## NH<sub>3</sub> as a Potential Alternative Fuel for California

#### **NH3 FUEL CONFERENCE**

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## Setting the Landscape

- ARB neutral on motor vehicle fuels
- Motor vehicle fuels subject to the Low Carbon Fuel Standard
- Staff proposing new regulation for Alternative Diesel Fuels
- ARB adopted fuel specifications subject to multimedia assessment

## Low Carbon Fuel Standard

## Global Warming Solution Act (AB32)

- Signed in 2006
- Reduce GHG emission in California to 1990 levels by 2020
- Directed California Air Resources Board to identify and adopt actions to achieve the goal

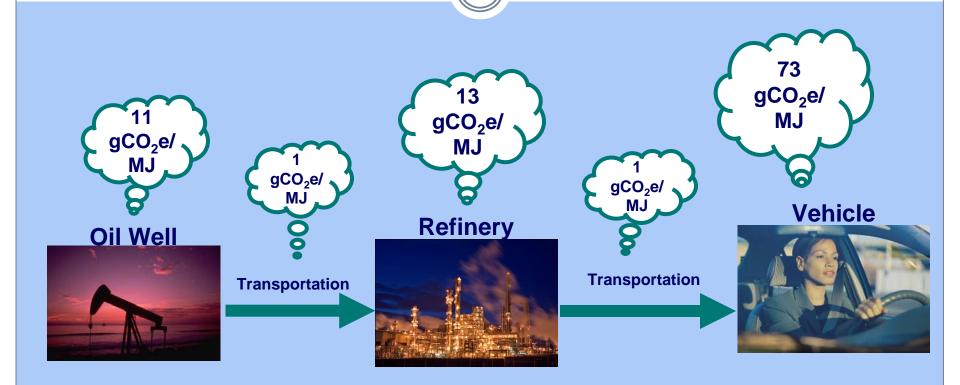
#### Low Carbon Fuel Standard (LCFS)

- Low Carbon Fuel Standard identified as early action measure under Scoping Plan
- Reduce carbon intensity of transportation fuel pool by 10% by 2020
- Fuel neutral
- Transform States' fuel supply, reducing GHG emissions, and enhancing energy independence/security

## **Basic LCFS Requirements**

- Sets annual carbon intensity standards for gasoline, diesel, and the fuels that replace them
- Carbon intensity (CI) is the measure of GHG emissions associated with producing, transporting, and consuming a fuel (gCO<sub>2</sub>e/MJ)
- CI based on complete life cycle analysis

## Fuel Life Cycle - Gasoline

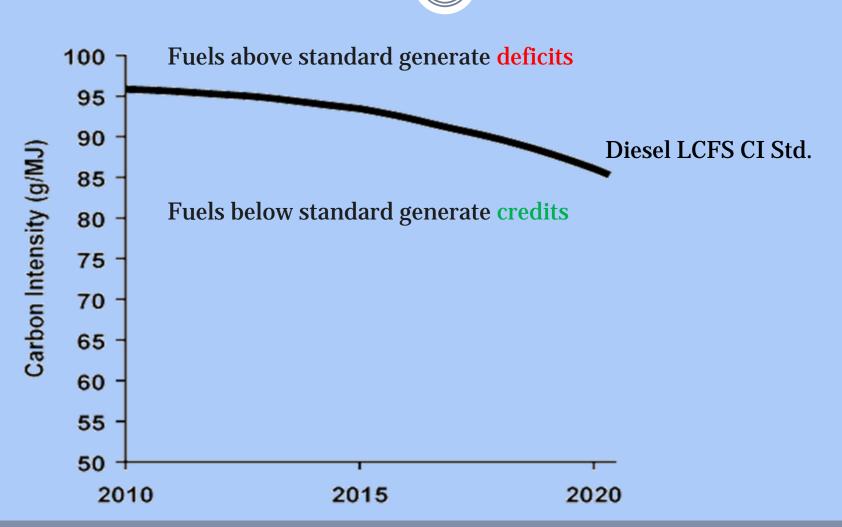


Gasoline 99 gCO<sub>2</sub>e/MJ

## LCFS Applies to Regulated Parties

- California providers of most petroleum and biofuels are "regulated parties" under the LCFS
- Providers of clean fuels that already meet 2020 target are exempt but can "opt in" to program and earn credits
  - Electricity
  - Hydrogen
  - Natural gas & biogas
- Generated credits can be bought and sold by regulated parties

