Heavy-Duty Technology Advancement: Interagency Collaboration for Public Health

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Region 9: Air Division

Technology & Partnerships Office

US EPA

US DOE Hydrogen & Fuel Cells Program

Annual Merit Review

April 30, 2019

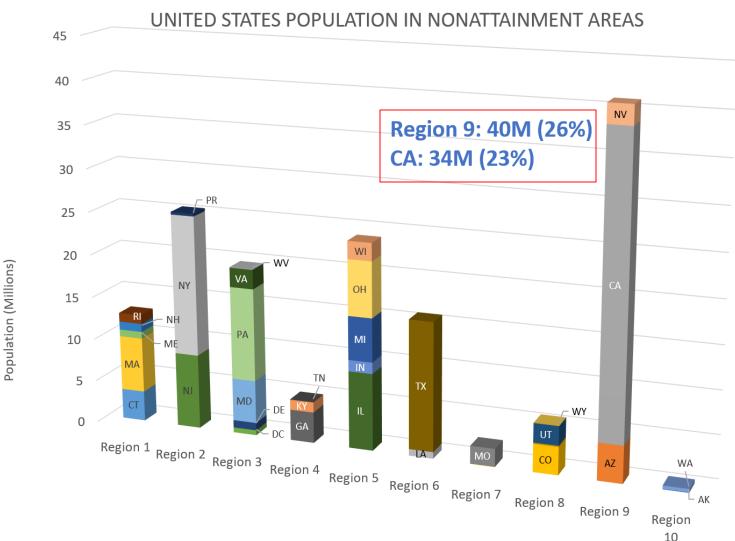
Presentation Topics



- 1) NAAQS Nonattainment & Emissions Inventory Data
- 2) Mobile Source Technology Activities:
 - a) Rulemaking
 - b) Funding
 - c) Technical Assistance
 - d) NAAQS SIP Review
- 3) Fuel Cell Technology Partnerships

NAAQS Nonattainment Population



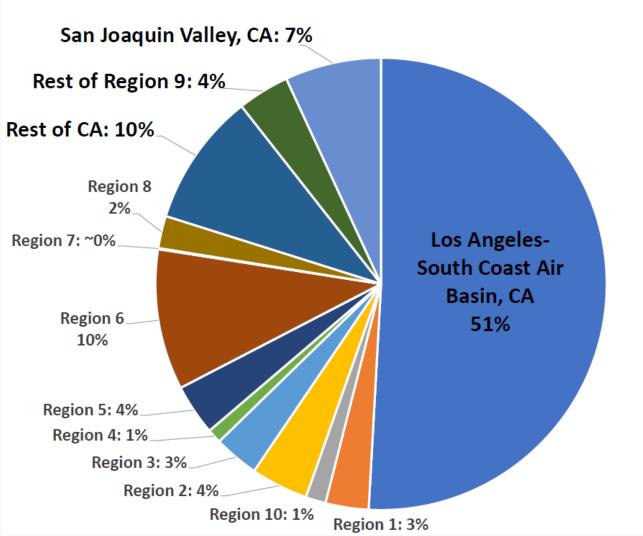


EPA REGION 9 - AIR

Unhealthy Ozone Exposure



POPULATION-WEIGHTED INCREMENTAL EXPOSURE ABOVE THE 2015 8-HOUR OZONE STANDARD



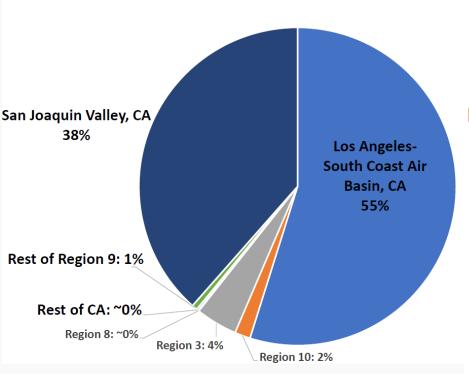
Finding: 72% of Americans exposed to unhealthy levels of ground level ozone pollution reside in Region 9.

