

# **Port Charging and Fueling Infrastructure**



Working Group Meeting November 15, 2024 GB Conference Room

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# Agenda



### Background



Current Port Charging and Fueling Infrastructure Efforts & Observed Gaps



Preliminary Concept for Port Charging and Fueling Infrastructure Planning



Next Steps



Discussion

# Background

- South Coast AQMD has been pursuing a potential facilitybased measure for ports since adoption of 2016 AQMP
- Ports are the largest source of NOx in South Coast Air Basin
  - Emissions have been significantly reduced from port-related sources since 2005
- Attaining federal and state air quality standards is not possible without substantial additional reductions from portrelated sources

### Stakeholders' Feedback

- Ongoing stakeholder engagement on mechanisms to facilitate clean port operations
  - Including a series of technical working group meetings in early 2024
- □ Key takeaways thus far:
  - Energy transition critical to meeting the many private and public sector zero emission goals at the local, state, federal, and international level\*
  - Charging and fueling infrastructure planning and development urgently needed to deploy clean technologies
  - Multi-entity coordination key to addressing infrastructure challenges



# Staff's Current Approach

- Exploring an incremental approach
- Start with infrastructure planning
- Infrastructure is foundational to achieving future emission reductions
- Tied to zero emission goals for 2030-2050 in concurrent initiatives



### Working Group Meeting Focus

Today's discussion will focus on **preliminary concepts to enhance progress toward clean port charging and fueling infrastructure** 

### Current Gaps & Opportunities

 Observed in current infrastructure planning and implementation efforts at Ports

#### Enhanced Planning Approach

- Addressing current gaps
- Maximizing potential opportunities

#### Potential Elements of Enhanced Approach

 Facilitating successful implementation

### Multi-Level Port-Related Initiatives

Many concurrent initiatives\* applicable to different segments of port operations Each has its set of zero emission goals



\* Not an exhaustive list

\*\* GHG-focused

CARB

### Infrastructure Challenges

- Significant effort still
   needed to deploy
   alternative energies
   among today's port fleets
- Alternative fueling infrastructure is not widely available
- Infrastructure efforts are not coordinated across each initiative



Data sources: 2023 POLA & POLB Emission Inventories

# Ports-Related Infrastructure Planning Efforts – Assessments

	Assessments & Studies	Port Source Category	
POLA	Zero-Emission Planning and Grid Assessment at the Port of Los Angeles (2023)	Cargo handling equipment (CHE) at container terminals	
POLB	Assessing Reliability and Resilience of Power Systems at the Port of Long Beach (2022)	CHE, Ocean going vesse (OGV) At-Berth	
	Assessment of Public Truck Charging and Fueling Near the Port of Long Beach (2021)	Trucks	
	CEC ZE Terminal Equipment Transition Project (2024) (technology demonstration)	Trucks, CHE	
POLA & POLB	CAAP Feasibility Assessment for Drayage Trucks (2023)	Trucks	
	CAAP Feasibility Assessment for CHE (2022)	CHE	
	Electrification of California Ports Study (2021)	Trucks, CHE, OGV At-Berth	
	Initial Study Supporting LA/LB to Singapore Shipping Corridor Development (2024)	OGV Transit	

#### Gaps Observed:

- No port-wide assessment that includes all port sources
  - No recent assessment for certain source categories (e.g., locomotives)
  - Energy demand for individual source categories not consistently addressed
  - Aggregate energy demand not fully understood
  - Energy supply to meet demand unknown
- Workforce impacts not assessed
- Funding approach not clear

### Port-Related Infrastructure Planning Efforts – Public Grants

	Project & Supporting Grant(s)	Port Source Category with Funding Allocated to Infrastrucure
POLA	US EPA Clean Ports Program (2024) ZE CHE Purchasing, Charging Infrastructure, and Drayage Trucks Deployment	CHE
POLB	CalSTA Port and Freight Infrastructure Program (2023) System-Wide Investment in Freight Transport (SWIFT)	CHE, OGV At-Berth, (Locomotives?)
POLA & POLB	US DOT Federal Railroad Administration Consolidated Rail Infrastructure and Safety Improvements (CRISI) Program (2024) – awarded to CARB	On-Port Switch Locomotives
	US DOE Regional Clean Hydrogen Hubs (H2Hubs) Program (2023) – awarded to ARCHES	Trucks, CHE
	US EPA Inflation Reduction Act (2022) Climate Pollution Reduction Grants – awarded to South Coast AQMD	Trucks, Locomotives
	State Incentive Programs for Infrastructure (e.g., EnergIIZE, Carl Moyer, LCFS, etc.)	Program Specific

