Facility-Based Mobile Source Measures Commercial Marine Ports (MOB-01)



Agenda

- Background
- Commercial Marine Port Emissions Inventory
- Emission Reduction Opportunities
- Emission Reduction Strategies
- Next Steps

Background – Previous FBMSM Activities

2016 AQMP Approved

 Calls for year-long process to identify potential facility-based measures

1st FBMSM Working Group Meeting

 FBMSM Framework and SIP Integrity Elements introduced

Ports Adopt 2017 CAAP

 CAAP includes many emission reduction strategies











Introductory FBMSM Working Group Meeting

 Focused on process for working group

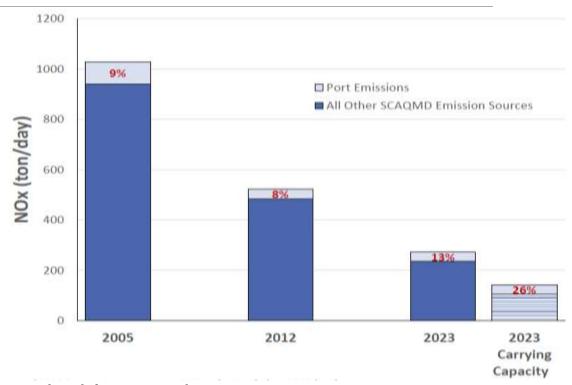
2nd FBMSM Working Group Meeting

 Discussed key requirements for obtaining SIP credit

Background – CAAP Targets

➤ 2017 CAAP maintained same NOx, SOx, and DPM emission reduction targets established in 2010 CAAP

Pollutant	2023 Emission Reduction Target*	2016 Actual Emission Reductions**	
		POLB	POLA
DPM	77%	88%	87%
NOx	59%	56%	57%
SOx	93%	97%	98%



- > However, additional emission reductions needed beyond existing targets
 - ➤ Potential effectiveness of new emission reduction strategies in 2017 CAAP unclear
 - ➤ Additional GHG targets included in 2017 CAAP may also have co-benefit of reducing criteria pollutants

^{*} Targets based on 2005 baseline emissions

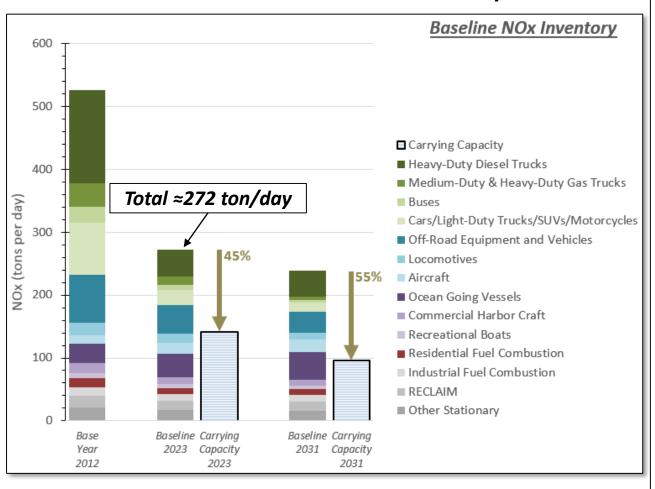
^{**2016} Air Emissions Inventories for Port of Long Beach and Los Angeles

