

Washington's Clean Fuel Standard

Joel Creswell

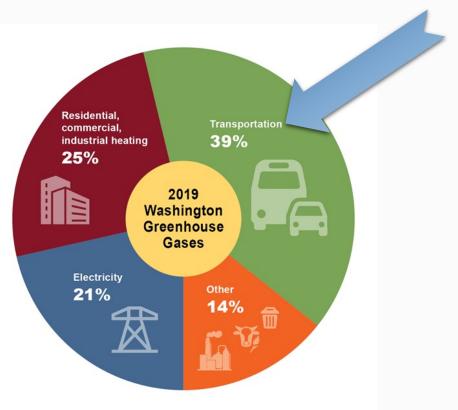
Climate Policy Section Manager Air Quality Program



Why a Clean Fuel Standard?

Transportation is Washington's greatest single source of greenhouse gas emissions.

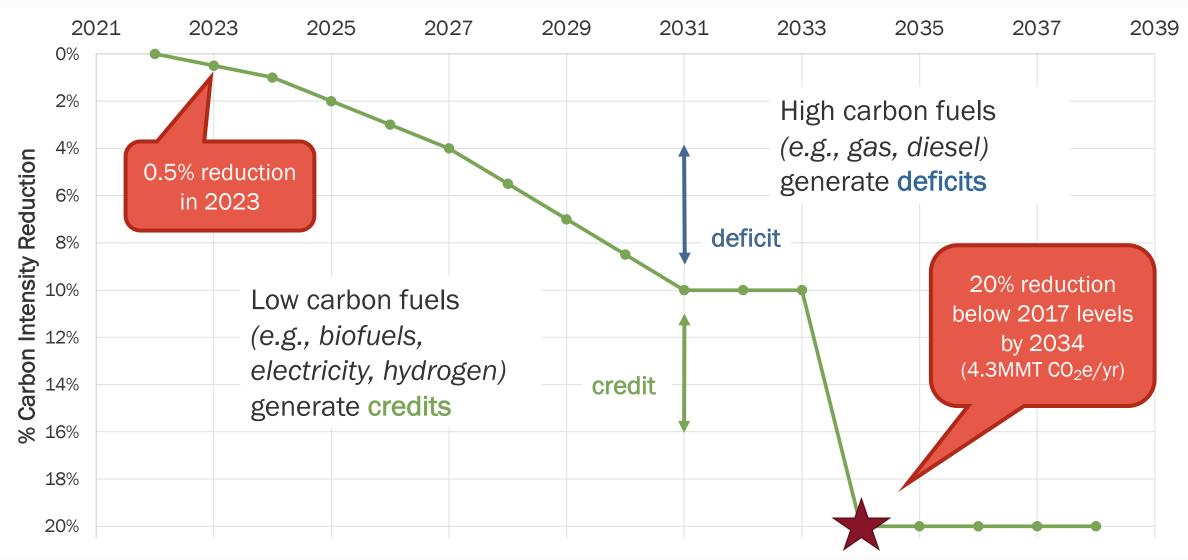
- Transportation also a major source of air pollutants
- Washington will join California, Oregon and British Columbia in having clean fuel standards.



The Clean Fuel Standard will spur economic development, and will increase availability and affordability of low carbon fuels.

