AB 617 COMMUNITIES WORK PLAN FOR HEAVYDUTY TRUCKS

3RD WORKSHOP

WALTER SHEN
PLANNING & RULES
MANAGER









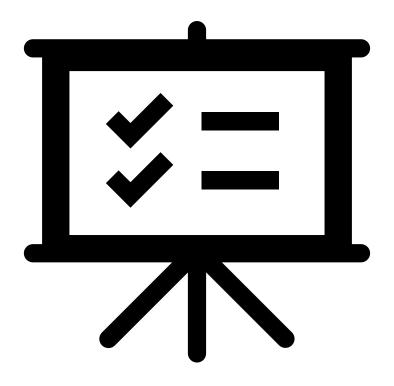


WORKSHOP OBJECTIVES TODAY

<u>Agenda</u>

- Announcements
- Introduction/Purpose
- Recap/Background
- Review Work Plan
- Discussion

Today's Goal
Review Elements of
Truck Incentives
Work Plan



ANNOUNCEMENTS

Incentive Program Advisory Group (IPAG)

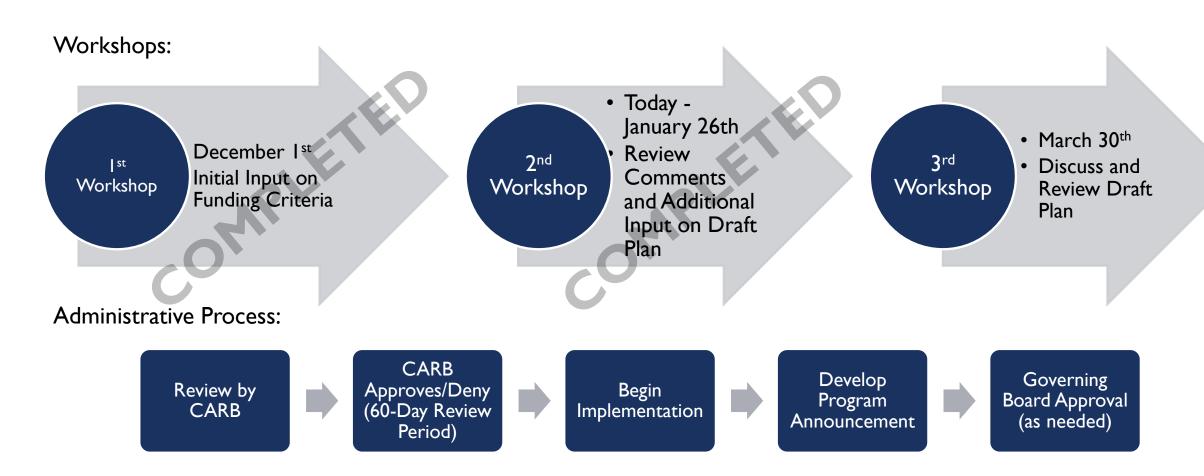
- Public process to further accelerate zero-emission vehicle (ZEV) and equity work in Moyer On-Road Voucher Incentive Program (VIP)
 - Address key issues: Small Fleets, Environmental Justice, and Infrastructure
- Board Member Panel
 - Vice Chair Sandra Berg IPAG Lead
 - Board Members Davina Hurt & Gideon Kracov Workgroup leads
- 1st IPAG Meeting: April 20, 2022; Final meeting tentatively scheduled for November 2022
- IPAG website: https://ww2.arb.ca.gov/our-work/programs/vip-ipag



WHY ARE WE HERE?

- CERPs Focus on Reducing Truck Emissions (e.g., cleaner technologies)
- AB 617 Communities Requested Improved Access
 - to Incentives
- Develop Truck Project Plan

PROJECT PLAN PROCESS



WHAT'S THE NEXT STEP?

