

### Minnesota's draft Volkswagen settlement plan

Technical Advisory Committee March 7, 2018 Amanda Jarrett Smith | Air Policy Planner



- Overview of VW project
- •Public input and how we used it
- Draft plan review
- •Next steps
- Discussion



### Continued outreach

### **Comments accepted through March 19**

Read the draft plan and learn about public meetings: <u>www.pca.state.mn.us/vw</u>

### **Public meetings**

- St. Paul, Feb. 28
- Minneapolis, March 8
- Duluth, March 13
- Mankato, March 15

### Remote access

- Brainerd, March 5
- Detroit Lakes, March 5
- Rochester, March 5
- Marshall, March 5

## \$47 million over 10 years

Funds can only be used for 2 things:

- 1. Take an old diesel vehicle/engine off the road and replace it with a new vehicle/engine
- 2. Electric vehicle (EV) charging stations

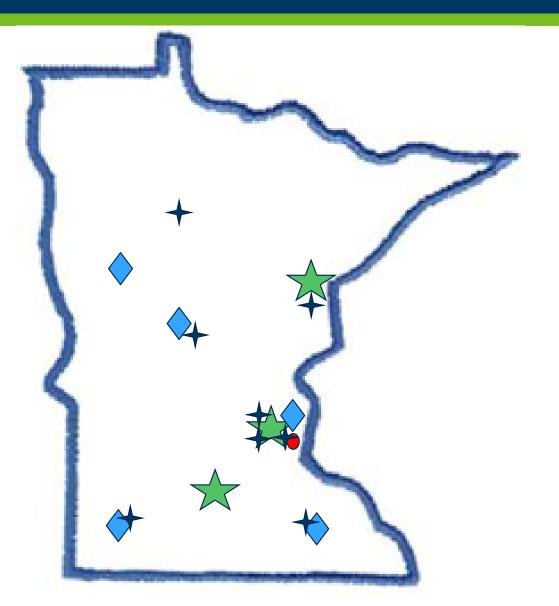
### Goal is NOx clean up





### Outreach





# What we heard: key themes

- Significant emissions reductions
- Include Greater Minnesota
- Cost effectiveness
- Consider different vehicle and equipment types
- Consider different fuel types
- Reduce exposures, support public health
- Protect vulnerable populations
- Maximize reductions for people disproportionately affected
- Reduce GHG emissions
- Support electric vehicles
- Long term future of the transportation system
- Measureable results



### Goals

- Significant emissions reductions
- Statewide benefits (60/40)
- Help people disproportionately affected (40%)
- Reduce exposure, maximize health benefits
- Balance cost effectiveness with other goals

# Three funding phases

February 2018

### • Phase 1 (2018-2019): 25% (\$11.75 million)

- Phase 2 (2020-2023): 50% (\$23.5 million)
- Phase 3 (2024-2027): 25% (\$11.75 million)

### Minnesota's Volkswagen Settlement Beneficiary Mitigation Plan – DRAFT

Minnesota's plan for using funds from the national Volkswagen settlement



Volkswagen settlement

## Phase 1 grant programs

- •School buses: 20%
- Transit buses and trucks: 35%
- •Off-road equipment: 15%
- •Heavy-duty electric vehicles: 15%
- •Electric vehicle charging stations: 15%

## Program: School bus replacement

- 20% of available funds
- \$2,350,000 overall
- \$10,000 grant (\$15,000 for low-income districts)
- Eligibility
  - All eligible school buses (approx. 5,800)
  - All eligible fuels
- Benefits
  - Approx. 182 buses
  - 40 tons NOx
  - 2.5 tons PM2.5
  - 800 tons GHGs



### Program: Heavy-duty on-road (trucks and transit buses)

- 35% of available funds
- \$4,112,500 overall
- Up to 25% or \$40,000 grant
- Eligibility
  - All eligible trucks and buses (approx. 46,000)
  - All eligible fuels
- Benefits
  - Approx. 137 trucks and transit buses
  - 564 tons NOx
  - 34 tons PM2.5
  - 17,584 tons GHGs







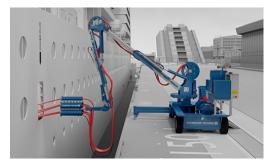
### Program: Heavy-duty off-road equipment (freight and construction)

- 15% of available funds
- \$1,762,500 overall
- Up to 25-75% grants based on settlement-allowed levels
- Eligibility
  - All eligible equipment (forklifts: electric only)
  - Construction equipment under DERA
- Benefits
  - Approx. 13 projects
  - 393 tons NOx
  - 15 tons PM2.5
  - 1,515 tons GHGs











### Program: Heavy-duty electric vehicle (buses, airports, trucks)

- 15% of available funds
- \$1,762,500 overall
- Up to 25% grant
- Eligibility
  - All eligible equipment
- Benefits
  - Approx. 26 heavy-duty projects
  - 33 tons NOx
  - 2.2 tons PM2.5
  - 9,075 tons GHGs





# Program: Electric vehicle charging stations

- 15% of available funds
- \$1,762,500 overall
- Up to 60-80% grant as allowed by the settlement
- Eligibility
  - 90% to fast charging highway corridors
  - 10% to level 2 at public locations, workplaces, and multi-unit dwellings
- Benefits
  - Approx. 63 projects
  - 1.1 tons NOx
  - 0.05 tons PM2.5
  - 4,802 tons GHGs



### Timeline

### Public Input: Winter 2017-2018

Submit plan: Spring 2018

First requests for proposals: Summer 2018

Evaluate & select projects: Fall 2018

Late 2018: First round of grants awarded?

# Thank you!

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www.pca.state.mn.us/vw

National VW settlement clearinghouse: <a href="http://wclearinghouse.org/">http://wclearinghouse.org/</a>