Rhode Island VW Environmental Mitigation Plan Informational Session

> May 17, 2018 Rhode Island College Gaige Hall, Room 200 4:00PM – 6:00PM





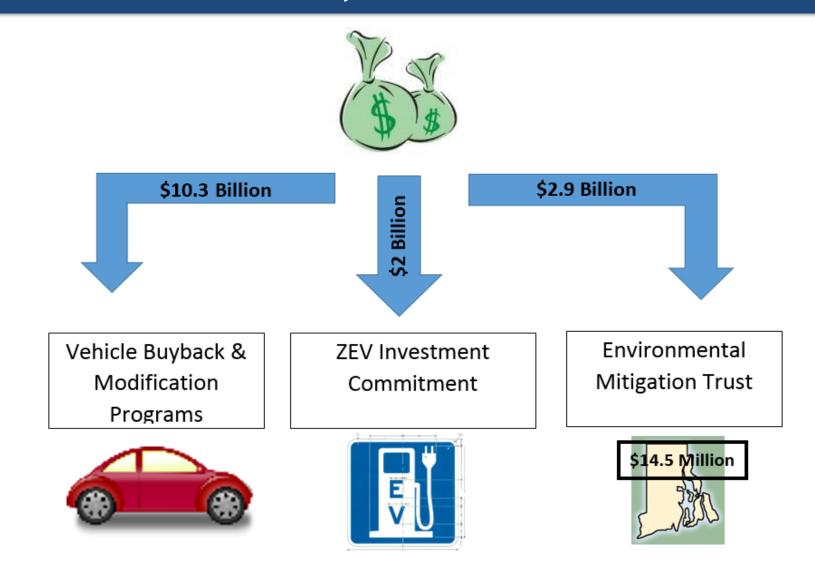




Agenda

- Welcoming Remarks and Overview of VW Settlement
- Background on VW Settlement
- Overall Goals of Plan and Proposed Use of Funds
- EV Transit Bus Proposal
- Charging Infrastructure Proposal
- Emission Reduction Quantification & Estimates
- Administrative Process & Next Steps
- Public Feedback

Overview of VW Settlement



Overview of VW Settlement

- Settlement Finalized October 25, 2016
- Trust Effective Date October 2, 2017
- Rhode Island Submitted Beneficiary Certification Form
 November 28, 2017
- RI Approved as Beneficiary January 30, 2018

Overview of VW Settlement in Rhode Island

- Rhode Island will receive \$14,368,858 in VW Settlement funds
- Funds may be used over a 10-year period
- The funds must be used for environmental mitigation projects that:
 - Remove old, dirty, polluting vehicles from the road and replace them with cleaner vehicles
 - Offset NOx emissions from polluting VW vehicles
 - Improve air quality and public health
- RIDEM will serve as lead agency for the State

Background on the VW Settlement

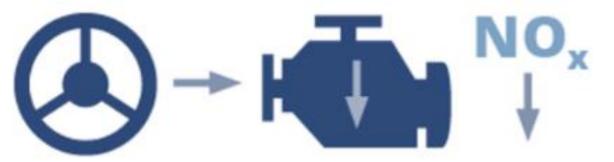
Volkswagen Group of America installed illegal software on approximately 11 million diesel engine cars worldwide. Roughly 3,000 cars were affected in Rhode Island.

The 'Defeat Device'

The 'defeat device' found in Volkswagen cars was not a physical device, but a piece of software. The software sensed when the car was being tested and then activated equipment that reduced emissions.

Background on the VW Settlement

The software turned the equipment off during regular driving, increasing emissions far above the legal limits (NOx are a group of gases that can cause respiratory problems).



The car detected when it was in test conditions (potentially by monitoring steering wheel movement or traction control deactivation)

The EPA discovered the Defeat Device and their investigation led to the VW Settlement. The Settlement funds were distributed among every state, based on the number of vehicles on their roads.

Why Do We Care About NOx And Transportation?

- Environmental Impact & Public Health
- Environmental Justice



Ground-level ozone can lead to reduced lung function, more hospital visits and admissions for asthma, and premature deaths. Ground-level ozone (a key component of smog) is associated with a variety of health risks.

