

Funding Opportunities for Freight and Marine

Hydrogen and Fuel Cells in the Ports and Shipping
Banning's Landing Community Center
October 10, 2018
Leslie Goodbody

Funding for Trucks, Freight and Port Equipment

Today's topics...

- Low Carbon
 Transportation (LCT)
- Community Air Protection
- VW Environmental Mitigation Trust

Low Carbon Transportation

GHG reductions and AB 1550 benefits

\$560M for 2017-18

Community Air Protection

Criteria, toxics, GHG reductions for communities

\$250M for 2017-18

VW Mitigation Trust

NOx mitigation

\$423M for 2017+

ARB's Suite of LCT Projects



Hybrid and Zero-Emission Truck and Bus Voucher Incentive Project (HVIP) + Low NOx Engine Incentives



- Numbers as of October 1, 2018:
 - Over 5,000 vouchers and \$317M committed
 - \$73 available for all technologies, plus \$8M for Low NOx small fleets
 - Additional \$125M following CARB Board approval this month
- 2017-18 incentives for hydrogen fuel cell technology
 - \$300,000 for fuel cell buses and trucks plus \$100,000 infrastructure enhancement with 5 or more vehicles







Clean Off-Road Equipment (CORE) Voucher Incentives

- \$40M for first-come, first-served vouchers
 - Yard trucks, large forklifts, RTGs, TRUs, rail car movers
 - Ground support equipment aircraft tugs and cargo loaders
- Solicitation for statewide administrator ~ November 2018
- Vouchers available ~ late summer 2019
- Project Lead: Eloy Flores, <u>eloy.florez@arb.ca.gov</u>

LCT Projects (cont'd)



Advanced Technology Demonstration Projects Awarded to-date

APL

- \$84M awarded; 11 agreements, including:
 - 5 Class 8 fuel cell on-road trucks
 - Electric top loader with fuel cell range extender and inductive charging
 - Fuel cell yard truck and battery electric yard truck head-to-head comparison
 - Fuel cell passenger ferry





LCT Projects (cont'd)



Zero- and Near Zero-Emission Freight Facilities Project – preliminary awards

- \$205M available; preliminary awards to 11 projects, including:
 - Shore-to-Store: 10 Kenworth-Toyota Class 8 FC trucks,
 2 large-capacity Shell hydrogen stations
 in Wilmington and Ontario
 - 2 FC yard trucks in the Port of LA
 - 4 FC next gen hybrid delivery vans and
 - 15 FC hybrid delivery vans, both for UPS
- Projects "awarded" when agreements fully executed





Plan for Infrastructure Early

- Utility considerations
- * Station location(s)
- * Near-term vs. at-scale
- * Station footprint
- Opportunities for energy storage
- Renewable requirements
- * Fueling window(s)
- Capitol and O&M costs
- * Time considerations (CEQA, design, permitting, contracting)
- Fuel costs and incentives (LCFS)

Proposed FY 2018-19 Funding Plan for Clean Transportation Investments

Project Category	Allocation (millions)	Minimum AB 1550 Investment
Light-Duty Vehicles and Transportation Equity		
Clean Vehicle Rebate Program (CVRP)	\$200	22%
Transportation Equity Projects	\$75	82%
Heavy-Duty and Off-Road Equipment		
Clean Truck and Bus Vouchers	\$125	75%
Freight Equipment Demonstration and Pilot Commercial Deployment	\$55	≥50%
TOTAL	\$455	≥45%

Community Air Protection Program

Bay Area AQMD - \$50M

- * First-come, first-served
 - Hayward to Richmond along HWY 880/80
 - * Refinery Corridor
- * Apply online



South Coast AQMD - \$107.5M

- Approved Year 1 Communities
 - * Wilmington/West Long Beach/Carson
 - San Bernardino/Muscoy
 - * East LA/Boyle Heights/West Commerce
- Kickoff meetings and steering committee meetings in October/November

www.aqmd.gov/ab617

San Joaquin Valley APCD - \$80M

- Approved Year 1 Communities
 - * South Central Fresno & City of Shafter
- Establishing Steering Committee now

www.valleyair.org/community

Volkswagen Environmental Mitigation Trust

- * \$423 million for NOx mitigation (Consent Decree Appendix D)
 - * Funding for zero-emission and low NOx technologies
 - Beneficiary Mitigation Plan approved last May
 - * Projects administered statewide by BAAQMD, SCAQMD and SJVAPCD
 - * Public workgroup meetings late fall/winter
 - Funding available starting in early 2019

Beneficiary Mitigation Plan

Eligible Mitigation Action (Project) Category	Allocation (millions)	Disadvantaged or Low-Income Community Benefit
Zero-Emission Transit, School, Shuttle Buses	\$130	50%
Zero-Emission Class 8 Freight and Port Drayage Trucks	\$90	50%
Zero-Emission Freight / Marine Projects - Forklifts and Port Cargo Handling Equipment, Airport GSE, Shorepower, Zero-emission Ferry, Tugboat, and Towboat Repowers	\$70	75%
Combustion Freight / Marine - Low NOx Class 7-8 trucks, Tier 4 Freight Switchers, Tier 4 or Hybrid Ferry, Tugboat, and Towboat Repowers	\$60	50%
Light-Duty ZEV Infrastructure	\$10	35%
Reserve (including administrative costs)	\$63	
TOTAL	\$423	> 50%

Class 8 Freight & Port Drayage Trucks

Allocation: \$90 million

* Focus on later/future deployment of zero-emission technologies for heavy heavy-duty trucks



Class 8 Truck Years 1-2	Class 8 Truck Years 3-5			
Up to \$200,000*	To be re-evaluated as costs decrease*			
* Not to exceed 75 percent for non-government owned or 100 percent for government owned				

- * Compliant 1992 to 2012 model year replacements
- * Staff estimates at least 50 percent of allocation will benefit disadvantaged or low-income communities

Zero-Emission Freight and Marine

Allocation: \$70 million

* Funds the most cost-effective zero-emission freight or marine projects to ensure NOx reductions while supporting deployment of early commercial zero-emission technologies

Airport GSE	Forklifts & Port Cargo Handling Equipment	Ferry or Tugboat all electric repower	Shorepower
Up to full incremental cost*	Up to \$175,000*	Up to \$2.5 million*	Up to \$2.5 million*

^{*} Not to exceed 75 percent for non-government owned or 100 percent for government owned

* At least 75 percent of allocation will benefit disadvantaged or low-income communities



Contact Information

- * Leslie Goodbody
 - * 916-323-2961, leslie.goodbody@arb.ca.gov
- * FY2018-19 LCT Funding Plan
 - * Board Hearing October 25, 2018
- * Office of Community Air Protection
 - * Kyle Goff, kyle.goff@arb.ca.gov
 - * www.arb.ca.gov/msprog/cap/capfunds.htm
- * Volkswagen Environmental Mitigation Trust
 - * For updates and to join the listserve: https://www.arb.ca.gov/msprog/vw_info/vsi/vw-mititrust/vw-mititrust.htm
 - * Questions? email vwmititrust@arb.ca.gov
- * CaliforniaHVIP.org