#### Schedule Provides Time for Fuel Advances



#### Carbon Intensities of Some Fuels

Gasoline

99 gCO<sub>2</sub>e/MJ

Diesel

 $98 \text{ gCO}_2\text{e/MJ}$ 

Corn Ethanol

76-121 gCO<sub>2</sub>e/MJ

Sugarcane Ethanol

 $58 - 84 \text{ gCO}_2\text{e/MJ}$ 

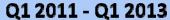
Biodiesel

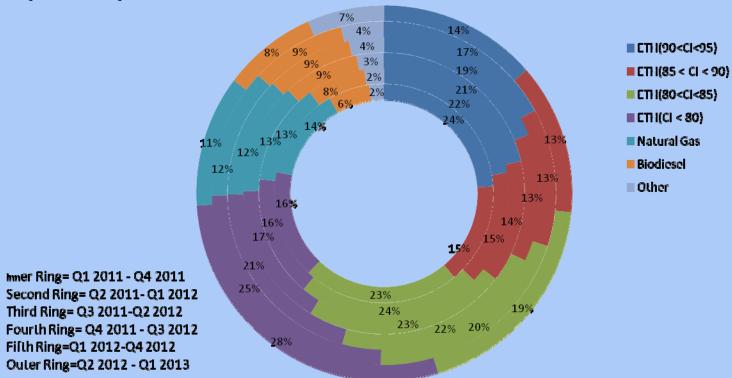
 $4 - 83 \text{ gCO}_2\text{e/MJ}$ 

CNG

 $-11 - 68 \text{ gCO}_2\text{e/MJ}$ 

## Credit Percentage by Fuel





# Proposed Alternative Diesel Fuel (ADF) Regulation

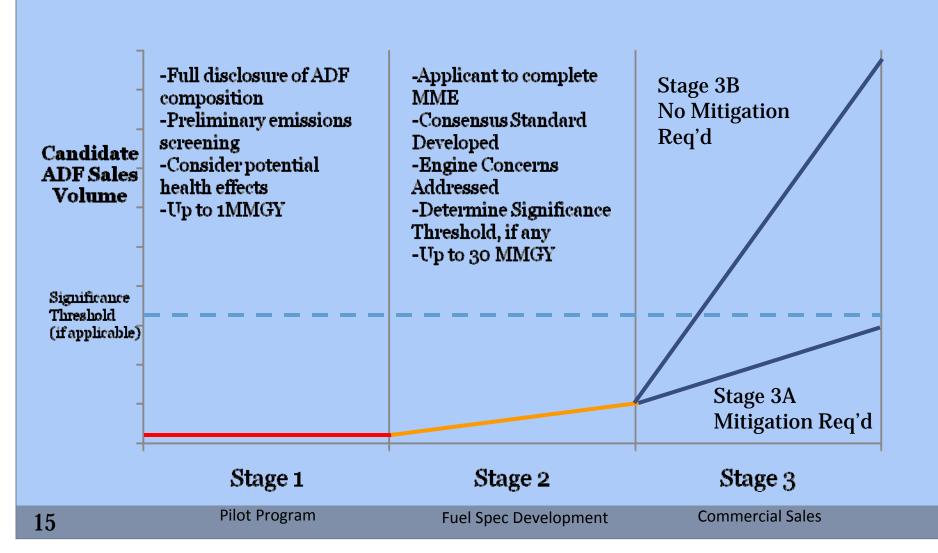
#### Proposed Alternative Diesel Fuels Regulation

- CARB diesel regulation not designed for alternative diesel fuels
- Provides pathway for commercialization of new alternative diesel fuels
- Ensures that new alternative diesel fuels have no significant adverse impacts on air quality
- Recognizes biodiesel as first commercial alternative diesel fuel
- December 12, 2013 Board Hearing

#### **Proposed Alternative Diesel Fuel Definition**

"Any non-CARB diesel fuel used in a compression ignition engine that does not consist solely of hydrocarbons, and is not subject to a specification under title 13, CCR, section 2292."

## Phase-in Requirements



### **Proposed Path Towards Commercialization**

#### Stage 1 - Pilot Program

- Application
- Screening Analysis
- Small fleet use, not to exceed 1 MMGY
- Memorandum of Understanding

#### Stage 2 - Development of Fuel Specification

- Application
- Limited fleet use, not to exceed 30 MMGY
- Development of consensus standards
- Engine OEM approval required for continued ADF use
- Multimedia evaluation required; identification of any significance thresholds
- Memorandum of Understanding

### **Proposed Path Towards Commercialization**

- Stage 3A -
  - **Commercial Sales Subject to Mitigation**
  - ARB to adopt new ADF by regulation
  - Use volume is monitored by enhanced reporting requirements
  - Mitigation measure/s required to stay below significance threshold
  - Biodiesel will be regulated under this Stage
- Stage 3B -
  - Commercial Sales Subject to No Mitigation
  - ARB to adopt new ADF by regulation
  - No mitigation required
  - Reporting requirements same as other commercial fuels

### Biodiesel as First Commercial Alternative Diesel Fuel

- Staff is proposing specifications for biodiesel
- Biodiesel under Stage 3A
- NOx "Significance threshold" identified as B10
- Mitigation required before significance threshold is reached

## Multimedia Evaluation

#### Multimedia Evaluation

- Health and Safety Code Section 43830.8 requires a multimedia evaluation for any ARB regulation that establishes a motor vehicle fuel specification
- CARB part of CalEPA workgroup to approve multimedia evaluations
- Identification of any significance threshold/s and mitigation measures
- External scientific peer review
- Must be approved by the California Environmental Policy Council

#### **Multimedia Evaluation Process**

## **Tier I**Work Plan

#### **Work Plan**

- -Define framework and approach
- Identify information needs and gaps
- -Feedback provided



#### Tier II

Risk Assessment Protocol

#### **Risk Assessment Protocol**

- Experimental design developed and submitted
- Protocol reviewed, feedback provided for Tier 3

#### Final Report Risk Assessment

- Final report is used as the basis for recommendations submitted to the Environmental Policy Council
- Final report is peer reviewed

#### Tier III

Final Report
Multimedia Risk
Assessment

#### Fuels Currently Under Multimedia Evaluation

- Dimethyl Ether Tier I
- Biobutanol Tier II
- Biodiesel Tier III
- Renewable Diesel Tier III
- E85 Tier III

#### For More Information

Proposed Alternative Diesel Fuels Regulation:

http://www.arb.ca.gov/fuels/diesel/altdiesel/biodiesel.htm

• Low Carbon Fuel Standard:

http://www.arb.ca.gov/fuels/lcfs/lcfs.htm

 Multimedia Evaluation Alternative Diesel Fuel <a href="http://www.arb.ca.gov/fuels/multimedia/multimedia.htm">http://www.arb.ca.gov/fuels/multimedia/multimedia.htm</a>

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California Environmental Protection Agency

## **Questions and Answers**