Ground-level ozone is associated with many health problems, including diminished lung function, emphysema, and COPD, as well as increased hospital admissions and emergency department visits for asthma.

Air pollution is responsible for 200,000 premature deaths each year.

Rhode Island asthma rates are 33% higher than national averages for adults and 40% higher for children.



NOx And Public Health



One in 10 Rhode Islanders has asthma.

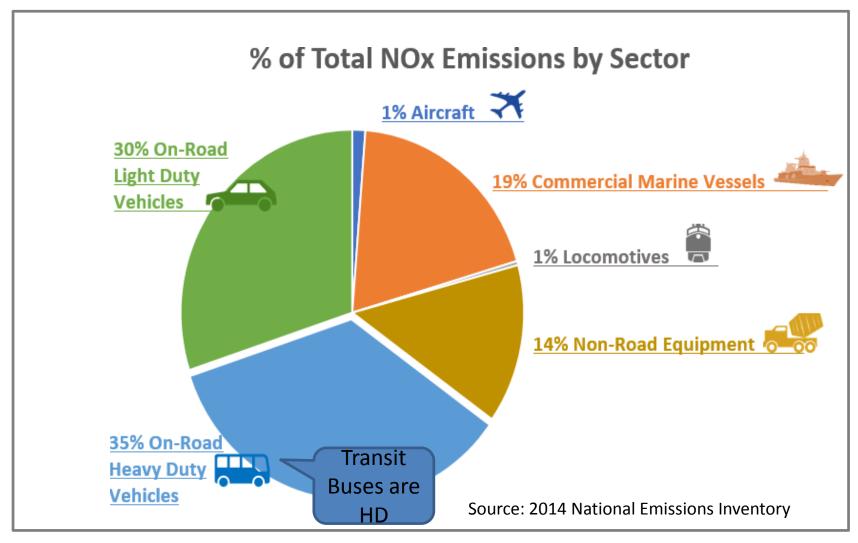




Low-income adults in Rhode Island are 40% more likely than other adults to have asthma.

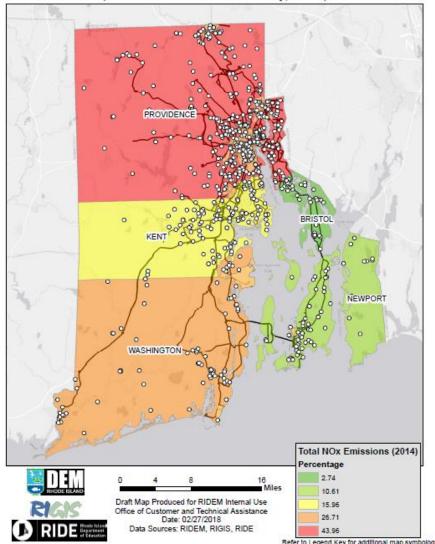
Source: RI DOH

Statewide Mobile Source NOx Emissions



Where Are The Highest Levels of NOx?

Mapping RIPTA Bus Routes Relative to Environmental Justice Areas, RI Schools, and Total NOx Emissions Percentages by County (National Emissions Inventory, 2014)



Primary Goals of Plan

- Reduce NOx emissions & smog
- Reduce GHG emissions
- Reduce negative health impacts
- > Benefits our environmental justice communities
- Protect communities from emissions that are nearby roadways with high traffic volumes
- Increase economic development
- > Increase fuel security
- Expedite development and widespread adoption of zero emission vehicles and engines.

Proposed use of funds





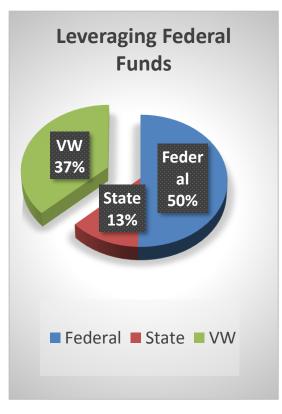
Deploy 16-20 Zero Emissions Vehicles (ZEV) to replace older diesel RIPTA buses

