Fuels Workshop on Regulatory and Non-Regulatory Fuels Activities for 2005

February 14, 2006

California Environmental Protection Agency



Agenda

- Introduction
- Gasoline
 - E-85 Demonstration Program
 - Proposals for Flexibility, Enforceability, and Consistency
 - Predictive Model
 - Permeation
 - CRC E-67 Test Program
 - CARBOB Model Validation
- Diesel
 - Low-Sulfur Implementation
 - Lubricity
 - BioDiesel
- Other Topics?
- Open Discussions
- Closing Remarks

Discussion Topic: Gasoline

E85 Demonstration Program

AB 1007

- Requires the development of recommendations for a state plan to increase the use of alternative transportation fuels.
- Assigns lead responsibility for developing the recommendations to the California Energy Commission in consultation with the Air Resources Board
- Requires the plan to be developed and adopted not later than June 30, 2007.

E85 Demonstration Program

- State enter into agreement with GM, Chevron (CTV), and Pacific Ethanol to learn more about consumer awareness and acceptance of E85 as a motor vehicle fuel.
- FFVs, 50 to 100, in CalTrans fleet will use E85 at various locations for about 1 year.

Proposal for Flexibility, Enforceability, and Consistency

Permeation Test Program

In 2002, the CRC and ARB co-funded permeation study

Results:

- Ethanol fuel higher than MTBE on <u>all</u> vehicles and higher than non-oxy on <u>almost all</u> vehicles
- 65% or 1.4 grams/day more than MTBE gasoline
- 45% or 1.1 grams/day more than non-oxygenated gasoline

What's Next

- The CRC is proceeding with a second stage of the test program
- Two additional vehicles: LEV II and PZEV
- Two additional fuels: 10% ethanol and a higher aromatics fuel
- E-85 will also be tested on an flexible fueled vehicle
- E20 will be added to fuels matrix
- Final Report

New Data Sets

- Toyota Data Effects of Ethanol on Emissions of Gasoline LDVs
- AAM/AIAM/Oil Industry Low Sulfur and Oxygenate Test Program
- CRC E-67 Evaporative and Exhaust Emissions from Ethanol/Gasoline Blend Fueled Vehicles
- Tech 5 or Tech 6 Vehicles?

CRC E-67 Test Program

A Presentation by Mike Ingham

Predictive Model

- Committed to the Board to review need for update about every 5 years – last updated 1999
- Issues
 - Permeation
 - Carbon Monoxide
 - New Data
 - Emissions Inventory Model EMFAC
 - High Emitters
- Present Proposal for new model to Board in 2006

CARBOB Model Validation

- CARBOB regulation approved by Board April 25, 2001
- CARBOB regulation allows refiners to certify blends without having to do hand blends of ethanol
- The Board directed staff to validate the CARBOB model using Phase 3 RFG
- Refiners have submitted their data
- Report expected this summer

Topics: Diesel

Implementation of Low-Sulfur Diesel Fuel Regulations

- Low-Sulfur regulation approved by Board in 2003
- Implemented in 2004
- Requires 15 ppmw sulfur limit on California motor vehicle diesel fuel
 - June 1, 2006 Refinery
 - 45 days later Terminals
 - 45 days later Retail Outlets

Implementation of Low-Sulfur Diesel Fuel Regulations

- Section 2281(g) requires that each producer provide an updated version of their compliance plans to ARB Executive Officer
- So far, all California refiners appear to be on schedule and are expected to meet the June 1, 2006 limit of 15 ppmw
- Will be contacting industry representatives regarding implementation

Lubricity

- ARB approved a lubricity standard for motor vehicle diesel fuel in 2003
- ARB provision sunset when Division of Measurement Standards start enforcement
- Division of Measurement Standards is surveying the statewide diesel fuel pool to assess the current state of lubricity in California

BioDiesel - Update

Other Topics?

 California Wintertime Oxygenate requirement for CO Non-Attainment Area - LA

Open Discussions

Closing Remarks