Draft Truck Incentives Work Plan

- (Today) Review Draft Work Plan
- 2-Week Comment Period

Submit Plan for ARB Review

60-Day Review Period

Set up Focus Groups

- Collaborate on Implementation Process
- Comments & Further Input

WORKSHOP RECAPAND UPDATES

Ist Workshop

- Background of AB 617 and challenges of incentives
- Provided insight on ZE trucks and cost comparisons

2nd Workshop

- Loaner Program Concept
- Developed as option due to program limitations
- Currently in discussions with local business/entities
- Survey Launched on January 6th and 19th

CSC – ALLOCATED INCENTIVE FUNDS FOR TRUCKS

Cleaner trucks, particularly zero emission trucks, have been identified as an investment priority for the following communities:

Community	Project Type	Year 3 CAPP Incentives Allocation
ELABHWC	ZE Trucks	\$1.84M
SELA	ZE Trucks	\$5M
SBM	ZE Trucks	\$5M
WCWLB	NZE/ZE Trucks	\$2.75M

 In October 2020, CARB updated the CAPP incentives guidelines to include community-identified projects

WORK PLAN AND CHALLENGES

Current Incentive Programs

New
Technology

Funding Limitations Truck Cost Challenges to Consider Taxes Charging Availability

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SURVEY RESULTS

Respondents

55% from Wilmington Community

Followed by SBM and SELA

Truck Class

Mostly Class 8 Trucks (53%)

Class 4 (24%)

Challenges with ZE or Low-NOx Trucks (Extremely Important)

Reliability (81%)

Purchase Cost (83%)

Performance / Range (71%)

Barriers with Implementation (Extreme Barrier)

Charge Availability (77%)

Purchase Price Too High (67%)

Driving Range (53%)

Technology

Zero-Emission (25%)

Low-NOx (13%)

All of the Above (21%)

None of the Above (41%)

Loaner Program?

Yes/Maybe (77%)

No (23%)



TRUCK INCENTIVES WORK PLAN: REQUIRED ELEMENTS

- Project-Identification
- Community Support
- Participant Requirements
- Funding Amounts
- Project Selection
- Reporting
- Inspection Requirements

AB 617 TRUCK INCENTIVES WORK PLAN





Focus on Small Fleet Owners

Projects to replace older, diesel for new ZE or NZE trucks



Community Support

Outreach

Decision-Making Process

AB 617 TRUCK INCENTIVES WORK PLAN (CONT'D)

Participant Requirements

- Clean Technology Truck Loaner Program
- AB 617 Truck Incentive Program

Funding Amounts

- Clean Technology Truck Loaner
 - Lease/Rental Costs, Insurance Fees, Infrastructure Charge Fees, Training, etc.
- AB 617 Truck Incentive Program
 - Funding for Eligible ZE and NZE Truck Projects (including Fed, State and Local Taxes, Shipping/Delivery Fees)

Project Selection

- Based Upon Support in Meeting AB 617 CERP Goals/Objectives
- If Applications Received
 Beyond Available Funds –
 Project List (with CSC
 Feedback)

AB 617 TRUCK INCENTIVES WORK PLAN (CONT'D)

Reporting Requirements

- Collect and report info on projects funded under the AB 617 Truck Incentives Workplan
- South Coast AQMD Requirements
- Participant Requirements

Emission Reduction Benefits

- Quantification 2017 Carl Moyer Guideline Appx C Methodologies
- Emission Reductions to be credited towards CERP Emission Reduction Targets highlighted in Chapter 5a

Qualitative Benefits

- Improving overall air quality to AB 617 and surrounding communities
- Minimizing community exposure to pollutants and diesel fumes
- Cost-savings on fuel and maintenance
- Positive economic impact
- Accessibility to new truck technologies





DISCUSSION

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USEFUL LINKS/CONTACT INFO

Community Air Protection Incentives 2019 Guidelines: (see Chapter 6 for Community-Identified Projects)

<u>ww2.arb.ca.gov/our-</u> <u>work/programs/community-air-</u> <u>protection-incentives</u> Link to CARB-approved Project Plans:

ww2.arb.ca.gov/ourwork/programs/community-airprotection-incentives/stationarysource-and-community-identified South Coast AQMD website for Community Air Protection Incentives:

www.aqmd.gov/cappincentives

For questions/comments please email us at:

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