



Program Plan Overview

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AB 2076 Workshop

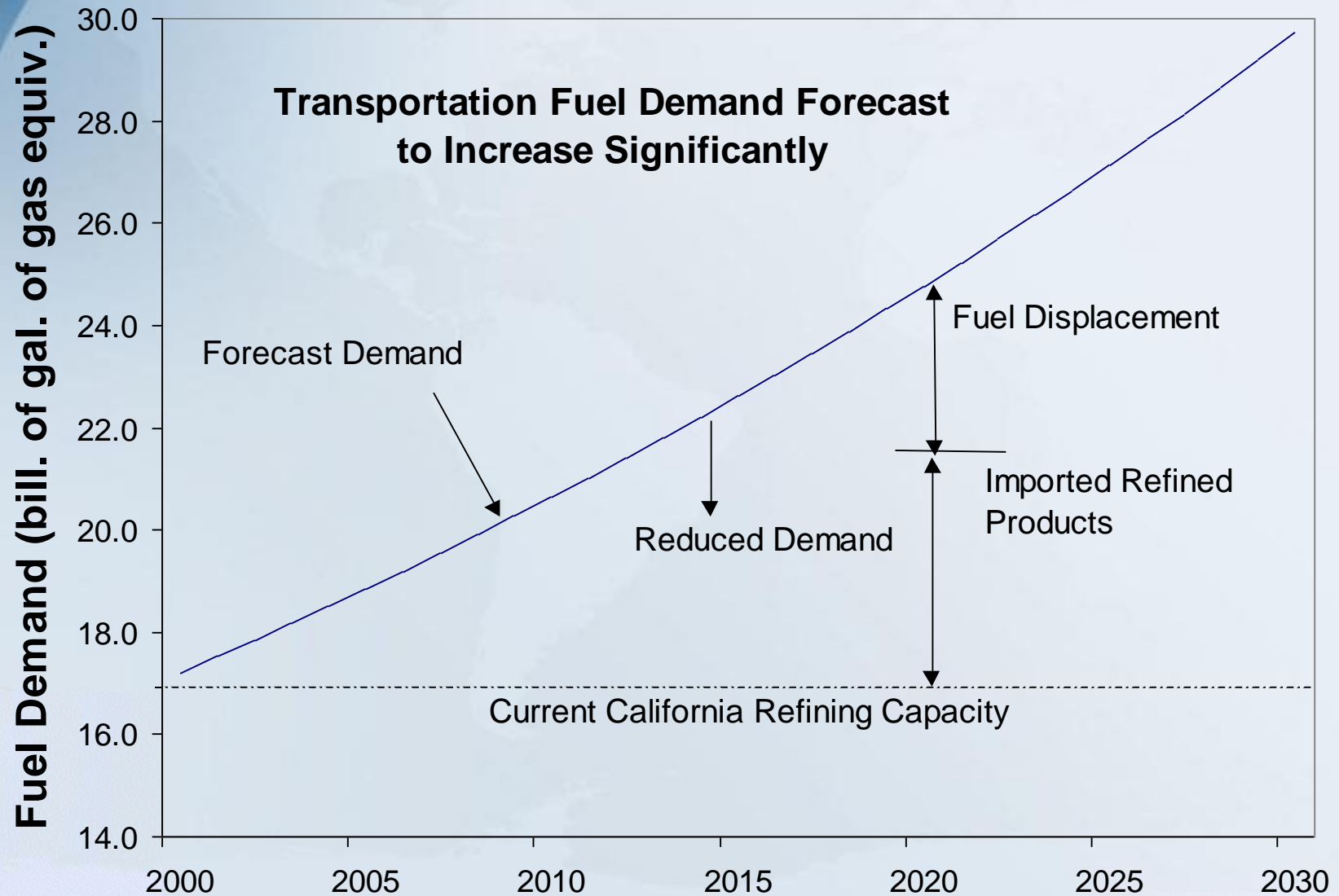
March 28, 2002



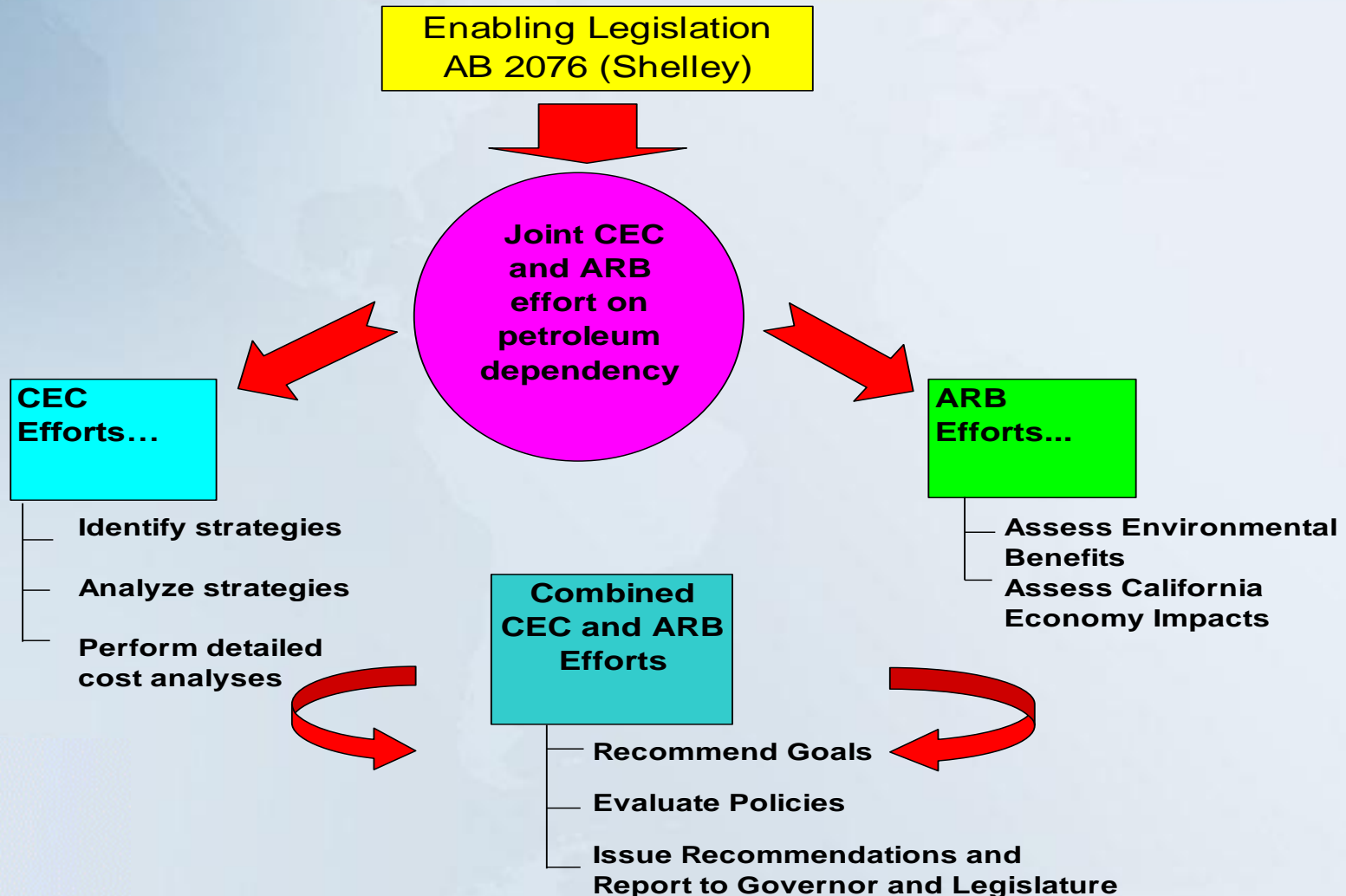
Outline

- Demand for Gasoline and Diesel
- California Energy Commission and Air Resources Board Roles
- Task Structure
- ARB Estimate of Environmental and Economic Impacts
- CEC Assessment of Strategies and Costs
- Program Milestones

