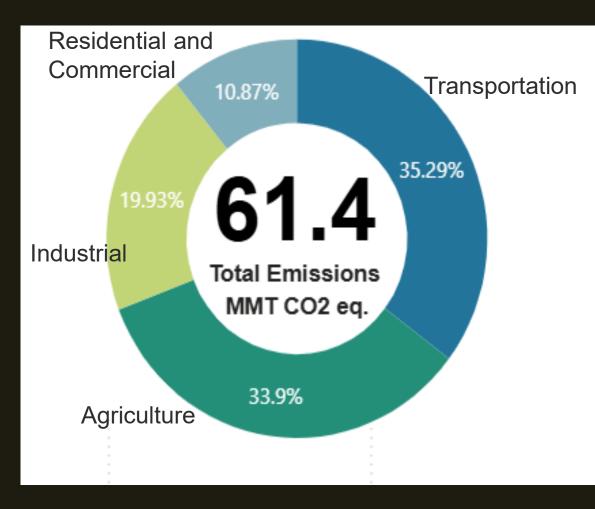


#### Oregon's Clean Truck Rules - Heavy Duty Low NOx Omnibus Rule - Advanced Clean Trucks Rule

Rachel Sakata, Eric Feeley, Gerik Kransky March 13, 2025 Environmental Quality Commission



# Oregon's Strategy to Address Tailpipe and Climate Pollution





Statewide Transportation Strategy: A 2050 Vision for Greenhouse Gas Reduction



Multi-Agency Implementation Work Plan June 2020 - June 2022

OREGON DEPARTMENT OF TRANSPORTATION, OREGON DEPARTMENT OF LAND CONSERVATION AND DEVELOPMENT, OREGON DEPARTMENT OF ENERGY, OREGON DEPARTMENT OF ENVIRONMENTAL QUALITY



# **Background: Clean Truck Rules**

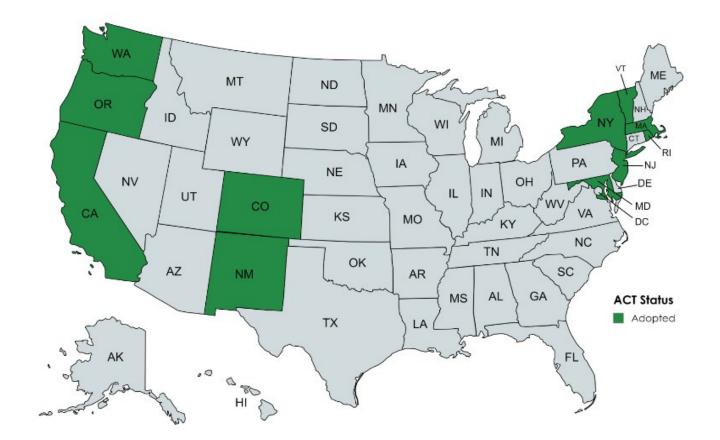
- Adopted by EQC in Nov. 2021
  - Heavy Duty Low NOx Omnibus Rule
  - Advanced Clean Trucks (ACT) Rule
- Temporary rule (Nov. 2024)
  - Delayed implementation of Omnibus rule to 2026
  - ACT Incorporated additional flexibilities





#### State Action regarding Medium- and Heavy-Duty Vehicle Regulations

- 11 states have adopted regulations for mediumand heavy-duty vehicles
  - Represents 25% of new truck sales
- EQC adopted these rules in 2021
  - Temporary updates adopted in 2024





## Background: Heavy-Duty Low NOx Omnibus Rules



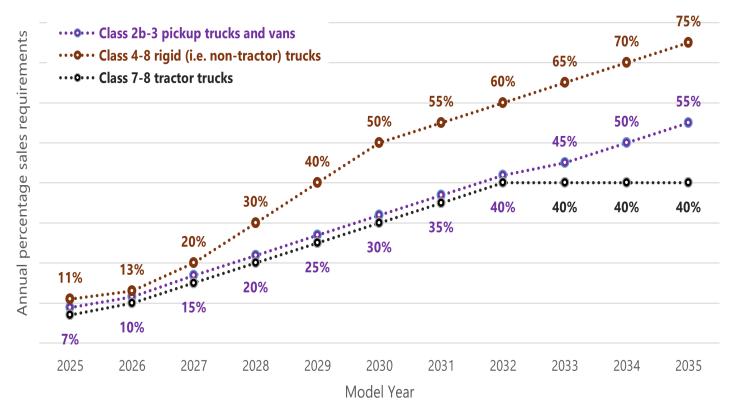
- Omnibus Program Elements
  - Lower NOx and  $PM_{2.5}$
  - New Low Load Standard
  - Longer Useful Life and Warranty Periods
  - In Use Testing
  - Exemptions