#### Gaps Observed:

- □ Historic amount of public grants going to port projects, but allocation for infrastructure not always clear
- Often awarded to shovel-ready projects but not longer-term planning efforts, due to nature of public grants
- Total costs at project- and portwide levels unclear
  - Total funding needs will exceed funding through public grants (and their matching funds)

# Port-Related Infrastructure Planning Efforts – Other Projects and Initiatives

	Other Projects and Initiatives	Port Source Category Supported by Related Infrastructure Development
POLA	Terminal-specific improvement projects (in various development stages)	CHE, OGV At-Berth
POLB	Terminal-specific ZE development projects (in various development stages)	CHE, OGV At-Berth
	Zero Emissions, Energy Resilient Operations (ZEERO) Policy	Not fully specified, potentially multiple categories
	On-Port Charging Depots for Drayage Trucks	Trucks
POLA & POLB	Green Shipping Corridors (with Shanghai and Singapore, respectively)	OGV potentially all operating modes
	Ports' Co-Funded Regional Charging Depots for Drayage Trucks	Trucks
	Ports' Joint Technology Advancement Program (available for infrastructure as part of technology demonstration)	Project specific

#### **Gaps Observed**:

- Unclear how each project / initiative fits into context of multi-level zero emission goals
- Tend to have limited scope
- Unclear delineation of processes, roles, and responsibilities
- Separate planning efforts have the potential to be duplicative and less-efficient

### **Greatest Opportunity for Early Success**

Addressing gaps in infrastructure <u>planning</u> stage would help implementation to happen as quickly and smoothly as possible

<u>Preliminary Concept</u>: Each port would develop a **Port-wide Comprehensive Charging and Fueling Infrastructure Plan** to:

- Facilitate a holistic and transparent planning approach
- Coordinate planning efforts with concurrent multi-level initiatives
- Reduce redundancies and increase scalability
- Provide <u>overall funding</u> needs assessment to strategically leverage public grants and identify other potential revenues
- Better streamline and standardize processes

### Potential Structure of Preliminary Concept



Potential structure is applicable to any specific framework.

### Key Considerations for Plan Requirements



### Add value to current efforts

- Establish reasonable expectation of processes, timeline, and scale of demand vs. supply
- Help align infrastructure and vehicle/equipment/vessel deployment in context of multi-level zero emission goals
- Provide more certainty to energy suppliers, infrastructure developers, and port end-users



### Recognize that it takes joint action

- Port-wide planning needs input from port tenants and other stakeholders
- Infrastructure development involves different responsible parties at various stages



### Recognize plan may need to be updated on a case-by-case basis

- Initial plan followed by periodic updates as understanding matures and uncertainties decrease
- Planned processes and timelines may initially differ in specificity and detail by energy type and port emission source

### Port-wide Comprehensive Charging and Fueling Infrastructure Plan Conceptual Elements



## Part I. Energy Demand and Supply Assessment

#### □ Key Areas of Assessment:

•	Demand Aggregation by Energy Type Across all emission sources port-wide How much is needed by when to meet ZE goals	3	Capacity of Energy Supply Current capacity & additional capacity already underway How much more is needed by when to meet ZE goals	•	Reliability and Redundancy How they impact energy demand and supply planning
[					
2	<b>Multiple Scenarios</b>	4	Capacity Building	6	<b>On/Off-Port Infrastructure</b>
•	Multiple Scenarios Technological pathways	4	Capacity Building How to address anticipated	•	On/Off-Port Infrastructure Distinguish components
2 • •	Multiple Scenarios Technological pathways Interim solutions	4	<b>Capacity Building</b> How to address anticipated supply shortfalls?	•	On/Off-Port Infrastructure Distinguish components located on/off port property
2 • •	Multiple Scenarios Technological pathways Interim solutions Supply ramp-up schedules	•	Capacity Building How to address anticipated supply shortfalls? • Generation, • Distribution, and/or	6 •	On/Off-Port Infrastructure Distinguish components located on/off port property Identify off-port