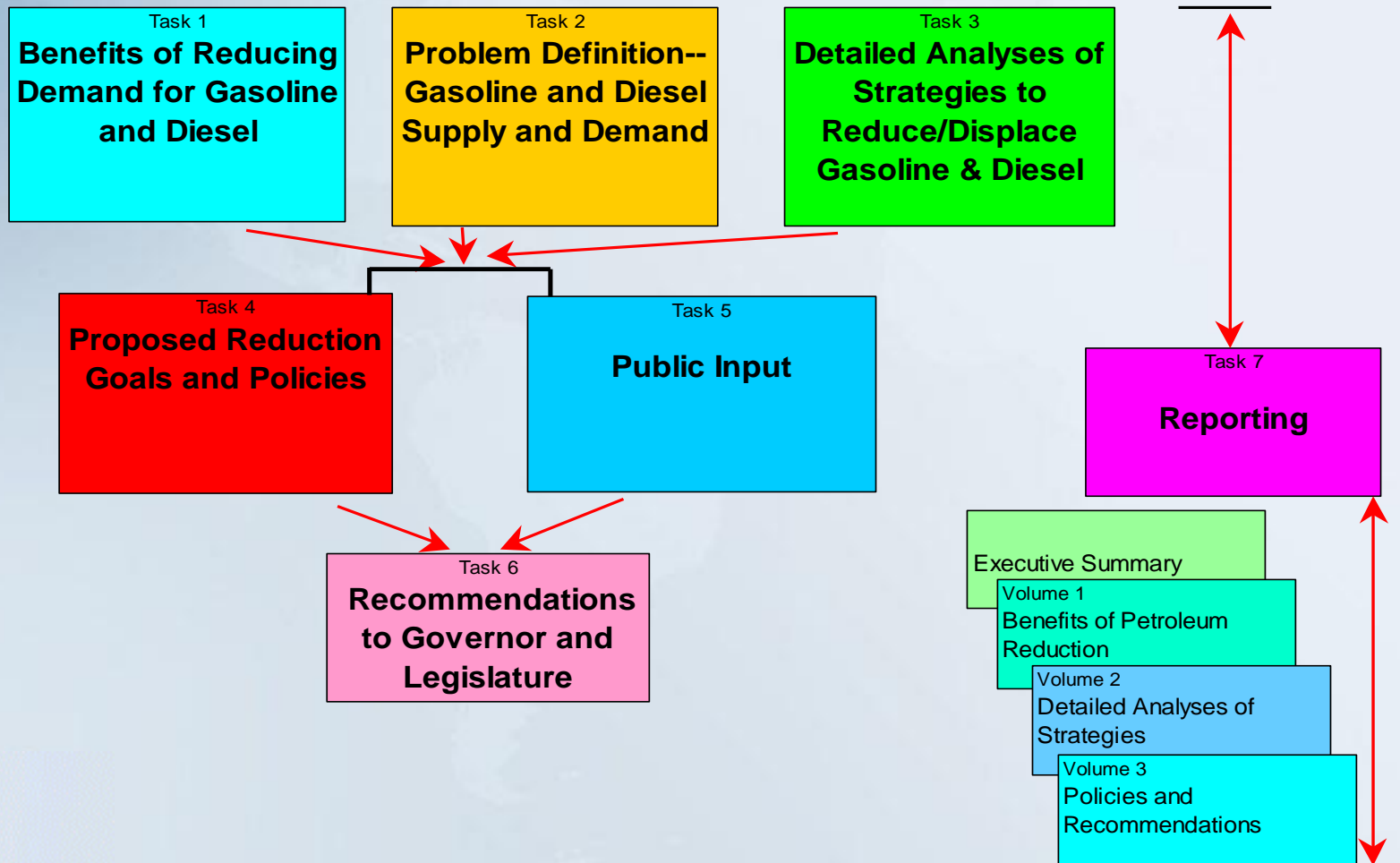
Demand for Gasoline and Diesel



CEC and ARB Roles



Task Structure



ARB Estimate of Environmental and Economic Impacts

Air Impacts

Criteria Pollutants & Toxics
NOx, CO, HC, PM
Toxics e.g. 1-3 Butadiene

ARB/EPA Benefit
Methodology
(dose/response)

Global Warming
CO2
Carbon
CH4
N2O
others

Equivalent CO₂ emissions
for CH₄ and N₂O; \$/ton total
equivalent CO₂ emissions

Multi-media Impacts

Distribution System Spillage and Leaks
Ocean
Fresh water rivers, lakes

storm water
ground water
drinking water

Cost of clean up
amortized over
volume of fuels
distributed in \$/gal

Economic Impacts

General Equilibrium
Economic Model
for California
(based on Dept of
Finance's Dynamic
Revenue Analysis Model)

