

Clean Miles Standard Workshop PROPOSED REGULATION TARGETS November 19, 2020

Webinar Participation

- All participants will be muted during the workshop.
- During the Q&A session following the presentation, please type in your question using the Questions function of GoToWebinar.
- Questions can also be sent to <u>cleancars@arb.ca.gov</u> to be addressed at a later time.



Workshop Topics

New Board Hearing date Draft electrification targets Draft greenhouse gas targets Optional credits



Senate Bill 1014

GHG Target gCO₂/PMT

Electrification Target % eVMT

Applicable to:

Passenger service by transportation network companies (TNCs)

Key goals:

- Reduce GHG
- Increase electrification
- Support other transportation modes

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SB 1014 Deadlines

Jan 2020

 CARB establishes base year inventory

Jan 2021

 CARB adopts targets, CPUC implements program

Jan 2022

 TNCs begin submitting 2-year plans

2023

 TNCs begin meeting annual targets

Board date moved to May 2021



Electric vehicle miles traveled (eVMT)



Fraction of vehicle miles traveled by battery electric vehicles (BEV) and fuel cell electric vehicles (FCEV)



Updated Electrification Target Assumptions

Input Values	Updates
BEV Barrier	\$50/week in 2020 and decreasing linearly to \$0/week in 2030
Fuel Costs	Gasoline price projections to use updated CEC IEPR estimates
Level 2 Charger Costs	Level 2 home charger costs amortized over 7 years
DCFC & Level 2 Utilization	DCFC/L2 utilization split assumed to be 50/50 in all years of the analysis
Low Mileage Barrier	No longer a barrier since we assume savings on personal and non-TNC miles



Proposed eVMT Targets





Characteristics of vehicles that switched to ZEVs in the cost model

- 43% of 2030 TNC vehicles are switched to ZEVs
- In early years, primarily high mileage vehicles are switched
- Average age of vehicle switched to ZEV varied between 1-3 years

Year	2023	2024	2025	2026	2027	2028	2029	2030
Number of		2 2 7 0	22.444	70 4 0 4	120 (50	001 51/	070 004	222 472
Switched	466	3,378	22,114	72,101	139,659	201,516	2/3,281	333,173
Avg. age	1				2 —		3	
switched					2		5	
CARB								9

Greenhouse Gas Target

$\frac{g CO_2}{Passenger mile traveled} = \frac{VMT_{Periods 1,2,3} \times CO_2 \text{ per mile}}{VMT_{Period 3} \times Occupancy}$



Proposed GHG Targets





GHG gap between the targets



CARB

Compliance options to fill the gap







Increased Shared Rides



Optional Credits*



*Credits cannot be banked

 Invest in bikeways and sidewalks 2. Connect passengers to mass transit 3. Reduce driver costs





*Credits cannot be banked



- Investment in bikeway/sidewalk projects
- To qualify:
 - Project is in an existing, approved plan of local jurisdiction Information submittal
 - Credits can be applied for each year* of the length of project life



Investment in bikeway/sidewalk projects

 $CO_2 \ credit = rac{Dollars \ invested(\$) \times 907,185}{\$128 \times Project \ Life}$

\$128 is a cost-effectiveness value (in dollars per ton of CO_2) for bikeway and sidewalk infrastructure, derived from cost-effectiveness values for PM2.5, CO and NOx from the FHWA and emission rates from the EMFAC2017 model.

Project life is the number of years the project will be operational as provided by the CEQA lead agency of the project.



Connect passengers to mass transit

To qualify:

- Integrated fare payment system
- Data submittal
- Use P3 distance of first- or last-mile connected trip, whichever is greater

 $CO_2 \ credit = VMT_{T,P3} \times CO_2 factor$



Staff seeking input on multiple concepts to reduce driver costs

GHG credits for dollars invested in ZEVs	GHG credits for electricity used by drivers	GHG credits for L2 home charger
Subsidize purchase or financing of ZEV. This could also be used to subsidize ZEV short term rentals	CO2 credit for ZEV drivers, based on proof of free electricity from TNCs given to drivers	Subsidize purchase and installation of level 2 home chargers



Applying Optional Credit

$\frac{g CO_2}{PMT} = \frac{\sum (VMT_{P1,P2,P3} \times CO_2 factor) - CO_2 credits}{\sum (VMT_{P3} \times occupancy)}$



Regulation Timeline

November 2020 Draft regulation posted on CMS website **March 2021** Initial Statement of Reasons to be released **May 2021 Regulation proposal at Board Hearing**



Requesting Stakeholder Feedback

Please submit comments by December 11, 2020 to <u>cleancars@arb.ca.gov</u>





Please submit your questions via the GoToWebinar Questions function

