Transportation Electrification in the US Virgin Islands

Kyle Fleming

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Battery Electric Vehicles 101

All Electric Drivetrain

- ICE 1200 Moving Parts
- BEV 300 Moving Parts
- Charged by external Charging Source
 - Level 1
 - Level 2
 - DC Fast Chargers
- Zero-Emissions
- Reduced Dependence on Fossil-Fuels
 - Total Cost of Ownership
 - Transportation and Energy Resilience
 - Post Storm Recovery
 - High Performance Acceleration
 - All-Terrain Capabilities

GO FLEET Initiative

GVI Fleet Transition Plan

- Government Operations Fleet Efficiency & Electrification Transformation
- **Current Fleet Inventory**
 - Appx 1500 Vehicles
 - Currently Less than 5 Vehicles are BEV
- Assessment of Fleet for Transferability
- Reducing Fleet Management Costs
 - Fuel Costs
 - Maintenance Cost
 - Vehicle Misuse
- Improving Financial Viability to the Utility
- EV-Readiness At Government Buildings
 - St. Croix and St. Thomas Government Houses Installs



Federal Funding Driving the Transition

US – DOI

\$2.15 Million Granted to VIEO & VIWAPA

US – DOE

- State Energy Program
 - Funding for Charging Stations
 - Workforce Development
 - EV Specific Rebate Program
- Infrastructure Bill
 - \$7.5 Billion towards National EV infrastructure

Gas Station to Charging Station Conversion Washington DC



Charging Station at Virgin Islands Energy Office on St. Croix

St. Thomas Coming Soon...







Emissions Reduction Opportunities for USVI Vehicles and Equipment

Valerie Askinazi EPA Region 2



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Today's Presentation

- Benefits of EVs
- Tax Credits for EVs
- The Diesel Emissions Reduction Act (DERA)
- DERA Funding Opportunities
 - School Bus Rebate Program
 - National & Insular Area Programs
 - State DERA Program
- Project Examples



Environmental and Public Health Benefits of Electric Vehicles

Environmental

 EVs emit fewer planet-warming greenhouse gases and other air pollutants that can affect local air quality.

Public Health

 With fewer air pollutants, cleaner air reduces respiratory distress such as asthma, lung cancer, and various other cardiac and respiratory diseases.



Federal Subsidies for Electric Vehicles

Federal Plug-In Electric Drive Vehicle Credit: Up to \$7,500 per vehicle tax credit for new vehicle purchases depending on manufacturer sales.

The credit phases out after 200,000 qualifying vehicles have been sold by a manufacturer.

This incentive applies to USVI residents.

Use IRS Form 8910

https://www.irs.gov/forms-pubs/about-form-8910



Federal Subsidies for Electric Vehicles

Federal Vehicle Refueling Property Credit:

The smaller of 30% of installation costs or \$1,000 available as a tax credit for installation of refueling equipment at a private residence.

This incentive applies to USVI residents.

Use IRS Form 8911

https://www.irs.gov/forms-pubs/about-form-8911

DERA Programs

School Bus Rebates

- EPA offers rebates to eligible entities reduces harmful emissions from older, dirtier diesel vehicles.
- Timeline: Fall
- USVI applicants eligible? YES

https://www.epa.gov/dera/rebates

National Grants

- Program solicits applications for projects that achieve significant reductions in diesel emissions and exposure, particularly from fleets operating in designated poor air quality areas.
- Timeline: Winter
- USVI applicants eligible? YES

https://www.epa.gov/dera/national

State Grants



- EPA allocates DERA funds to eligible U.S. states and territories for the establishment of diesel emissions reduction programs.
- Timeline: Spring
- USVI applicants eligible? YES

https://www.epa.gov/dera/state



Insular Area



- Program solicits applications from eligible entities that achieve significant reductions in diesel emissions and exposure.
- Timeline: Spring
- USVI applicants eligible? YES

https://www.epa.gov/dera/tribal

DERA School Bus Rebate Program

- Students are particularly vulnerable to air pollution both inside and near diesel school buses
- Rebates are selected in a lottery and selectees will receive payment after receiving new engines or vehicles and completing scrappage process



 Selected applicants that scrap and replace their old diesel buses will receive a rebate of <u>\$20,000-\$65,000</u> per bus, depending on the fuel type of the replacement bus.



Eligibility for Old Buses to be Replaced

- Diesel school buses powered by a 2006 or older model year engine;
- Gross Vehicle Weight Rating (GVWR) of 10,001 lbs or more;
- Owned by the applicant or VI government without any liens on the title;
- Operational and in use for at least 4 days/week on average transporting students between 9/1/2019 and 2/29/2020.