US EPA (2019) USA Population Weighted Design Values 2017

Unhealthy PM2.5 Exposure

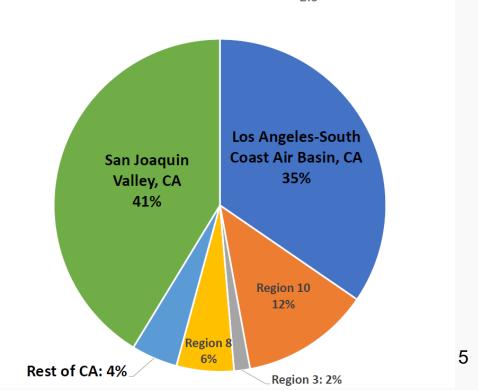


POPULATION-WEIGHTED INCREMENTAL EXPOSURE ABOVE THE 2012 ANNUAL PM_{2.5} STANDARD

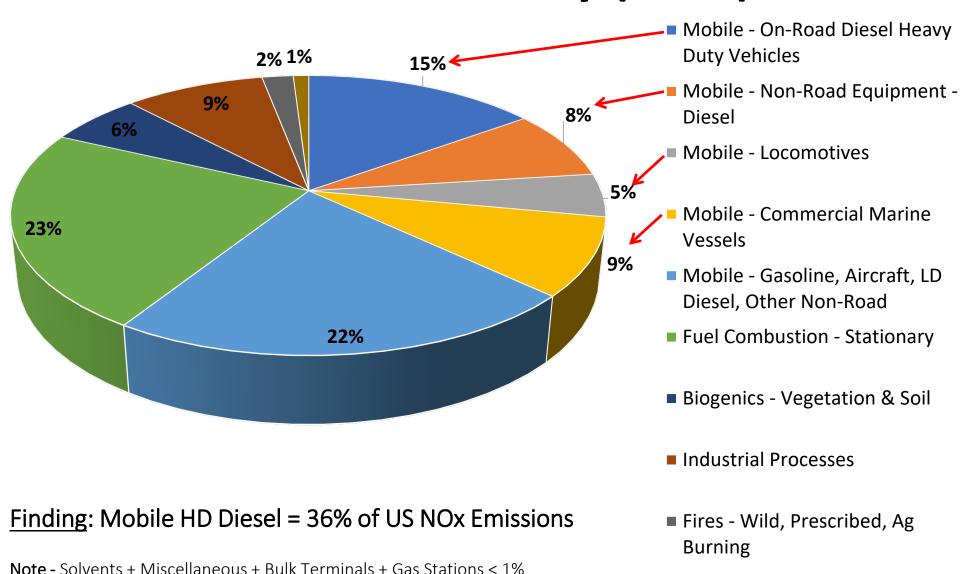


Finding: >80% of Americans exposed to unhealthy levels of fine particulate pollution reside in Region 9.

POPULATION-WEIGHTED INCREMENTAL EXPOSURE ABOVE THE 2012 24-HOUR PM_{2.5} STANDARD



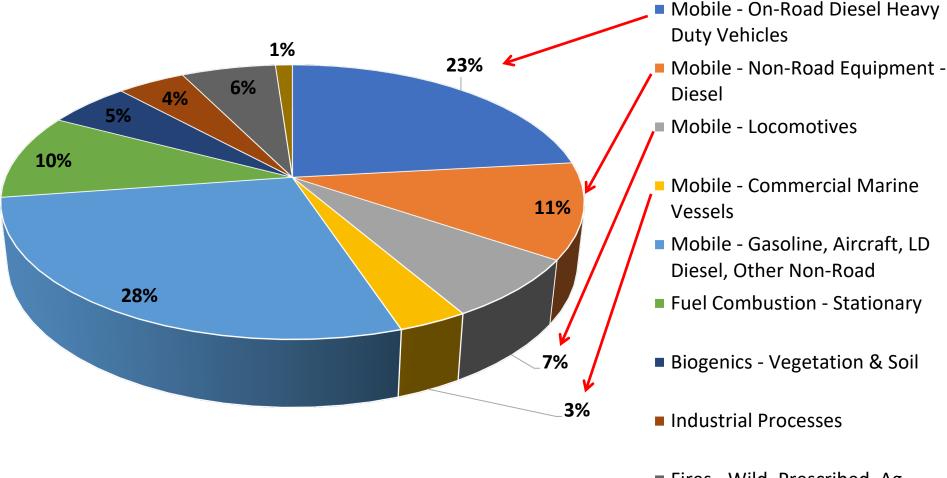
US NOx Inventory (2014)



Source: US EPA (2018) https://www.epa.gov/air-emissions-inventories/2014-national-emissions-inventory-nei-data

Waste Disposal

California NOx Inventory (2014)



