State Of California

AIR RESOURCES BOARD

Executive Order G-714-ADF-FE02

Alternative Diesel Fuel Regulation Fleet Exemption for Co-West Commodities – San Bernardino, California

Pursuant to Sections 39600, 39601, 43013, 43018, and 43101 of the Health and Safety Code, the California Air Resources Board (CARB) adopted the Regulation on Commercialization of Alternative Diesel Fuels (ADF regulation) published at title 13, California Code of Regulations (CCR), section 2293 et seq. Effective since January 1, 2016, the ADF regulation establishes a comprehensive, multi-stage process administering the commercialization of alternative diesel fuels in California. The ADF regulation governs the introduction and use of innovative alternative diesel fuels in California while preserving or enhancing public health, environmental, and emission benefits of the existing motor vehicle diesel-fuel regulations.

The ADF regulation includes specific provisions designed to control potential increases in oxides of nitrogen (NO_x) emissions that could otherwise be caused by the use of biodiesel under certain circumstances. These in-use requirements have been in effect since January 1, 2018. The ADF regulation includes exemptions to the in-use requirements for qualifying fleets if owners or operators can demonstrate that they meet the exemption conditions specified in the ADF regulation section 2293.6(a)(5)(A)1, 2, and 3. A fleet exemption may be granted if the following conditions are met: 1) the fleet owner or operator can demonstrate to the Executive Officer that at least 90 percent of the fleet consists of a combination of light and medium duty vehicles and heavy duty NTDE vehicles; and 2) any unmitigated biodiesel approved under this EO will only be used by the exempted fleet.

Imperial Western Products Inc. (IWP), on behalf of Co-West Commodities, has requested a fleet exemption for Co-West Commodities fleet fueling station located at 2586 Shenandoah Way, San Bernardino, CA 92407. Co-West Commodities is a subsidiary of Imperial Western Products Inc. (IWP) and is run independently of IWP.

IWP submitted their complete fleet composition list of vehicles at San Bernardino Co-West Commodities fleet on May 26, 2020 (list compiled in March of 2020 - Confidential Attachment A). The fleet meets the requirement that at least 90 percent of the fleet consists of a combination of light and medium duty vehicles and heavy duty vehicles with NTDEs, as specified pursuant to section 2293.6(a)(5)(A)2.

Co-West Commodities demonstrated that the fleet fueling facility has a centralized and specified secure fueling area. Co-West Commodities facility employs Petro Vend100 Fuel Control System (PV100) (Attachment B an C) on site that restricts fuel access to

authorized users. User-selectable personal identification numbers allow only authorized Co-West Commodities fleet employees to access fuel. The PV100 tracks and reports fueling by card or pump totals to provide complete accountability of fueling.

Co-West Commodities demonstrated that the fleet fueling facility has procedures or protocols in place to reasonably preclude fueling of vehicles that are not in the exempted fleet. Only the authorized vehicles specified in Confidential Attachment A are allowed to access or dispense fuel at this site.

In addition, IWP will notify CARB of any changes to the fleet composition.

NOW, THEREFORE, (IT IS ORDERED AND RESOLVED) that the Co-West Commodities located at 2586 Shenandoah Way, San Bernardino, CA 92407 has met all requirements for fleet exempition and is granted an exemption from the in-use requirements in section 2293.6 of the ADF regulation.

CARB reserves the right in the future to review this Executive Order Fleet Exemption to confirm that the exemption continues to meet the requirements, conditions, standards, and procedures of Title 13, California Code of Regulation, section 2293, et seq.

Violation of any of the above conditions shall be grounds for revocation of this Executive Order.

Executed at Sacramento, California, this <u>12th</u> day of <u>August</u>, 2020.

Carolyn Ze

Carolyn Lozo Chief, Oil and Gas and GHG Mitigation Branch