# **Background: Advanced Clean Trucks Rule**

- Manufacturer sales
   requirement:
  - Must sell new plug-in hybrid emission/zeroemission trucks as a percentage of their overall sales
- Rule begins with 2025
   model year
- The rule does <u>not</u> ban diesel trucks or sales of diesel trucks

Medium- and Heavy-Duty Zero Emission Sales Percentage Schedule by Vehicle Group and Model Year





## Advanced Clean Trucks Rule – Flexibilities

- Rules are designed to support a flexible and achievable transition
  - Sales target that starts low and grows over time
  - Credit for ZEV or plug-in hybrid emission trucks in Oregon
  - Credit for ZEV trucks sold in 2022 2024
  - Purchase credits from other manufacturers
  - Flexibility to trade credits among some vehicle classes (non-tractors)
  - Allows additional time to comply
- Exempts low-volume manufacturers



#### Advanced Clean Trucks Rule – Key Issues



 Availability and suitability of ZEV trucks (especially Class 7-8 tractors)

 Availability of public charging infrastructure



# Advanced Clean Trucks Rule – Key Issues



- Dealers challenged by purchase mandates being imposed by manufacturers
- Cost of ZEV trucks and adequacy of Oregon's incentives



# **Advisory Committee**

- Advisory Committee met (Feb. 21 and March 7)
- Discussion topics

1) Make permanent the temporary rules for:

- Low NOx Omnibus delay implementation until 2026
- Advanced Clean Trucks incorporate recent amendments providing additional flexibilities for manufacturers

2) Additional options for the rules





# Advisory Committee – Low NOx Omnibus

Major topics:

- Delay Omnibus implementation until 2027
- Further delay creates air quality impacts
- Availability of Omnibus compliant engines in 2026
- Increased cost of new, compliant diesel engines and trucks
- Consider enforcement discretion for specific sectors



# Advisory Committee Discussion – Advanced Clean Trucks

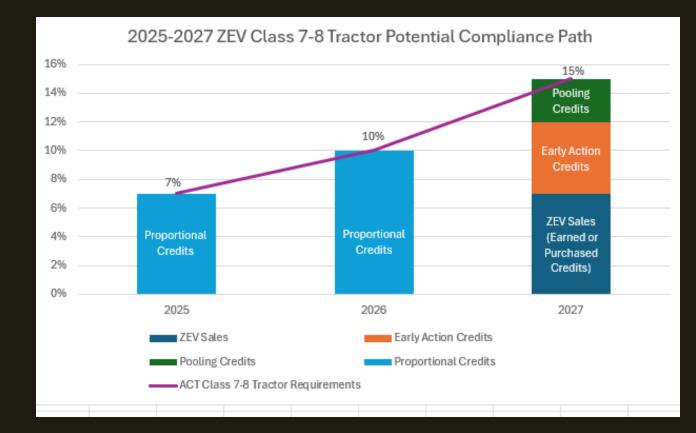


- Governor Kotek directed DEQ to solve issues and maintain regulations
- Class 7-8 tractor compliance challenges
- Importance of ZEV delivery for air quality goals



# Advisory Committee Discussion – Advanced Clean Trucks

- Proportional credits for Class 7-8 tractors
  - Manufacturers earn "free" credits
  - Based on a percentage of Oregon sales
  - Provides certainty in early years of ACT implementation





# Advisory Committee – Proportional Crediting Key Issues

- Flexible credit usage
  - Allow Class 7-8 tractor
    proportional credits for Class
    4-8 deficits
- Evaluate proportional crediting every two years
- ZEV deployment concerns





## **Next Steps**

- Engage in ongoing conversations with interested parties
- Ongoing rulemaking process:
  - Rule scope will include evaluation of concerns and potential solutions
  - Rule Advisory Committee meetings (February March 2025)
  - Public comment period and hearing (May 2025)
- Pursue multi-state flexibilities for Class 7-8 tractor trucks
   Credit pooling



## **Questions?**



### **Title VI and Alternate Formats**

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