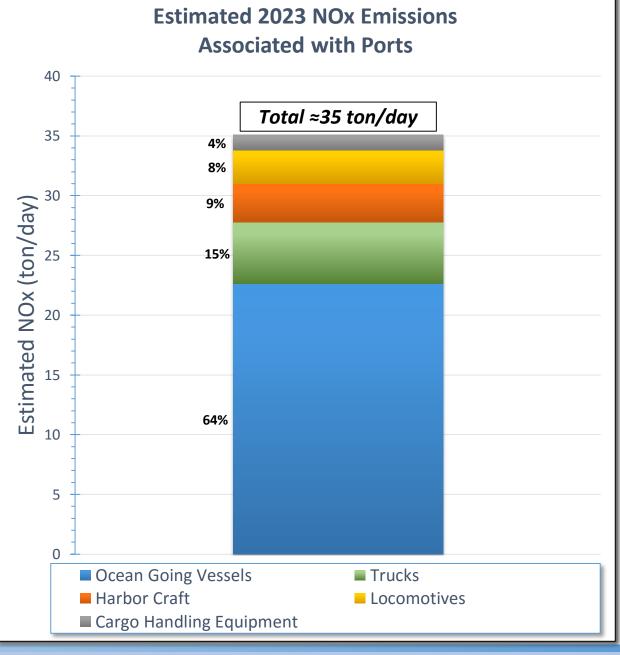
Background – Key Emission Sources at Ports





Total South Coast SIP NOx Inventory





Opportunities for Emission Reductions

- >2017 CAAP proposed many emission reduction strategies
 - ➤ Specific targets and timelines are needed to get SIP credit for future emission reductions
 - >SCAQMD comment letter on Final CAAP proposed potential targets and timelines to implement, supplement, and accelerate CAAP measures
 - http://www.aqmd.gov/docs/default-source/planning/fbmsm-docs/scaqmd-comments-on-the-2017-caap-update.pdf
- Proposed measures on following slides take into account previous work in FBMSM working groups, the work done by the ports to develop the CAAP, and SCAQMD comments

Key Considerations for Emission Reduction Mechanisms



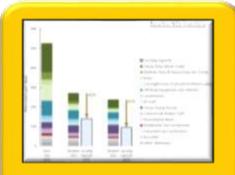
Regulation

- Must be feasible based on cost, availability of technology, etc.
- Should avoid significant administrative or cost burdens
- Should not hinder available incentives



MOU

- Includes mutually agreeable emission reduction target
- Procedure to make-up shortfalls required in case target not met to be SIP creditable



Inventory Adjustment

- Requires demonstrated history of behavior (e.g., VSR)
- Records of behavior must be available to be SIP creditable



Facilitating Measures

- Infrastructure projects (e.g., vehicle charging)
- Generally not SIP creditable but critical to facilitate emission reductions



Incentives

- Availability of technology
- Funding commitment
- Must demonstrate that incentivized activity meets 'integrity elements' to be SIP creditable

Potential Emission Reduction Strategies-Ocean Going Vessels

Already Proposed Emission Reduction Strategies

- ➤ Regulation ✓
- > MOU
- Inventory Refinement
- ➤ Facilitating ✓ Measures
- ➤ Incentives ✓

Regulation

 Potential CARB At-Berth rule (up to 100% compliance by 2030)

Facilitating Measures

 Demonstrate new technologies & install infrastructure to support proposed CARB At-Berth regulation

Incentives

- Proposed rate structure to incentivize cleaner vessels (2025)
- Incentives for energy efficiency improvements
- Expand the VSR program
- Incentivize additional atberth emission reduction technology

Potential Additional Emission Reduction Strategies

- > Regulation
- > MOU
- > Inventory Refinement
- ➤ Facilitating ✓ Measures
- ➤ Incentives ✓

Incentives

 Pursue incentives for introduction of cleaner ships before 2025

Facilitating Measures

- Review opportunities for expansion of VSR program (e.g., extended distances and modified speeds)
- Develop technologies for ship engine retrofits

Potential Emission Reduction Strategies-Commercial Harbor Craft

Already Proposed Emission Reduction Strategies

- > Regulation
- > MOU
- Inventory Refinement
- ➤ Facilitating ✓ Measures
- ➤ Incentives ✓

Incentives

 Provide incentives for repowering engines to Tier 4 or low emissions hybrid

Facilitating Measures

 RFP for demonstration projects to reduce harbor craft emissions (2018)

Potential Additional Emission Reduction Strategies

- ➤ Regulation ✓
- > MOU
- > Inventory Refinement
- ➤ Facilitating ✓ Measures
- > Incentives

Regulation

 Opportunity for a new regulation? (CARB?, SOON?)

