

Advanced Clean Fleets High-Priority Fleet Workgroup

October 13, 2021

Today's Agenda

- Background
- Regulation Overview
- Open Discussion



Background

- September 2021 workshop discussed regulatory language and costs
- Stakeholders desire focused workgroups
- Today, we continue the dialogue for High-Priority fleets
- Series of upcoming workgroup meetings will cover:
 - Small fleets
 - Emissions inventory
 - Infrastructure (multiple meetings)



Regulation Timeline

- Regulation language posted August 25, 2021
- Comment period extended to October 29, 2021
 - Meeting materials posted on "Meetings and Events" page on CARB's ACF webpage
 - Informal comment docket
 (https://www.arb.ca.gov/lispub/comm2/bcsubform.p
 hp?listname=acf-comments-ws&comm_period=1)
- Board recommendation late summer/fall 2022



Scope and Applicability

- Scope includes entities that:
 - Own or dispatch 50 or more vehicles under common ownership or control
 - Earned >\$50 million gross annual revenue with at least 1 vehicle
 - Are federal government fleets
 - Hired affected fleets
 - Subsidiaries or fleet combinations totaling 50 or more trucks



Exempt from Regulation

- School buses
- Military tactical vehicles
- Vehicles awaiting sale
- Emergency vehicles (CVC 165)
- Transit vehicles subject to Innovative Clean Transit regulation
- Dedicated snow removal vehicles
- Vehicles subject to Mobile Cargo

Handling Equipment regulation

- Historical vehicles
- On-road vehicles subject to In-Use Off-Road Regulation
 - Two-engine trucks and workover rigs
 - Heavy cranes







ZEV Phase-in Schedule

- Milestones phased-in by vehicle types
- Flexibility to meet percentage requirements with any vehicle type
- NZEVs treated the same as ZEVs until 2035

Zero-Emission Fleet Percentage	10%	25%	50%	75%	100%
Box trucks, vans, two-axle buses, yard trucks	2025	2028	2031	2033	2035
Work trucks, day cab tractors, three-axle buses	2027	2030	2033	2036	2039
Sleeper cab tractors and specialty vehicles	2030	2033	2036	2039	2042



Mixed Fleet ZEV Phase-In

Vehicle Type	# of Vehicles	ZEVs in 2025	ZEVs in 2029	ZEVs in 2033	ZEVs in 2037	ZEVs in 2041	ZEVs in 2045
Box trucks, vans, two- axle buses, yard trucks	60	6	15	45	60	60	60
Work trucks, day cab tractors, three-axle buses	20	0	2	10	15	20	20
Sleeper cab tractors and specialty vehicles	20	0	0	5	10	15	20
ZEV Milestones	100	6	17	60	85	95	100

Alternative Compliance Pathway

- A fleet which does not meet the ZEV milestones still complies if every vehicle which is not a ZEV or NZEV:
 - Was owned by the fleet prior to January 1, 2024 and is still within its minimum useful life, or
 - Has been granted an exemption



Compliance Verification and Recognition

- Motor carriers, brokers, and other California persons or parties may only hire compliant fleets
- Compliant fleets to be listed online
 - Fleets can print own certificate
- ZEV fleet recognition for any fleet that meets all the following:
 - Has at least one ZEV
 - ZEVs are 5 percent or more of the fleet
 - Fleet meets the applicable ZEV milestones
 - Fleet owner meets reporting and record keeping requirement



Non-Compliant Fleet Requirements

- Fleets who fail to meet the ZEV milestones or the alternative compliance pathway are subject to additional requirements
 - All vehicles added to the fleet that don't qualify for an exemption must be ZEVs
 - All vehicles which are not ZEVs which have exceeded their minimum useful life must be removed from the fleet immediately



Combination Fleet Compliance

- Corporate joint compliance
 - Subsidiaries, parent companies, joint ventures may comply independently or jointly
- Controlling party compliance
 - A controlling party must include all fleets it directs under common ownership and control as part of their own fleet



Joint Compliance Example



Corporate Parent

Subsidiary A



Subsidiary B



25 Box Trucks

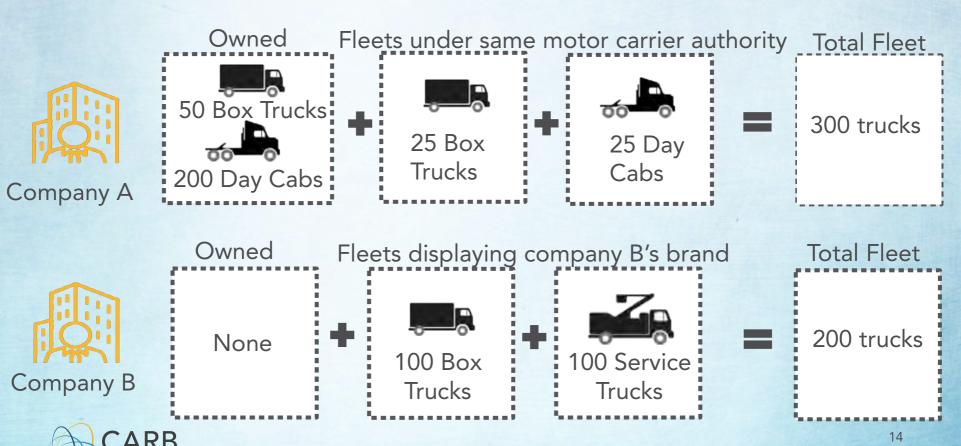
Subsidiary C



25 Day Cabs



Controlling Party Compliance Examples



Common Ownership or Control

- Common ownership definition currently is tied to dayto-day control over vehicles in the fleet, such as:
 - Using the same motor carrier number
 - Displaying the same name or logo
 - Contractors who represent the same company
- Does not include or address:
 - Brokers dispatching loads on ad-hoc or limited term basis
 - Load-board operations



High Priority and Federal Fleet Reporting

- Report compliance annually by March 1
 - Within 30 days of adding vehicles to the fleet
- General entity information
- Vehicle information
 - VIN, make, model, model year, weight class, body type
 - Fuel and drivetrain type
 - For tractors which are 12 years or older
 - · Odometer reading, engine family, and engine model year
- Records to be provided upon request
 - · Registration, vehicle information, odometer readings, etc.



Backup Vehicle Exemption

- Allows backup vehicles to be excluded from milestone calculations
 - Does not apply to yard tractors
- Cannot exceed 1,000 miles per year
- Report odometer reading and miles annually to claim exemption



Daily Mileage Exemption

- If available ZEVs do not meet fleet's daily mileage needs
 - Must have 10% ZEVs in the fleet
 - Must show no NZEVs are available
 - Must show available ZEVs cannot meet daily mileage needs of any combustion powered vehicle in the fleet of that type
- Submit 30 days mileage data for each vehicle of the type requested
 - Demonstrate 3 out of 30 days needs cannot be met with ZEV
- Submit data showing no ZEV infrastructure available along routes
- Allows combustion-powered purchase instead of ZEV



Emergency Response Exemption

- Applies to electricity, natural gas, water, wastewater services
- Addresses situations where fleets respond to emergencies
- Exemptions limited to 25% of total fleet
- Demonstrate:
 - >75% of body type must be ZEVs already
 - No infrastructure or mobile fueling options available
 - NZEVs not available
 - Why more ZEVs will limit ability to provide emergency service



Additional Information

- View or submit comments
- Meeting materials
- Future meetings



<u>Advanced Clean Fleets Program Page</u>: https://ww2.arb.ca.gov/our-work/programs/advanced-clean-fleets/