- Phase I (2018-2020) Lease three ZEV buses for 36 months each, starting in Fall 2018
 - Install depot charging equipment
 - Test performance throughout system & develop Phase II deployment plan
 - Develop bid specifications, order vehicles, plan utility upgrades



- Phase II (2021-2024) Replace 16-20 aging diesel vehicles with ZEV Buses
 - Install depot charging equipment
 - Deploy vehicles & update utilities determined through Phase I planning

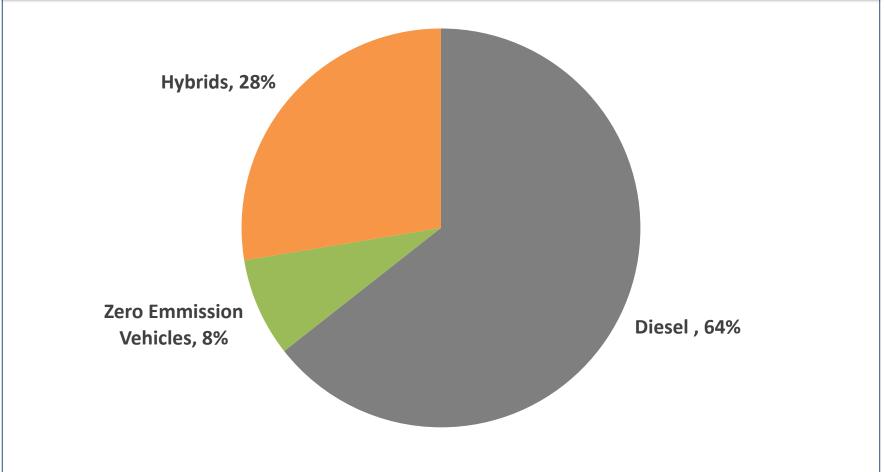
EV Transit Bus Proposal



Funding: \$11.9M from the VW Settlement that leverages federal grants for a total estimated \$25.5M

Proposed Fleet Composition by Fuel Type

RIPTA bus fleet composition by type, 2024 projected based on proposal



Benefits of EV Transit Bus Proposal

- Clean transportation: removes old and polluting buses from the road and replaces them with cleaner electric vehicles, improving air quality
- State-of-the-art technology: takes advantage of cutting edge electric bus technologies that are ready to be deployed
 - Electric buses are already on the road in other states
 - Buses are well suited for electrification (e.g., because they are centrally fueled and operate in areas where pollution is a problem)
- Social equity: buses are available to all Rhode Islanders, and deployment of ZEV buses will be prioritized for areas with poor air quality and asthma rates

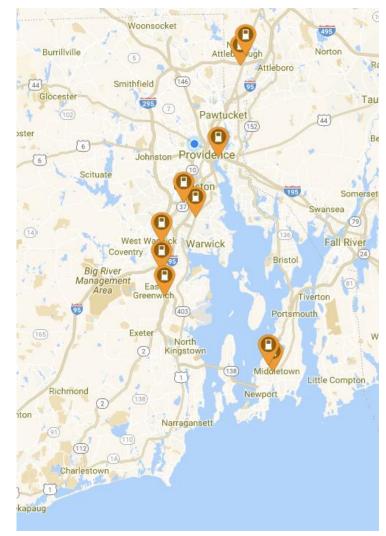
Benefits of EV Transit Bus Proposal

- Highly visible: acts as Rhode Island's first big step to combatting climate change in the transportation sector
- Lead by Example: supports the Lead By Example Executive Order that calls for strategies to reduce fossil fuel/GHG from the State fleet
- Innovation for the future: opportunity to work with a large fleet operator in anticipation of private fleet electrification and conduct critical analysis for future expansion

Charging Infrastructure Proposal

Expand DC Fast Charging in RI

- \$1.5M to develop a public DC Fast Charging station network in Rhode Island
- DC Fast Charging (DCFC) provides 60 80+ miles per 20 minutes of charging
 Currently only 8 publicly available DCFC in the state
- Goal is to add at least 15 30 DCFC stations throughout the state
- Focus on I-95 alternative fuel corridor, with consideration of geographic diversity (e.g. Aquidneck Island)