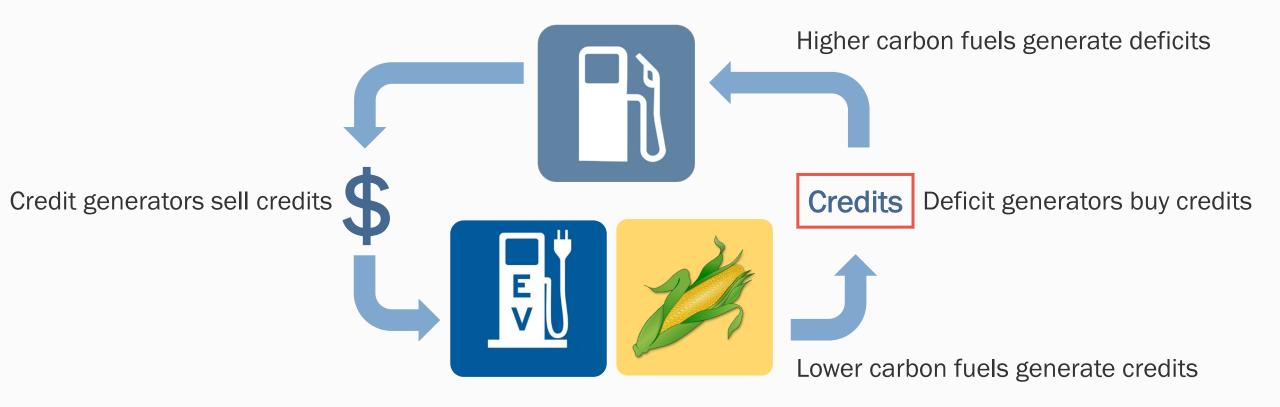
What is a Clean Fuel Standard?







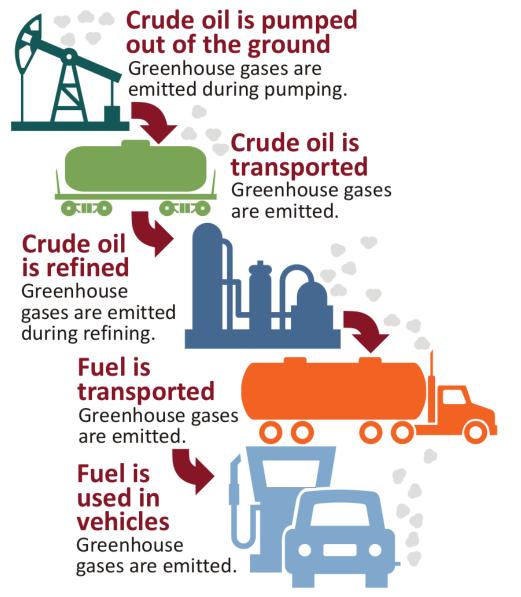
Market-Based System





What is Carbon Intensity?

"<u>The quantity of life-</u> cycle greenhouse gas emissions, per unit of <u>fuel energy</u>, expressed in grams of carbon dioxide equivalent per megajoule (gCO₂e/MJ)"



Regulated & Opt-in Fuels

Regulated Fuels

(must participate)

Gasoline

Diesel or diesel fuel

Ethanol and blends 10 to 100%

Biomass-based diesel and blends

Fossil CNG, LNG, L-CNG

Propane/LPG

Hydrogen, compressed or liquefied

Any other liquid or non-liquid fuel



Opt-in Fuels (may participate)

Alternative Jet Fuel

Bio-CNG, bio-LNG, or bio-L-CNG

Electricity

The CFS applies to producers and suppliers



Exemptions

Permanently Exempt Uses

Aircraft

Vessels

Railroad Locomotives

Military tactical vehicles

Exempt Uses Through 2027

Dyed special fuels for offroad construction, logging, and mining

Dyed special fuel for agricultural use



How does the market work?

Register	Fuel suppliers register in the Washington Fuels Reporting System	
Track energy usage	Track the fuel (e.g., kWh, gallons) used in transportation	
Submit reports	Report quarterly & annually on fuel supplied	
Verify	ECY reviews data, issues credits or deficits based on the CI & amount of energy used	
Generate credits or deficits	Bank or sell credits in open market	

