

## **Advanced Clean Trucks**



January 3, 2024 BRTB-ICG Meeting
Tim Shepherd



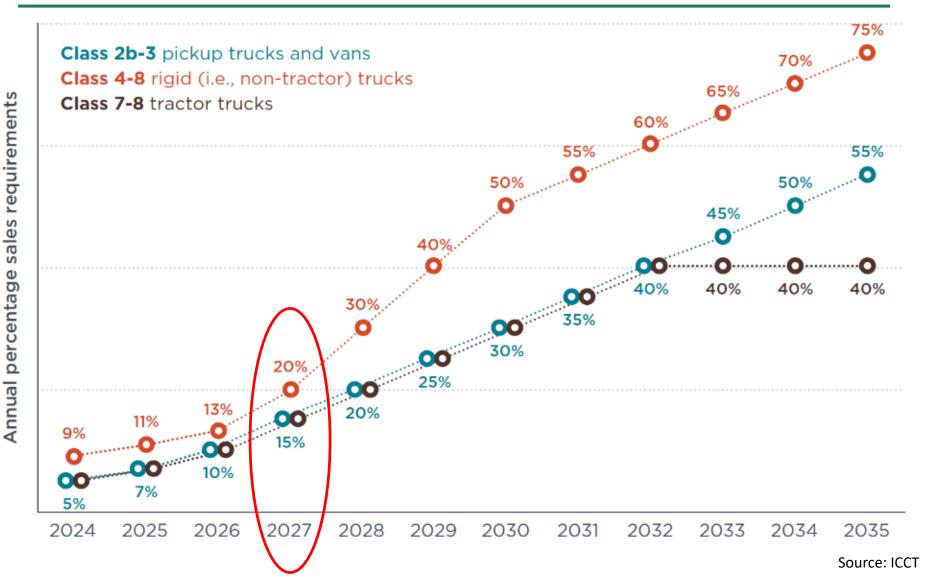
## New Vehicle Emission Regulations

- The Clean Trucks Act of 2023 requires the Department to adopt California's Advanced Clean Trucks (ACT) Program by the end of the year.
- ACT is one of California's vehicle emission regulations.
  - California is the only state authorized to set vehicle emission standards
  - Section 177 of the Clean Air Act allows other states to adopt California's standards if they are identical
- The regulation will take affect for the 2027 Model Year. The Clean Air Act requires two MY lead time for vehicle manufacturers.
  - Adopting through Incorporation by Reference the same way Clean Cars Program was adopted.

- The Advanced Clean Truck (ACT) Regulation requires a growing percentage of medium- and heavy-duty vehicle sold to be zero emission.
  - Vehicles with a GVWR over 8,500 lbs.
  - Class 2b Class 8 vehicles.
- ZEV sales are phased-in beginning in MY 2024 (2027 for MD) and increase through MY 2035, remaining constant thereafter.
- Similar credit, banking, and trading program as lightduty manufacturers have under the Advanced Clean Car.

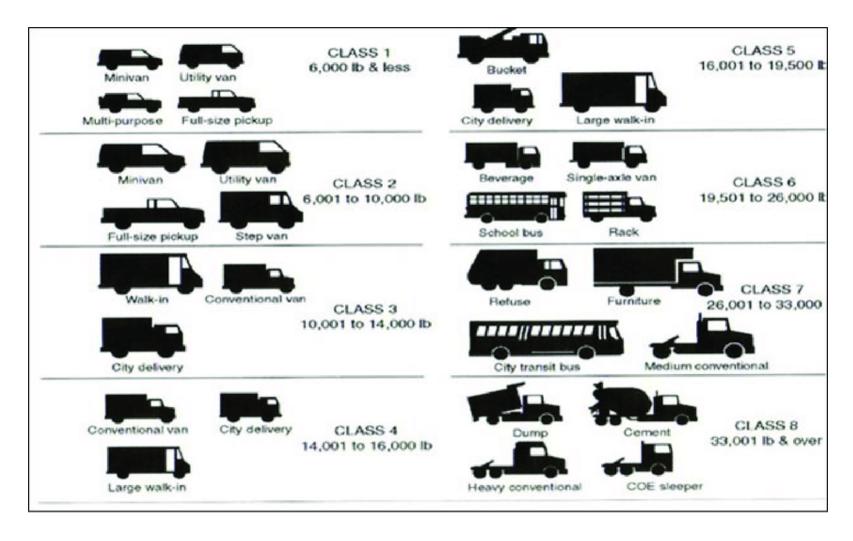


## Advanced Clean Truck (ACT) Program





## Medium/Heavy-Duty Trucks



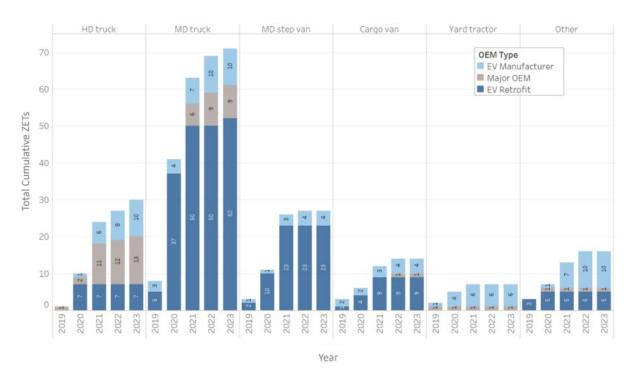
Source: Researchgate.net



## **ZEV Truck Availability**

- According to a CALSTART report there were 20 models of Class 2b-8 ZETs available in 2019.
  - By 2021 that number rose to 145 models and is expected to rise to 165 by the end of 2023.

