State of California

CALIFORNIA AIR RESOURCES BOARD

Executive Order G-714-ADF-RE04A

Regulation on Commercialization of Alternative Diesel Fuels

Retail Fueling Station Exemption for Valley Pacific Petroleum Services, Inc.

Note: This Executive Order (EO) G-714-ADF-RE04A supersedes and replaces the previously issued EO G-714-ADF-RE04. This EO reflects the most recently approved exempted stations.

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 (in-use requirements) designed to control potential increases in oxides of nitrogen (NOx) emissions that could otherwise be caused by the use of biodiesel under certain circumstances. These in-use requirements have been effective since January 1, 2018. The ADF regulation also includes provisions that allow exemptions to the in-use requirements for qualifying retail fueling stations if owners can demonstrate that their stations meet the conditions specified in the ADF regulation section 2293.6(a)(5)(B).

A retail fueling station exemption may be granted if the owner can demonstrate that at least 90 percent of all sales at the station of biodiesel blends above the pollutant control level, are to a combination of light and medium duty vehicles and heavy duty vehicles with new technology diesel engines (NTDEs).

Valley Pacific Petroleum Services, Inc (VPPS), has applied for a retail fueling station exemption for VPPS stations. VPPS has chosen to make the demonstration in the ADF regulation section 2293.6(a)(5)(B) based on the volume ratio of diesel exhaust fluid (DEF) to diesel fuel, which CARB staff has determined must be at least 2.70 percent in order to show that 90 percent diesel vehicles that visit their stations have NTDEs.

VPPS has requested a retail fueling station exemption for the stations listed in Attachment 1 and submitted the monthly sales volume and the ratio of DEF to diesel fuel for the stations listed in Attachment 1 (Confidential Attachment 2).

The stations listed in Attachment 1 have met the conditions in section 2293.6(a)(5)(B) of the ADF regulation, demonstrated by their sales volume ratio of DEF to diesel fuel of at least 2.70 percent for the most recent consecutive three months.

NOW, THEREFORE, (IT IS ORDERED AND RESOLVED) that the stations listed in Attachment 1 have met the requirements for the retail fueling station exemption and are 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 to confirm that the exempted stores continue to meet the requirements, conditions, standards and procedures of title 13, California Code of Regulations, section 2293, et seq.

VPPS must send quarterly reports to CARB staff (<u>adf@arb.ca.gov</u>) of VPPS monthly sales volume and the ratio of DEF and diesel fuel for the stations listed in Attachment 1, no later than the 30th of the month following the end of each calendar quarter. If at any point the monthly sales volume ratio of DEF to diesel fuel drops below 2.70 percent, CARB may amend or revoke this Executive Order in order to ensure continued exemption eligibility and compliance.

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

Executed at Sacramento, California, this <u>26th</u> day of <u>January</u>, 2022.

Carolyn Zop

Carolyn Lozo Chief, Oil and Gas and GHG Mitigation Branch

Alternative Diesel Fuels Regulation Retail Station Exemption from In-Use Requirements

Attachment 1

This attachment lists all of the stations subject to the exemption granted from the in-use requirements of the ADF regulation under Executive Order G-714-ADF-RE04A.

Company name:	Valley Pacific Petroleum Services, Inc.
Company Contact:	Chadney Shawn
Contact Phone/E-mail:	559-471-5847 <u>chadney.shawn@vpps.net</u>

	Location Name	Location Address
1	Cloverdale	1313 S. Cloverdale Blvd. Cloverdale, CA 95425
2	Garberville	76 Bear Canyon Rd. Garberville, CA 95542
3	Scotia	101 Main St. Scotia, CA 95565
4	Eureka South	1141 W. Del Norte St. Eureka, CA 95501
5	Arcata	5000 West End Rd. Arcata, CA 95521
6	Stockton	1524 Fresno Ave. Stockton, CA 95206

Note: 2021 Q3 report reviewed. Stockton CA location added.