Clean Fuel Project Examples



Dairy digesters & renewable natural gas



Electric vehicle charging



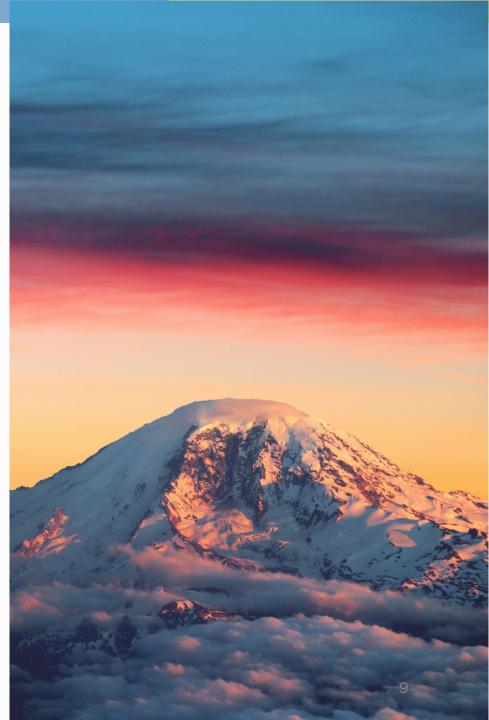
Green hydrogen

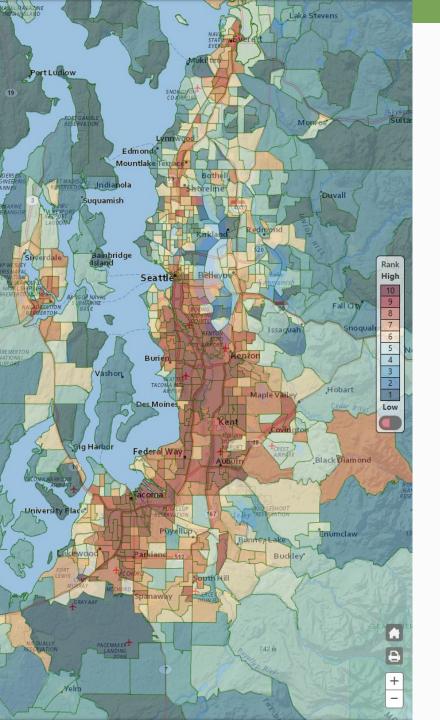


Renewable diesel



Sustainable aviation fuel







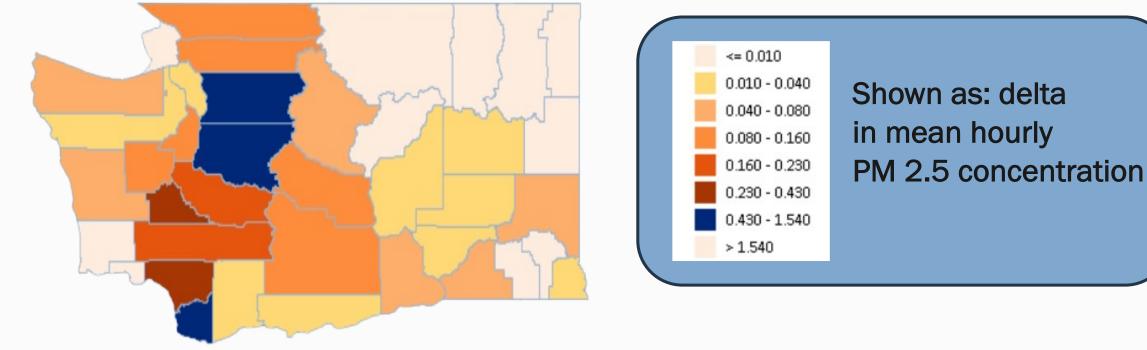
Equity & Environmental Justice

- Reducing emissions in near-road communities
- Electric utilities *must* invest at least <u>30%</u> of credit revenue (<u>80% encouraged</u>) in transportation electrification in overburdened communities
- Backstop aggregator invests unclaimed credits invested in overburdened

Health Benefits of Policies



Distribution of health benefits in Washington by county



Economic Value of Reduced Mortality (2020 dollars)

Estimate Range	Study Author	Economic Value of Reduced Mortality
Low-End	Krewski et al (2009)	\$1.8 billion
High-End	Lepeule et al (2012)	\$3.8 billion





Thank you

Joel Creswell, Ph.D. joel.creswell@ecy.wa.gov 360-972-5035

https://www.ecology.wa.gov/cfs