Finding: Mobile HD Diesel = 45% of California NOx Emissions

Fires - Wild, Prescribed, Ag Burning

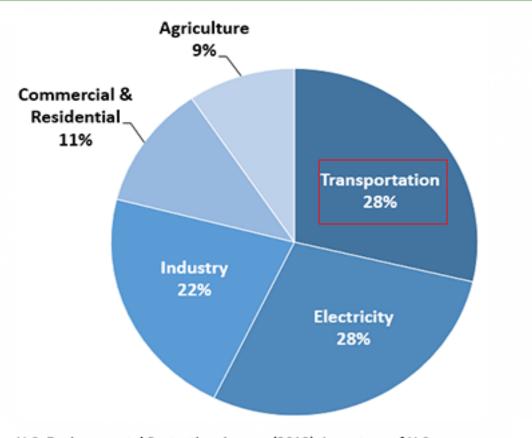
Waste Disposal

Note - Solvents + Miscellaneous + Dust + Bulk Terminals < 1%

US GHG Emissions Inventory (2016)



Sources of Greenhouse Gas Emissions in 2016



U.S. Environmental Protection Agency (2018). Inventory of U.S. Greenhouse Gas Emissions and Sinks: 1990-2016

Mobile Source Technology Activities



- Challenge: Heavy-duty mobile source NOx and PM2.5 reductions needed to attain NAAQS.
- Rulemaking: Cleaner Trucks Initiative (TBA), Tier 4
 Locomotive (final), Tier 4 Nonroad (final), Tier 4 Marine
 (final), Tier 3 Light-Duty (final), HD GHG Phase 2 (final,
 next slide)
 - https://www.epa.gov/regulations-emissions-vehicles-and-engines/cleaner-trucks-initiative
 - https://www.epa.gov/emission-standards-reference-guide
- Funding: DERA, Targeted Airshed
- Technical Assistance & Partnerships: Emissions testing/verification, planning, R&D
- NAAQS SIP: Credit for mobile source incentive programs
 (review pending)

HD GHG Phase 2



- Advanced Technology Multipliers: Intended to incent OEM's to produce zero emission capable drivetrain technologies for Class 2b-8 onhighway vehicles through MY2027.
- Cost Analysis: Credit values based on CARB analysis that compared
 costs to conventional ICEV technologies. Analysis showed that adopting
 multipliers in this range would make ZEV technologies much more
 competitive with ICEV technologies, and could allow OEMs to more
 easily generate a viable business case to develop ZEV technologies and
 bring them to the heavy-duty market at a competitive price.
- Zero Upstream Emissions: Rule does not account for upstream emissions for BEVs and FCEVs.

Table I-2 Advanced Technology Multipliers

Technology	Multiplier
Plug-in hybrid electric vehicles	3.5
All-electric vehicles	4.5
Fuel cell vehicles	5.5



❖Public-Private Partnership

Regional Clean Diesel Collaboratives

❖EPA Regions 9 & 10 → AK, AZ, CA, HI, ID, NV, OR, WA, Pacific Islands & 419 Native Tribes

❖Over 1,000 Partners

















A public-private partnership to reduce diesel emissions















West Coast Collaborative Goals

- 1) Help meet National Ambient Air Quality Standards (NAAQS).
- 2) Reduce diesel particulate emissions in impacted communities, and leverage emission reduction co-benefits.
- 3) Support technology advancement and deployment to increase energy efficiency, energy security, and economic growth.



Picture: Pre-1980 school bus exhaust

https://westcoastcollaborative.org

DERA & HD FCEV Technology



- Purpose: Funding assistance to retrofit, repower, or replace legacy heavy-duty diesel vehicles and equipment.
- Goal: Reduce diesel emissions and exposure, particularly from fleets operating in areas with poor air quality.
- Appropriation: FY18 = \$75M; FY19 = \$87M
 - -FY19 RFA closed 3/26/19
 - -Project selections TBA Fall 2019

DERA-eligible FCEV Applications



Eligible Fuel Cell Applications:*

- Urban Buses
- Drayage Trucks
- Terminal Tractors
- Stationary Generators
- Forklifts

US EPA Cost-Share Caps:*

- Repower ≤ 60%
- Replacement ≤ 45%
 - Drayage Trucks ≤ 50%

*Requires diesel engine scrappage

Targeted Airshed Program



- Purpose: Funding assistance for local, state and/or tribal air pollution control agencies developing plans, conducting demonstrations, and implementing projects to reduce air pollution in the top five most polluted areas relative to ozone and PM2.5 NAAQS.
- Goal: Reduce air pollution in the nation's most polluted airsheds.
- Appropriation: FY18 = \$40M; FY19 = \$52M
- US EPA Cost-Share: ≤100% for all projects
 - All zero emission technologies are eligible



Medium & Heavy-Duty Alternative Fuel Infrastructure Corridor Coalition (AFICC)

https://westcoastcollaborative.org/workgroup/wkgrp-fuels.htm

FAST Act: Section 1413 Alternative Fuel Corridor Designations

- National electric vehicle charging, hydrogen, propane, and natural gas fueling corridors.
 - Directs US DOT to designate alternative fuel corridors that identify the near and long-term need for, and location of fueling infrastructure at strategic locations along major national highways to *improve the mobility of passenger and commercial vehicles that employ electric, hydrogen fuel cell, propane, and natural gas fueling technologies* across the United States.

