

# SB 1014 Clean Miles Standard Business-As-Usual Inventory Workshop

April 1, 2020 Sacramento, CA

# **Purpose of Workshop**

- Establish business-as-usual emissions inventory
- Discuss method, data sources and assumptions
- Present preliminary results
- Solicit feedback

Note: The data analysis and results presented here are preliminary.



# Outline

- Introduction to SB 1014
- Purpose of Emissions Inventory
- Methodology
- Parameters & Assumptions
- Preliminary Inventory Results
- Next Steps



#### Background

The transportation sector accounts for almost 50 percent of GHG emissions in California with light-duty making up 70 percent of the transportation sector's direct emissions.

SB 1014 requires CARB and CPUC to adopt and implement a program to reduce GHG emissions from transportation network companies.



The new regulation will encourage zero-emission vehicles and VMT reduction strategies, and account for automated vehicles in TNCs.



# **Principles for Developing the New Regulation**

#### **Regulation Design**

- Decrease GHG emissions and increase zero-emission miles
- Promote pooling, active transport, and transit usage
- Forward-looking with automated vehicles
- Aligned with other State policies
- Maximize transportation access
   equity

#### **Development Process**

- A synergistic process
- Data-driven
- Encourage ZEV infrastructure
- Minimize burden to low- and moderate-income drivers

https://ww2.arb.ca.gov/our-work/programs/clean-miles-standard

# **Emissions Inventory**

- SB 1014 requires CARB to establish GHG emissions on a per passenger mile travelled (PMT) basis.
- Business-As-Usual (BAU) Inventory forecasted TNC activity and associated emissions without the regulation
- Regulation Inventory forecasted TNC activity and associated emissions with the regulation
  - Used in the regulatory development process
- Models developed for these calculations



# Recap 2018 Base-Year Inventory Methodology



100 centre street

# **Periods Defined for TNC Miles**

Period 0 (not captured in rule) Work session not started

**Period 1** Driver looking for riders

**Period 2** Driver en route to riders

**Period 3** Rider(s) in vehicle









# **2018 Base-Year TNC Inventory**

- More information on the base-year inventory data can be found here, *https://ww2.arb.ca.gov/resources/documents/2018-base-yearemissions-inventory-report*
- Developed with 2018 TNC data
- Deduped to remove duplicate miles
- Speed corrected vehicle-specific fuel economy to reflect real-world TNC driving



# **Base-Year gCO2/PMT Calculation**





# Business-As-Usual (BAU) Inventory Methodology



## **Business-As-Usual (BAU) Inventory**

- Business-As-Usual (BAU) Inventory forecasted TNC activity and associated emissions without the regulation
- Start with 2018 base year inventory, including total VMT and trip counts by starting zip code for each vehicle
  - Zip code assigned to geographical area
  - Vehicle assigned to EMFAC vehicle class, model year and fuel type
  - Correct EMFAC CO2 emission factors to account for differences between TNC and CA fleet average in speed and technology



# **BAU gCO2/PMT Calculation**









# Urbanicity

- Urbanicity is a geographical classification of land use as a way to distinguish the magnitude and type of potential TNC activity.
  - Classifications are based on relevant attributes
- Provides geographical basis for input assumptions (e.g. TNC growth) and regulation strategy assumptions (e.g. electrification, pooling, etc.).



#### **Relevant Attribute Categories**

Urbanicity

**Socioeconomics** 

**TNC Activity** 

**EV** Infrastructure

Transportation Infrastructure

Land Use



# **Urbanicity Methodological Framework**



## **Existing Geographical Boundaries**



**PCA and Clustering** 

0.5

0.0

-0.5

-05

Dim.2



PCA removes correlations among the attributes which results in principal components.

K-means Clustering assigns the geography into pre-defined number of clusters.

Dim 1

00

05

groups • 1 • 3 • 5 • 2 • 4 • 6

## **Urbanicity Classifications**

Urban Core Urban Urban Skirt Suburban Suburban Skirt Rural







#### **Model Parameters & Assumptions**



#### **Model Parameters**

- TNC growth
- Occupancy
- Deadheading
- eVMT%
- ZEV technology mix
- Fleet mix (age, vehicle class)
- CO2 Emission Rates and TNC Correction Factor



## What should TNC growth look like?





#### Proposed Approach s-curve based on historical TNC data

- Major metro areas in CA already experiencing slowing growth
- Historical TNC data from CPUC used to assess growth/accel.
- Beyond saturation point, growth would be proportional to population or MPO VMT growth
- Future refinements may include varying growth by urbanicity