DERA Grant Programs Eligible Projects

Drayage Truck Replacement

Vehicle or Equipment Replacement with EPA Certified Engine

Vehicle or Equipment Replacement with CARB Certified Low NOx Engine

Vehicle or Equipment Replacement with Zero-tailpipe Emission Power Source

Engine Replacement with EPA Certified Engine

Engine Replacement with CARB Certified Low NOx Engine

Engine Replacement with Zero-tailpipe Emission Power Source

Certified Remanufacture Systems

Highway Idle Reduction Technologies when combined with new or previously installed exhaust after-treatment retrofit

Highway Idle Reduction Technologies without new exhaust after-treatment retrofit

Marine Shore Connection Systems

Electrified Parking Space Technologies

Exhaust After-treatment Retrofits

Engine Upgrade Retrofits

Hybrid Retrofit Systems

Fuel and Additive Retrofits when combined with new retrofit, upgrade, or replacement

Aerodynamics and Low Rolling Resistance Tires when combined with new exhaust after-treatment retrofit

Alternative Fuel Conversion

DERA Eligible Vehicles, Engines & Equipment

School Buses

 Includes diesel powered school buses of Type A, B, C and D. To be eligible as a school bus, a vehicle should meet the definition of a school bus as defined by the National Highway Transportation Safety Administration.

Medium-duty or heavyduty trucks

 Includes diesel powered highway vehicles with gross vehicle weight rating (GVWR) including Class 5

 8 (16,001 lbs GVWR and over)

Nonroad engines, equipment or vehicles

 Diesel powered nonroad engines, equipment and vehicles including, but not limited to, those used in construction, handling of cargo (including at ports and airports), agriculture, mining, or energy production (including stationary generators and pumps).

Marine Engines

 Includes diesel powered Category 1, 2, and 3 marine engines and vessels. Although private fleet owners are not eligible to apply directly to EPA for DERA funding, both public and private fleets can benefit from the programs implemented by DERA grant recipients.

2021 National and Insular Area Programs WHO CAN APPLY? National Program: Regional/state/local government agencies, non-profit • organizations or institutions. **Insular Area Program:** Insular area government agencies ٠ **National Grants Insular Area Grants** Approximately \$4.5M available for Region 2 Approximately \$500K available for IAs Funding Limit per Application: \$2.5M Funding Limit per Application: \$250,000

Approximately \$4.5M available for Region 2 Funding Limit per Application: \$2.5M Application Limit per Applicant: 3 Cost Share waived up to \$200k Less Stringent Eligibility Requirements for Vehicles & Equipment

2021 Insular Area Program: Ownership, Usage, and Remaining Life

The existing vehicle, engine, or equipment must be fully operationa l.	Participating fleet owner must currently own and have owned and operated vehicle(s) or equipment(s) during the two years prior to upgrade.	The existing vehicle, engine, or equipment must have at least two years of remaining life at the time of upgrade.
School Buses: Must have at least 1,000 miles/year for Insular Areas during the two years prior to upgrade, or during calendar year 2019.	All Other Highway Engines: Vehicles must have 1,000 miles/year for Insular Areas during the two years prior to upgrade.	Agricultural Pumps : Must have operated at least 250 hours per year during the two years prior to upgrade.
All Other Nonroad Engines: Nonroad engines must operate at least 300 hours per year during the two years prior to upgrade.	Marine: Marine engines must operate at least 500 hours per year during the two years prior to upgrade.	Documentation: Participating fleet owners must attest to each criterion in above in a signed eligibility statement.

DERA State Grant Program

- Annual funding opportunity since 2008
- Allocates funds to eligible states and territories to establish programs that reduce harmful heavy duty diesel emissions
 - States/territories can use funding for grant or rebate programs
- No cost-share for Insular Areas





Example Project: Truck Replacement

Includes diesel powered medium-duty and heavy-duty vehicles.

	Gross Vehicle Weight Rating:	Example:
Medium-duty or heavy-duty trucks	Class 5 (16,001 -19,500 lbs GVWR);	Bucket Utility Truck
		Delivery Truck
	Class 6 (19,501 - 26,000 lbs GVWR);	Beverage Truck
		Single Axle Truck
		Stake Body Truck
	Class 7 (26,001 - 33,000 lbs GVWR);	Home Fuel Truck
		Garbage Truck
		Tow Truck
	Class 8 (33,001 lbs GVWR and over)	Dump Truck
		Cement Truck



Example Project: Bay Shore School District



School Bus Replacement Project

- National DERA Program
- Partnered with private bus fleet
- Purchased 4 Blue Bird electric buses
- Installed electric charging stations

Source: https://www.schoolbusfleet.com/10112832/new-york-contractor-district-roll-out-4-electric-school-buses

2020 DERA School Bus Rebates

Example Project: Alabama Department of Transportation



Marine Engine Replacement Project

- National DERA Program
- Privately-owned Gee's Bend Ferry
- Retrofitted from diesel to electric
- Installed charging station at the ferry terminal

Source: <u>https://www.workboat.com/passenger-vessels/first-all-electric-ferry-in-u-s-reaches-milestone</u>

2020 DERA School Bus Rebates



Questions?

Please contact Valerie Askinazi Askinazi.Valerie@epa.gov

www.epa.gov/DERA www.epa.gov/VI www.facebook.com/eparegion2 www.twitter.com/eparegion2