Figure 3: ZETI Model Availability in the United States (2019-2023)

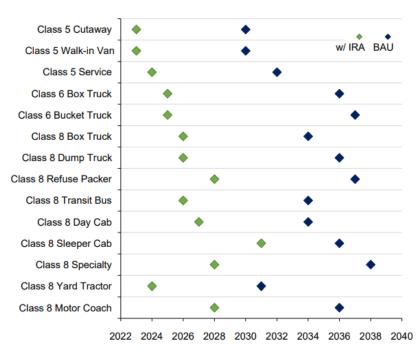




### **Purchase Incentives**

- Federal IRA Tax Credit for Qualified Commercial Clean Vehicles is smaller of:
  - 30% of vehicle price;
  - Incremental cost vs. diesel; or
  - **–** \$40,000.
  - Additional credits for charging
- Maryland: grants for 75% of incremental cost (\$10M avail per year)

Figure 1. Year purchase price parity is achieved for a range of types of ZEVs compared to internal combustion vehicles for business-as-usual and with the IRA



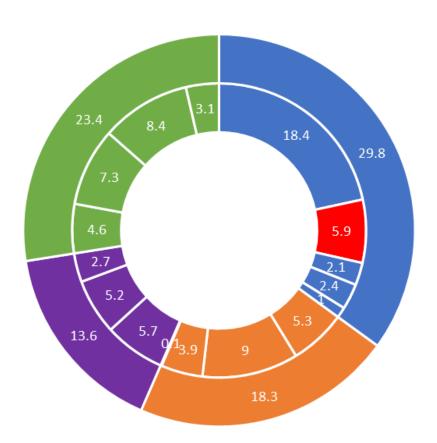
ERM, 2023, Inflation Reduction Act Supplemental Assessment: Analysis of Alternative Medium- and Heavy-Duty Zero-Emissions Vehicle Business-as-usual scenarios.

www.erm.com/contentassets/154d08e0d0674752925cd82c66b3 e2b1/edf-zev-baseline-technical-memo-addendum.pdf



## Greenhouse Gas Emission in Maryland

2020 GHG Emissions in Maryland (85.06 Million Metric Tons of CO2 equivalent)



#### ■ TRANSPORTATION 29.8

- Onroad Gasoline 18.4
- Onroad Diesel 5.9
- Nonroad 2.1
- Aviation 2.4
- Other 1

#### ELECTRICITY GEN. 18.3

- Natural Gas 5.3
- Imports 9.0
- Coal 3.9
- Oil.1

#### **BUILDING ENERGY USE 10.9**

- Residential 5.7
- Commerical 5.2
- Industrial 2.7

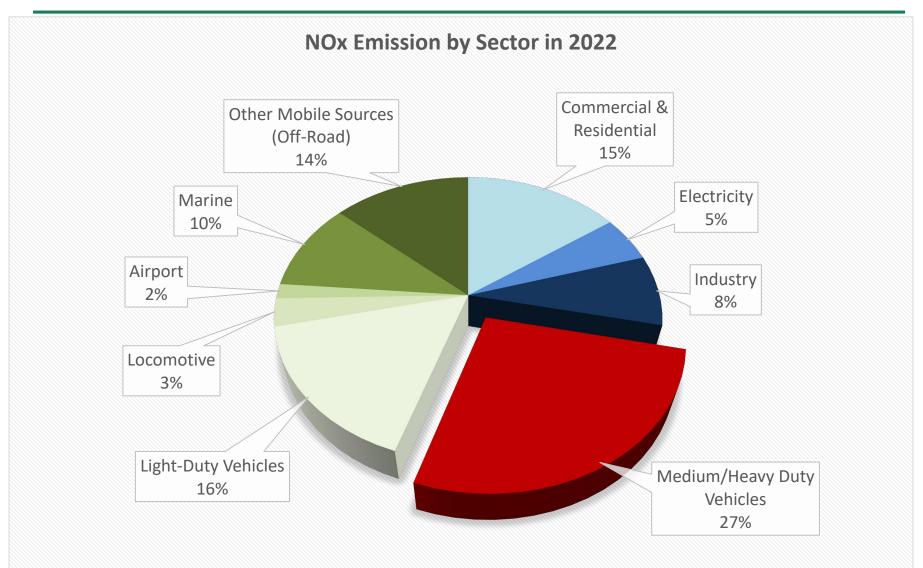
#### ■ NON COMBUSTION 23.4

- Fossil Fuel Industry 4.6
- Industrial Processes and Product Use 7.3
- Waste Management 8.4
- Agriculture 3.1

Source: Maryland 2020 Greenhouse Gas Inventory



## Air Quality Impacts





- MDE adopted a new chapter in COMAR 26.11.43
   Advanced Clean Trucks Program
- The new chapter covers the implementing ACT regulations as well as the Incorporated by Reference documents in 26.11.43.02
- MDE proposes to allow manufacturers to earn early compliance credits beginning with the 2026 MY.
  - This will help encourage manufacturers to place zero emission trucks in Maryland a year earlier, improving overall emission benefits of the program.



This Year: Regs were published in Maryland Register on December 15, 2023 and were adopted December 25, 2023.

Next Year: Needs Assessment and Deployment Plan

- Required by *Clean Trucks Act of 2023*
- MDE, MDOT, DGS, MEA, and PSC will assess: fueling/charging demands & infrastructure; necessary fueling/charging stations; purchase incentives; state fleet transition.

Model Year 2027 (calendar year 2026): Regs effective



# QUESTIONS?