World Oil Pricing
OPEC Influence
Transfer of Wealth
US Recessions

Cost of recessions +
transfer of wealth +
OPEC influence
amortized over total
production, \$/gal

California Refining Pricing
World oil prices
Refining Outages
Importing refined products

Price spikes from
world/local conditions,
\$/gal; Costs of
importing products to
California

Other Transportation Impacts

VMT effects on:
accidents
congestion
highway infrastructure and services costs

Cost/VMT based
on CEC
Methodology

CEC Assessment of Strategies and Costs

Potential Strategies

Efficiency

- Vehicle Fuel Efficiency Improvements
- Fuel-Efficient Replacement Tires
- Fuel-Efficient Vehicles in Govt. Fleets
- Vehicle Maintenance Practices
- More Efficient Diesel Heavy Duty Trucks

Displacement

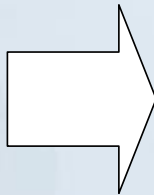
- Fuel Cells
- Electric Battery Technologies
- Grid-Connected Hybrids
- CNG for Light Duty Vehicles
- Liquefied Petroleum Gas
- Ethanol in Flexible Fuel Vehicles
- Light Duty Diesel Vehicles
- Advanced Natural Gas Engines for HDVs
- Fischer-Tropsch Diesel
- Biodiesel

Pricing

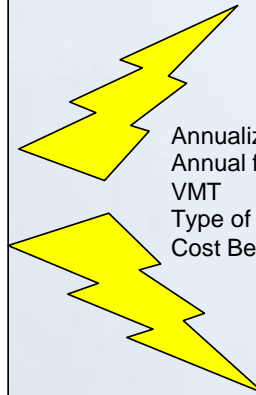
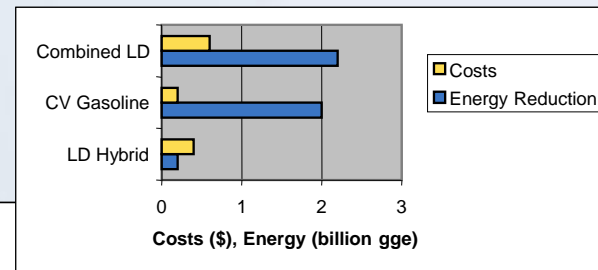
- Gasoline Tax
- Pay-at-the-Pump Auto Insurance
- Tax on Vehicles Miles Traveled
- Feebates
- Registration Fee Transfer
- Purchase Incentives for Efficient Vehicles

Other

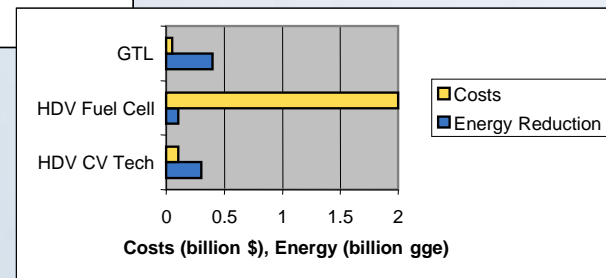
- Expanded Use of Public Transit
- Land Use Planning
- Telecommuting
- Reducing Speed Limits



Analyses Methodology



Annualized Costs
Annual fuel reduction
VMT
Type of technology e.g. LNG in HDT
Cost Benefit Assessment



Program Milestones

No.	Description	Date
1	Joint Staff Draft Task 3 Report Released	March 19, 2002
2	Public Workshop on Task 3 Report: Petroleum Reduction Options	March 28, 2002
3	Task 1 Report Released for Public Review	April 8, 2002
4	Public Workshop on Task 1 Report: Benefits of Reducing Gasoline and Diesel	April 15, 2002
5	Deadline for Public Comments on Task 3	May 1, 2002
6	Public Release of Task 4: Policy Overview Report	May 21, 2002
7	Public Workshop on Task 4 Report	May 31, 2002
8	Public Hearing on Final Policy Report	June 14, 2002
9	ARB Hearing (Report Approval)	June 20, 2002
10	CEC Business Meeting (Report Adoption)	June 26, 2002