Source: Federal Highway Administration (2019) https://www.fhwa.dot.gov/environment/alternative_fuel_corridors/

West Coast M/HD Alternative Fuel Corridors

- Interstate collaboration is needed to develop west coast corridors for M/HD AFV fueling similar the one shown here for LD ZEVs. This would help to address:
 - Emission reductions
 - Fuel supply diversity
 - Sustainable freight,
 public works, refuse
 collection, transit &
 school bus
 - Local job creation and economic development



WCC AFICC Steering Team Members

Federal: US EPA, US DOT, US DOE

California: GO-Biz, Caltrans, CARB, CEC, CAPCOA, CALCOG

Oregon: ODOT, ODEQ, ODOE, CWCCC, Oregon Metro, RVMPO

Washington: WSDOT, WDOE, WSEO, PSCAA, PSRC

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Clean Air Technology Initiative (CATI)

- Purpose: Coordinate public sector development of and investments in advanced clean air technologies.
- Goal: Reduce emissions from major contributors to ambient PM2.5 and ozone in San Joaquin Valley and South Coast.
- Stakeholder Partnerships: CA Fuel Cell Partnership, CA
 Natural Gas Vehicle Partnership, Veloz/CA Plug-in Electric
 Vehicle Collaborative, CA Environmental Dialogue, DOE Clean
 Cities Coalitions, etc.
- Partner agencies include:











Focus of the CATI

Demonstrating and accelerating the deployment of the cleanest technologies in the South Coast and San Joaquin Valley to meet NAAQS goals by:

- Determining targeted sectors
 - Identifying technology options for priority sources
 - Providing funding for technology testing and deployment
 - Identifying & pursuing policy options
 - ☐ Enhancing outreach and education

CA Fuel Cell Partnership



- **US EPA Participation:** Charter member (1999), Region 9 has represented the agency since 2011.
- Priority Issue: Accelerating development & deployment of M/HD FCEV & H2 technologies to help address NAAQS nonattainment challenges.
- M/HD Activities: https://cafcp.org/buses_trucks
 - Fuel Cell Electric Bus Roadmap (2013, update TBA)
 - https://cafcp.org/sites/default/files/A%20Roadmap%20for%20Fuel%20Cell%20Electric%20
 Buses%20in%20California.pdf
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 - Fuel Cell Electric Truck Action Plan for California (2016)
 - https://cafcp.org/mdhd-action-plan-2016
 - California Fuel Cell Revolution (2018)
 - https://cafcp.org/sites/default/files/CAFCR.pdf
- Interagency Engagement: US DOE, US EPA, CA GO-Biz, CARB, CEC, CDFA, SCAQMD, BAAQMD

UC Davis ITS STEPS



• Sustainable Transportation Energy Pathways (STEPS): Multidisciplinary research consortium, part of the Institute of Transportation Studies at the University of California, Davis.

Principles:

- Generate new insights and tools to understand the transitions to a sustainable transportation energy future for California, the US and the world (Research)
- Disseminate valued knowledge and tools to industry, government, the environmental NGO community, and the general public to enhance societal, investment, and policy decision making, (Outreach)
- Support the training of the next generation of transportation and energy leaders and experts. (Education)
- Interagency Engagement: US DOE, US DOT, US EPA, Caltrans, CEC, CARB, SCAQMD

UCDAVIS



US EPA's Assessment of Fuel Cells at Ports

- US EPA's Office of Transportation and Air Quality (OTAQ) established the US EPA Ports Initiative in part to identify advanced technologies and strategies to reduce emissions at ports.
- Partnered w/ ERG to develop a research report that characterizes fuel cell technology systems and how they can be utilized at ports.
- Fuel cell technologies have the potential to replace diesel engines across a variety of sectors (i.e. marine, rail, and nonroad) and thus significantly reduce diesel emissions at ports.

Objective: Support stakeholders with a better understanding of the technical specifications as well as the current and future opportunities for fuel cell applications at ports.



