Sept 9, 2020

California Air Resources Board (CARB) Board 1001 | Street Sacramento, CA 95812

Submitted via online portal

Re: August 19 workshop to discuss Achieving Carbon Neutrality in California: A Report by E3

Dear CARB Staff:

The Strong Plug-in Hybrid Electric Vehicle Coalition appreciates this opportunity to comment on this workshop covering the E3 report.

Established in July 2019, the Strong PHEV Coalition is comprised of over 20 electric transportation experts with more than 300 years of collective professional experience. We represent expertise in most disciplines of the EV industry including research and academia, vehicle manufacturing and deployment, policymaking, utilities, NGO advocacy, consumer education, EV fleet management, and charging infrastructure development.

With the specific goal to support California's and the United States' efforts to reduce GHG emissions, the Coalition educates regarding more electrified variants of PHEVs (i.e., mid-range or long-range PHEVs) that drive most of their miles powered by clean electricity. Additionally, the Coalition advocates for regulations and incentives that encourage the strongest PHEVs.

Upon review of the E3 report and presentation, **many key uncertainties remain around the achievement of carbon neutrality in California**. One of these is the optimal use and deployment of zero-carbon fuels in hard-to-electrify sectors, including certain high-temperature industrial processes, heavy-duty long-haul trucking, aviation, rail, and shipping. These use cases may be met with a combination of fossil fuels, hydrogen, synthetic zero-carbon fuels, and biofuels. It remains unclear how the relative costs of these technologies will evolve. As the cost of wind and solar decline, the cost of renewable hydrogen production is also falling, making hydrogen a more attractive solution than biofuels for some applications. Meanwhile, the market for sustainable biofuels is nascent, and biomass supply and best uses for these resources will likely remain ambiguous through mid-century.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> E3 Report page 11

This uncertainty argues for CARB to be broad-minded and nimble in adopting regulations, plans, and incentives to reach the 2045 carbon neutrality goal. For example, CARB should accommodate light-, medium-, and heavy-duty strong plug-in hybrid electric vehicles in regulations, plans, and incentives, and encourage the use of advanced biofuels in them. Additionally, inherently dual-fueled strong PHEVs should be encouraged in use cases most challenged by BEV implementation, including agriculture, locomotives, marine, aviation, recreation, and other sectors where non-road equipment is used.

The Strong PHEV Coalition defines a **Strong PHEV (SPHEV) as a mid-range or longrange plug-in hybrid** (car, truck, or commercial vehicle) that drives most, or almost all, of its average annual miles from low-emission electricity. The second propulsion system can be an internal combustion engine or fuel cell and should be capable of using very low carbon fuel. Strong PHEVs must be safe and roadworthy in any driving mode, mostly eliminate daily cold starts, and be tested for performance and emissions on an established test cycle that most closely matches real-world driving. A Strong PHEV's engine should rarely—if ever—come on when there's ample battery state-of-charge, and require minimal or no engine maintenance for the life of the vehicle. If equipped with DC charging capability, SPHEVs should be able to use an existing, market-established connector for that purpose.

## Strong PHEVs have the following key attributes, which align with California's goals:

- Complimentary to Battery Electric Vehicles, biofuels, and hydrogen- while supporting faster market expansion
- Can provide extended range and on-site auxiliary power during catastrophes
- May provide back-up power and resiliency to the electric grid
- Reduce range anxiety and infrastructure cost for commercial fleets
- Broaden the used EV market in all vehicle classes
- Expand EV opportunity to smaller, rural, and disadvantaged communities, particularly those in colder regions
- Serve as a platform for advanced batteries, fuels, and engines
- Lower impact on the electric grid.

Further explanation about these features can be found below; the collectively argue for both including and encouraging Strong Plug-in Hybrids across the spectrum of CARB policy.

Thank you for your commitment to achieving carbon neutrality for California. We appreciate your consideration and look forward to future dialogue on these topics.

Sincerely,

Bob Graham and Chelsea Sexton Acting Co-Chairs of the Strong PHEV Coalition

# Strong Plug-in Hybrid Key Benefits

### Enable more rapid EV market growth, as Strong PHEVs compliment ZEVs:

While we do not uniquely advocate for them within this group, Coalition members support Zero-Emissions Vehicles, particularly Battery Electric Vehicles (BEVs); accordingly, SPHEVs are not proposed to compete with them. They do, however, offer a compelling, near-zero-emissions option for individuals and fleets who don't yet find BEVs viable. SPHEVs are meant to "compete" with traditional gasoline-only or other less-efficient, more-polluting vehicles. Specific requirements may vary with vehicle class and type, but with a battery range of 35-90 miles, for example, nearly all of most users' daily driving would be fully electric.

The flexibility of SPHEVs can alleviate unique range anxiety concerns in an expanding number of key use cases with variable distance requirements, such as goods delivery and ridehailing services. Both fleets and commuters benefit from vehicles that may use—but are not dependent on—faster, more expensive DC charging, lowering both capital investment and/or operation cost. This is especially important in rural and disadvantaged communities, where users tend to be both more budget-constrained and starved of sufficient, affordable, public charging. As more charging is deployed, these SPHEVs will become "increasingly" electric.

SPHEVs can support congestion charge schemes, "emissions-free zones", or other local vehicular pollution policy, either through a manually-enabled "hold mode" featured on many of today's models, or automatically-geofenced transition systems currently in development.

### Strong PHEVs support smart grid management and integration:

Using smaller batteries than BEVs, and with the flexibility to charge at lower-power 240v "L2" (or even 120v "L1") charging speeds, SPHEVs take full advantage of overnight or other off-peak charging periods, maximizing grid asset utilization and resulting cost management.

While SPHEVs may not be dependent on DC charging, the inclusion of this feature provides both electric range extension and, for some models, bi-directional power capability. This allows the vehicle to provide exportable power to a home or other site, or even to the grid itself, for emergent needs or arbitrage purposes. Using them for this purpose can alleviate the need for redundant stationary storage batteries.

When crucially required, the secondary fuel in SPHEVs can also be used to extend this ability, making them ideal for municipal and other resilience needs.

### Long Term Technology Solutions

A key advantage of SPHEVs is their political and technological common ground with both incumbent petroleum-based fuels and more renewable alternatives. While most use gasoline as their secondary fuel today, the Strong Plug-in Hybrid Coalition encourages replacement with cleaner fuels over time.

It is also critical to resilience and revolution in transportation to research, develop, and implement technologies that build on technological successes to date. California has—and is—playing an important role in this path.

Strong Plug-In Hybrids present an optimal platform to incorporate many of these developing technologies, whether the above-mentioned fuels, or batteries, motors, and engines advancing with a focus on increasing efficiency, reducing the use of certain materials, light-weighting, and other goals.