Grams CO <sub>2</sub>	Σ (VMT (miles) x Adjusted CO2 Emission Rate (g/mile))
PMT	Σ (P3 VMT (miles) x Occupancy + Active/Transit PMT)

- Occupancy: the number of people on trip, excluding the driver; a key factor determining PMT
- Base Year: TNC statewide average occupancy: 1.55
- BAU Forecast: Assume TNC statewide average occupancy remains constant at 1.55.
- Data Source: CARB data logger study
   CARB

#### Deadheading

Grams CO <sub>2</sub>	Σ ( <b>VMT (miles)</b> x Adjusted CO2 Emission Rate (g/mile))
PMT	Σ ( P3 VMT (miles) x Occupancy + Active/Transit PMT)

- Deadheading: the miles driven while waiting for a rider request and en route to pick up riders (P1+P2); affects total VMT
- Base Year: statewide average 38.5%, varies by geography
- BAU Forecast: Assume deadheading varies by urbanicity and remains constant
- Data Source: 2018 reported TNC data



#### Deadheading



Legend Deadheading





#### %eVMT

Grams CO <sub>2</sub>	Σ ( <b>VMT (miles)</b> x Adjusted CO2 Emission Rate (g/mile))
PMT	Σ (P3 VMT (miles) x Occupancy + Active/Transit PMT)

- %eVMT: fraction of TNC VMT that is driven by BEV, FCEV and PHEVs (electric portion only); eVMT has zero tailpipe emissions
- Base Year: 0.8% on average, varies by geography
- BAU Forecast: assume %eVMT grows at same rate relative to 2018 as what's expected under CARB's Advanced Clean Car (ACC) Reg.
- Data Source: EMFAC2017



## eVMT Growth Expected under ACC





#### **Statewide TNC eVMT Fraction**





# **ZEV Technology Mix**

- ZEV Technology Mix: refers to the fractions of eVMT attributable to BEV, FCEV and PHEV
- Base Year Tech Mix:

BEV:FCEV:PHEV = 35% : 0.2% : 65%

Varies by geography

PHEV eVMT fraction: 22.7%

- BAU Forecast: assume fractions remains constant
- Data Sources: 2018 reported TNC data, CARB Base-Year Report



#### **ZEV Technology Mix**





#### Fleet Mix

- Vehicle class mix (i.e. cars vs. trucks) and age distribution; VMT-weighted
- Base Year: 83% cars vs 17% trucks; average age 4 years
- BAU Forecast: Assume vehicle class mix and age distribution remain constant
- Data Source: 2018 reported TNC data



#### **Age Distribution**



## **Adjusted CO2 Emission Rates**

Grams CO <sub>2</sub>	Σ (VMT (miles) x Adjusted CO2 Emission Rate (g/mile) )
PMT	Σ (P3 VMT (miles) x Occupancy + Active/Transit PMT)

- Base Year: CO2 emissions based on real-world fuel consumption and TNC in-use speed distribution
- BAU Forecast: CARB emission rates that reflect future clean vehicle programs, and adjusted for TNC-specific speed and technology mix
- Data Source: 2018 reported TNC data, EMFAC2017



# **Adjusted CO2 Emission Rates**

Adjusted CO2 Emission Rate = EMFAC CO2 emission rate x TNC Correction Factor

- EMFAC emission rates are specific to calendar year, region, vehicle class, fuel type and model year
- TNC correction factors are developed from the ratios of 2018 TNC emission rates and those of EMFAC for the vehicle of identical region, vehicle class, fuel type and model year.
- Statistical analysis on the relation between ratios and multiple parameters suggests that the ratio primarily varies by vehicle class and fuel type; correction factors estimated from the analysis.



#### **BAU Preliminary Inventory Results**



#### BAU g CO2/PMT





#### TNC gCO2/PMT by Urbanicity

CMS Metrics 2018

CMS Metrics 2035



#### **Next Steps**

- Refine growth based on recently received historical TNC data from CPUC.
- Refine inputs and assumptions as necessary from stakeholder feedback
- Assess impacts above the BAU case with draft targets
- Preliminary targets and regulatory design (May 5<sup>th</sup> Workshop)
- Economic Analysis (Summer 2020)
- Public Workshop (Fall 2020)
- Board Hearing (December 2020)



# **Take Home Questions**

- Are these inventory assumptions and methods appropriate?
  - If not, what other methods should CARB consider?
- Are there other data sources or research that CARB should consider?



# **Comments and Questions**

- Please submit your comments related to BAU emission inventory by April 15
  - comments can be emailed to cleancars@arb.ca.gov
- For more information on the Clean Mile Standards, please visit our website at: https://ww2.arb.ca.gov/ourwork/programs/clean-miles-standard