Fuel Cells at Ports Research Project

Report Contents:

- Detailed background information on fuel cells
- Identify current applications of fuel cells across U.S. marine ports
- Emissions and cost effectiveness analysis of fuel cells
- Economic analysis of fuel cells (port focused)
- Future projection geared to commercial viability of fuel cells

Expected Outcomes:

- Used to assist US EPA and port stakeholders in evaluating fuel cell technologies.
- Estimate potential emissions impacts/benefits for nonroad, marine, and heavy-duty applications.
- Guide the use of fuel cell technologies in the DERA program.

Completed report expected by Fall 2019

• Project Contact: Britney McCoy, <u>mccoy.britney@epa.gov</u>









Ideas, Comments, Questions...?



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http://epa.gov/cleandiesel/

http://www.westcoastcollaborative.org/

https://www.epa.gov/cati/about-clean-air-technology-initiative-cati

Appendix: Mobile Source Funding Opportunities

VW Diesel Settlement



- ZEV Investment Plans = \$800M in CA; \$1.2B in other 49 states
 - Focused on LD ZEV education and infrastructure deployment w/ some potential to support LD ICEV-to-ZEV replacements in CA.
- NOx Mitigation Trust = \$2.7B nationwide (over 10 yrs)
- NOx mitigation funds could be used for M/HD diesel-to-AFV replacements and repowers, including:
 - Class 4-8 trucks
 - Buses school, shuttle and transit
 - Forklifts and other cargo handling equipment
 - Airport ground support equipment
 - Harbor craft
 - Switch locomotives

FAST Act: National Funding

CMAQ - Congestion Mitigation and Air Quality Improvement Program = ~\$2.4B/yr

https://www.fhwa.dot.gov/environment/air_quality/cmaq/

FASTLANE - Fostering Advancements in Shipping and Transportation for the Long-term Achievement of National Efficiencies = ~\$900M/yr

https://www.transportation.gov/buildamerica/FASTLANEgrants

TIGER - Transportation Investment Generating Economic Recovery = ~\$500M/yr

https://www.transportation.gov/tiger

TIFIA - Transportation Infrastructure Finance and Innovation Act = ~\$300M/yr

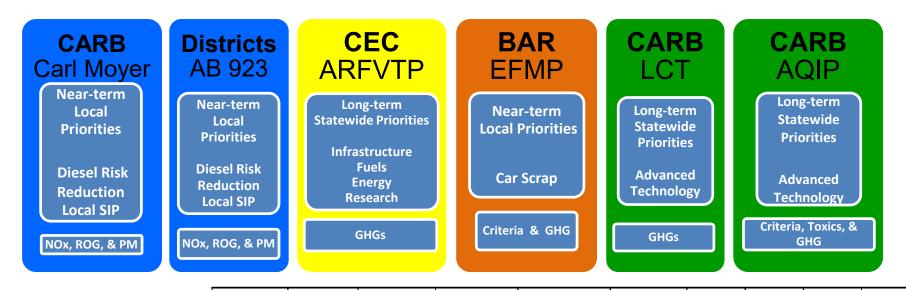
https://www.transportation.gov/buildamerica/programs-services/tifia

FTA Bus and Facility Competitive Grants = ~\$300M/yr

https://www.transit.dot.gov/funding/grants/buses-and-bus-facilities-grants-program-5339

FTA Low-No Bus Grants = \sim \$55M/yr

California Mobile Source Incentive Programs (2019)



	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
CARB Carl Moyer	\$69M/yr									
Air Districts AB 923	\$50M/yr									
CARB AQIP	\$25M/yr									
CARB Low Carbon Transportation	\$200M	\$90M	\$363M	\$560M	\$455M	\$412M*	?	?	?	?
CEC ARFVTP	\$100M/yr									
BAR EFMP	\$35M/yr									
CARB GMERP/Prop 1B	\$24	OM								

^{*}FY19-20 Governor's Budget Proposal

Other Mobile Source Funding



- US DOE EERE FCTO (Federal Appropriations) = ~\$100M/yr
- US DOE EERE VTO (Federal Appropriations) = ~\$300M/yr
- USDA NRCS (Farm Bill) = ~\$30M/yr
- US EPA Clean Air Technology Initiative (R9) = ~\$1M/yr
- CPUC SB350 TE (IOU ratepayers) = ~\$781M over 5 yrs
- BAAQMD MSIF & TFCA (fees) = ~\$33M/yr
- SMAQMD (fees) = \sim \$4M/yr
- SJVAPCD TAP (fees) = ~\$5M/yr
- SCAQMD TAO (fees) = ~\$10M/yr
- WSEO ETS = ~\$11M in 2019
- WDOE Diesel (State Appropriations + DERA) = ~\$1M/yr