Facilitating Measures

 Continue to support new demonstration projects to reduce harbor craft emissions

Potential Emission Reduction Strategies- Cargo Handling Equipment

Already Proposed Emission Reduction Strategies

- ➤ Regulation ✓
- > MOU
- > Inventory Refinement
- ➤ Facilitating ✓ Measures
- ➤ Incentives ✓

Regulation

 Potential CARB CHE rule (up to 100% compliance by 2030)

Incentives

 Provide incentives for cleaner CHE

Facilitating Measures

- Establish a terminal equipment idling reduction program
- Develop charging standards for CHE
- Technology demonstration of ZE CHE
- Procurement planning

Potential Additional Emission Reduction Strategies

- Regulation
- > MOU ✓
- Inventory Refinement
- FacilitatingMeasures
- > Incentives

MOU

 Potential role for SCAQMD MOU w/ terminal operators as part of procurement planning?

Potential Emission Reduction Strategies – Heavy Duty Trucks

Already Proposed Emission Reduction Strategies

- ➤ Regulation ✓
- > MOU
- Inventory Refinement
- ➤ Facilitating ✓ Measures
- ➤ Incentives ✓

Potential Additional Emission Reduction Strategies

- > Regulation
- > MOU ✓
- > Inventory Refinement
- > Facilitating Measures
- > Incentives

Regulation

- Clean Truck Program
- 2018, new trucks must have 2014+ model year engines
- 2023, new trucks must be NZE or ZE, and new rate for non-NZE/ZE
- 2035, new rate for non-ZE
- Potential CARB rule for new NZE truck standard by 2023

Facilitating Measures

- Ports' Truck Inspection Program
- Petition from SCAQMD to EPA for new NZE truck standard
- SB 350 Transportation Electrification activities
- CAAP pilot program of 50-100 ZE trucks
- Truck appointment systems

Incentives

Incentives for NZE/ZE trucks

MOU

 Potential SCAQMD MOU with ports to ensure Truck Program is SIP creditable

Potential Emission Reduction Strategies- Locomotives

Already Proposed Emission Reduction Strategies

- > Regulation
- > MOU
- Inventory
 Refinement
- ➤ Facilitating ✓ Measures
- ➤ Incentives ✓

Facilitating Measures

- Expand use of on-dock rail and infrastructure to remove bottlenecks (if emissions are lower than using trucks)
- CARB petition to EPA for new locomotive standards

Incentives

Incentives for Tier 4
 locomotives

Potential Additional Emission Reduction Strategies

- Regulation
- > MOU <
- > Inventory Refinement
- FacilitatingMeasures
- > Incentives

MOU

 Opportunity for new Agreement with rail companies to supplement existing 1998 Tier 2 Agreement?

Potential Indirect Source Rule Concept for Ports if Proposed Emission Reduction Measures are Not Sufficient

- > Terminal operators would be required to:
 - >Submit a detailed existing emissions inventory from all sources
 - >Submit a plan for their facility to reduce emissions from all indirect sources
 - Emission reduction requirement could be based on Best Management Practices, XX% reduction approach, etc.
 - > Benefits/drawbacks of different approaches would be explored during rulemaking
 - ➤ Potential for facilities already achieving best-in-practice emission reduction strategies could have fewer or no new emission reduction requirements
 - Likely implementation milestones in 2023 and 2031
- ➤ Potential timing to re-evaluate potential need for ISR = 2019-2020

Next Steps

- Report to Mobile Source Committee on February 16, 2018 and to Governing Board on March 2, 2018
- Present emission reduction strategies to the Governing Board and seek direction

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Discussion Period

- Question 1: What types and levels of incentives would be needed to have greater number of calls from cleaner ocean going vessels (e.g., tier 3, retrofitted pre-tier 3)?
- Question 2: If MOUs are pursued (e.g., trucks, CHE, etc.), what key components should be included?
- Question 3: What additional or replacement strategies should SCAQMD consider and why would they be better?