Determine a "Preferred Scenario" for further infrastructure planning

### Energy Demand and Supply Assessment – Electrification Example

#### 1 Demand Aggregation by Energy Type

- For emission sources to be <u>electrified\*</u>, estimate port-wide peak demand (MW) and annual demand (MWh) to meet\*\*:
  - 100% ZE CHE by 2030
  - 100% ZE Drayage Trucks by 2035
  - Net-zero GHG in 2050

#### 2 Multiple Scenarios

- Range of peak demand and associated annual demand resulting from multiple feasible scenarios, for example:
  - Varying technological pathways resulting in more/less electricity demand

#### **3** Capacity of Energy Supply

- Determine current and anticipated port-wide electrical capacity (MW/MWh)
- Based on estimates in 2 , determine MW/MWh shortfalls

#### 4 Capacity Building

- Determine how to expand electrical capacity if foreseeing shortfalls, for example:
  - # and type of substations, transformers, circuits, etc. to be installed

#### Reliability and Redundancy

- Evaluate strategies to address grid reliability concerns:
  - On/near-port microgrid

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- On/near-port battery farm
- Operational peak shaving strategies

### 6 On/Off-Port Infrastructure

- Determine ports' role(s) in electrical capacity building and implementing grid reliability / redundancy strategies
  - As a landlord
  - As an end-user
  - As a land use authority

# Part II. Processes and Timelines

Preferred Scenario

(from Energy Demand & Supply Assessment) Processes could include more detailed steps, sequencing, and roles and responsibilities on:

 Coordination with suppliers on energy delivery to port end users

- Coordination with port end users on project design and deployment
- Funding procedures for on-port/port-responsible components

 Permitting, certifications, and/or approvals

- •Land use
- Utilities
- Safety
- Air pollution
- •Other concurrent processes
- Timelines/milestones

#### Infrastructure Deployment

### Processes and Timelines<sup>\*</sup> - Alternative Fuel Bunkering Example

Processes to build an on-port alternative fuel bunkering facility for marine vessels**		Timeline					
		20XX	20XX	20XX	20XX	20XX	
<ul> <li>Engagement and information gathering:</li> <li>Fuel suppliers</li> <li>Vessel operators</li> <li>Bunkering service providers</li> </ul>							
Site identification and various assessments (e.g., engineering, environmental, etc.)							
Prepare and submit grant applications and/or set up revenue generation mechanism							
<ul> <li>Obtain applicable permits, environmental clearances, certifications, and approvals from, for example:</li> <li>U.S. Coast Guard</li> <li>Classification society (e.g., bunkering barge)</li> <li>Ports/cities, etc.</li> </ul>							
Construction of bunkering facility							
Bunkering facility ready to dispense fuel							

\* If new requirements are developed after plan submittal (e.g., by IMO, etc.), then the plan may be revised \*\* High-level conceptual process chart shown for illustrative purposes only

# Part III. Costs and Funding

Estimating Costs	<ul> <li>Port- and tenant-borne costs (without external funding)</li> <li>Breakdown of major cost components</li> <li>Estimation methodology and basis</li> </ul>
Identifying Funding Sources	<ul> <li>Existing and anticipated public grants</li> <li>Existing revenue stream (e.g. Clean Truck Fees)</li> <li>Identified cost-share amounts</li> </ul>
Addressing Any Funding Deficiencies	<ul> <li>Identify deficiencies in funding per estimated costs</li> <li>Identify potential funding / revenue generation mechanisms to fill deficiency</li> </ul>
Potential Restrictions	<ul> <li>If pursuing incentive or grant funding, determine potential restrictions in applications</li> <li>If restrictions apply, propose alternative funding mechanisms or scenarios</li> </ul>

# Part IV. Workforce



Assess potential workforce impacts

- Infrastructure development & equipment operation
- Training / retraining needs
  - $\,\circ\,$  Type of work and number of jobs
- Workforce planning
  - Transition / development program(s)
  - Program partner(s)
    - Roles and responsibilities in program funding and implementation

# Next Steps



### Follow up on feedback received

• Hold additional meetings as necessary

Continue stakeholder engagement

Provide update to Governing Board in January 2025

Anticipated Public Hearing for Board Consideration for Adoption in June 2025

# Open Discussion

Are there any questions on the preliminary concepts presented today?

Are there additional considerations staff should take into account in the proposed overall planning approach?

Are there additional considerations for the four planning elements that are not addressed in the presentation?

Are there any other elements that should be included in the port-wide comprehensive infrastructure plan?

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