Charging Infrastructure Proposal

Benefits to RI –

- Reduces range anxiety for state and local travelers
- Recharge speed adds convenience and familiarity
- Reduces barriers to entry

Proposed timeline –

- 2018/19: consider analysis of preferred locations along major RI corridors; coordinate planned investment with outcomes of Electrify America (VW) and National Grid rate case
- 2019/20: Issue RFP for EVSE installer/provider; commence installation



Emissions Reductions

Tailpipe Emissions from replacing approximately 20 Existing MY2004 Diesel Buses

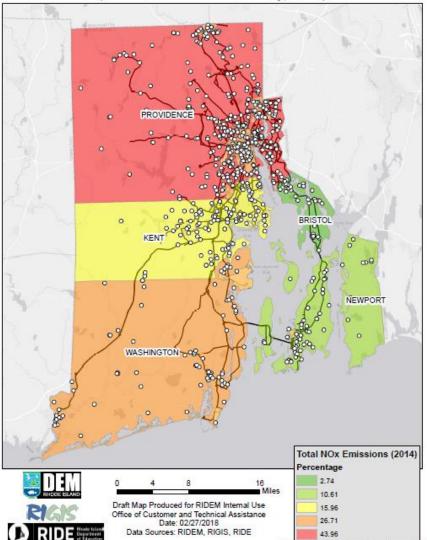
	NOx	PM 2.5	CO	Hydrocarbons
	(tons/year)	(tons/year)	<u>(</u> tons/year)	(tons/year)
Transit Vehicle Replacements	12-30	0.5-2.5	3-6	1.5-2.5

*Emissions from the electrical grid are not included in the results, granting the NOx emissions in Rhode Island from electricity generation is equal to 0.1835 annual NOx output per lb/MWh. The national average is 0.9461 annual NOx output per lb/MWh.

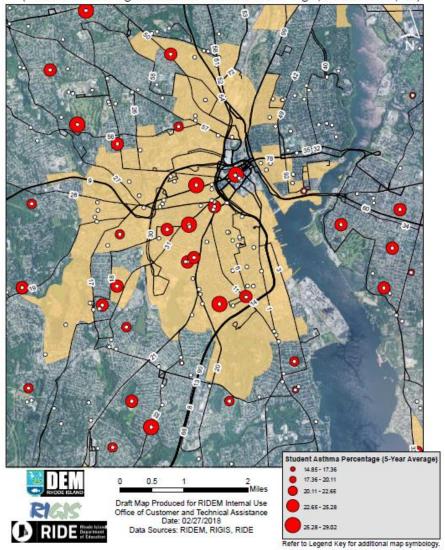
Offsets the NOx from affected VW vehicles in Rhode Island

Emissions Reductions

Mapping RIPTA Bus Routes Relative to Environmental Justice Areas, RI Schools, and Total NOx Emissions Percentages by County (National Emissions Inventory, 2014)



Mapping RIPTA Bus Routes Relative to RI Schools, Student Asthma Percentages, and Environmental Justice Areas (Five-Year Average Student Asthma Percentage, Providence, RI)



Refer to Legend Key for additional map symbology

Next Steps

- Release Draft Beneficiary Mitigation Plan (May 10, 2018)
- Hold Public Information Session (May 17, 2018)
- 30-day Public Comment Period (until June 11, 2018)
- Summary of Public Feedback will be distributed and posted on DEM's VW Webpage (June 2018)
- Submit Beneficiary Mitigation Plan (June 2018)
- Submit first funding request (July 2018)
- Leased electric buses on the roads (Fall 2018)

Why The EV Transit Bus & Charging Infrastructure Proposals Are The Best Use Of Funds...

- Zero Tailpipe Emissions
- Health benefits to all Rhode Islanders
- Reduces localized pollutants in environmental justice areas
- EV transit buses are already on the road in other states
- Electric saves money
- Battery electric transportation options are getting cheaper
- Create in-state jobs
- Keeps oil money in-state
- Helps RI and region expedite development and widespread adoption of zero emission vehicles and engines

THANK YOU!

We welcome any plan specific comments, please send to <u>Allison.Callahan@dem.ri.gov</u> by June 11, 2018