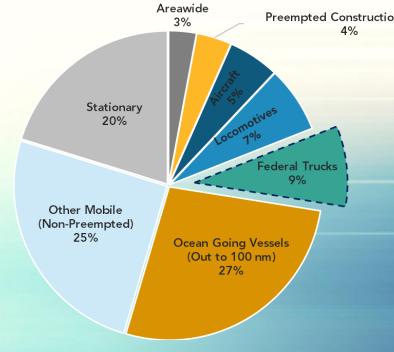
Federally Certified Trucks

Clean Trucks Plan

- EPA last revised the NOx standards for on-highway heavy-duty trucks and engines in 2001- more than 20 years ago
- By December 2022, EPA is planning to propose and finalize new stringent emissions standards to reduce NOx from trucks starting in MY 2027

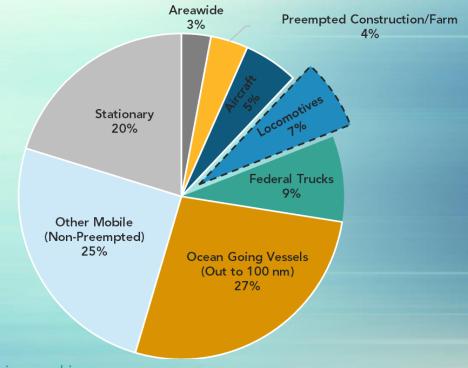
Zero-Emission Heavy-Duty Vehicle Requirements

- Heavy-duty truck manufacturers are already signaling a large-scale migration from gasoline and diesel engines to zero-emission technologies in their products
- CARB would request EPA to adopt national level zero-emission requirements similar to California's Advanced Clean Trucks regulation



Locomotives

- EPA to adopt more stringent standards for new locomotives and require remanufactured locomotives to meet current standards as described in CARB's 2016 petition*
- EPA to establish ZE standards for switchers and provide funding toward technology and infrastructure development for ZE line-haul locomotives



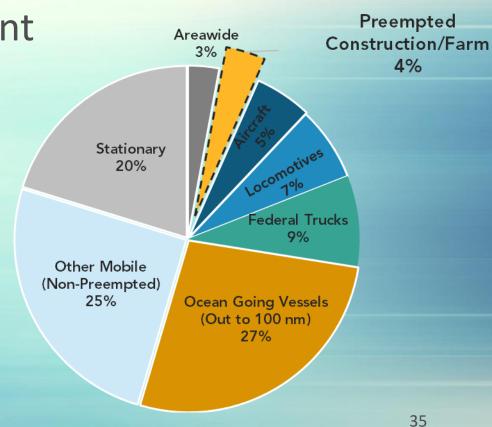


Preempted Off-Road Engines

 EPA to adopt more stringent national level emissions standards for off-road engines (gasoline and diesel)

 EPA to establish national ZE requirement for off-road engines where feasible

 EPA and U.S. DOE to prioritize federal technology demonstration funding to zero emission off-road equipment





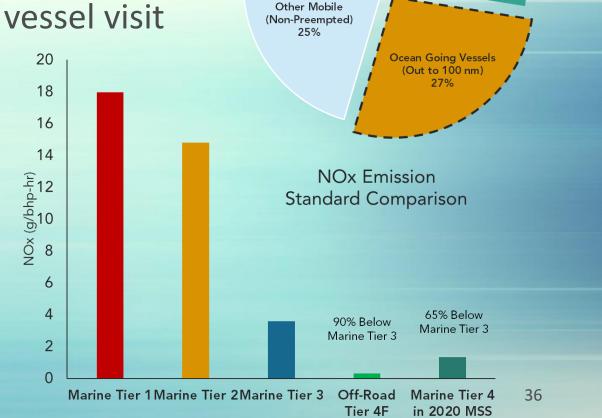
Ocean-Going Vessels

 EPA to advocate in IMO for more stringent NOx and PM standards for marine engines

EPA to establish clean fuel and clean vessel visit

requirements for OGVs at national level

EPA to consider national level
 Vessel Speed Reduction (VSR)
 programs



Areawide

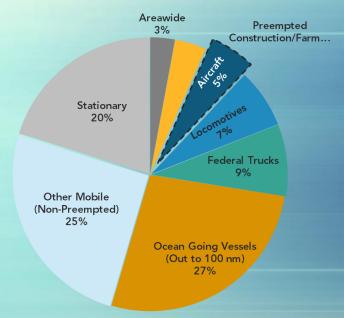
Stationary 20%

Preempted Construction/Farm



Aviation

- EPA should initiate public rulemakings for more stringent and technology forcing CO2 and criteria pollutant standards for new and in-service aircraft engines operated at US airports
- Promote/require zero-emission on-ground operations for aircrafts (e.g., ZE APUs, Taxi-bots)
- Establish mechanisms to incentivize cleanest aircrafts visiting U.S. airports





Public Measure Suggestions



Public Measure Suggestions

On-Road Heavy-Duty Useful Life Strategy Additional Incentive Programs – Zero-Emission Trucks On-Road Mobile **Source Strategies Enhanced Transportation Choices Enhanced BAR Consumer Assistance Program** Suggested Control Measure – Indirect Source Rule **BACT/BARCT Determinations** Stationary/Area **Source Strategies** Additional Building and Appliance Emission Standards Pesticide Regulation



Moving Forward



Timing and Next Steps

2022 State SIP Strategy: 2 nd Public Workshop	October 19, 2021
Release Draft 2022 State SIP Strategy	Winter 2022
Informational Update to the Board	Early Spring 2022
2022 State SIP Strategy: 3 rd Public Workshop	Spring 2022
Release Proposed 2022 State SIP Strategy	Early Summer 2022
Board Consideration	Summer 2022



Contact Us!

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https://ww2.arb.ca.gov/resources/documents/2022-state-strategy-state-implementation-plan-2022-state-sip-strategy



On-Road Mobile Measures

Advanced Clean Fleets	Craig Duehring, Manager, craig.duehring@arb.ca.gov Paul Arneja, Lead Staff, paul.arneja@arb.ca.gov
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Clean Miles Standard	Shobna Sahni, Manager, <u>shobna.sahni@arb.ca.gov</u> Gloria Pak, Lead Staff, <u>gloria.pak@arb.ca.gov</u>



Off-Road Mobile Measures

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Off-Road Mobile Measures

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CORE - Construction	Todd Sterling, Lead Staff, <u>Todd.Sterling@arb.ca.gov</u>
Spark Ignition Marine Engines	Jeff Lowry, Lead Staff, <u>Jeff.Lowry@arb.ca.gov</u>



Primarily-Federally Regulated – CARB Measures

In-Use Locomotive Regulation

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Aviation

Future Measures for Angela Csondes, Manager, angela.csondes@arb.ca.gov Nick Storelli, Staff, nicholas.storelli@arb.ca.gov

Future Measures for OGV

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Other Sources

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