# SUSTAINABLE FREIGHT ACTION PLAN

California Transportation Commission

Kome Ajise

May 18, 2016

## **Overview**

- California's Freight Transport System
- Governor's Executive Order B-32-15
- Components of the Action Plan
- Process and Next Steps



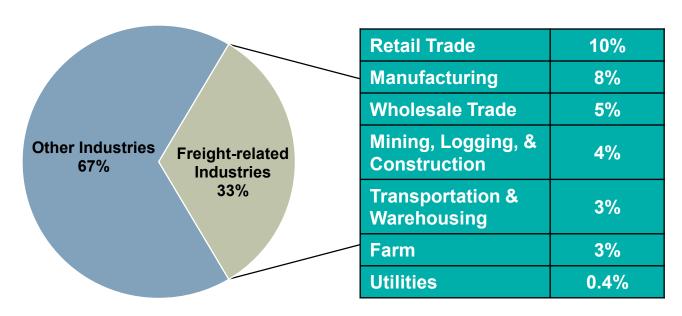




## 1/3 of California's Jobs and Economy

#### California Industry Employment Composition

Total Employment (2014): 16 Million



Source: EDD, Labor Market Information Division, 2014

# Freight Is Important to California's Economy

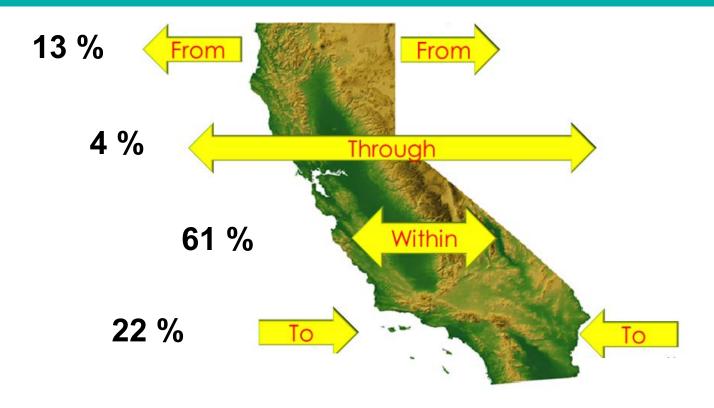
#### Freight-dependent industries account for:

- Over \$740B of CA Gross Domestic Product, 32% of the California economy (2014)
- Over 5 million jobs, 33% of California jobs (2014)

#### California freight projections for 2025:

- 25% increase in volume
- 60% increase in commodity value

# 2/3 of Freight Transport Within California



Source: Freight Analysis Framework Data by U.S. Department of Transportation, 2015

### **Under Continuous Pressure to Evolve**

- 25 percent increase in volume by 2025
- Competition and cost pressures
- Demands of e-commerce
- System capacity, safety, and security
- More protective toxics and air quality standards
- Increased vulnerability of freight facilities to climate change impacts









# Progress Will Require Partnerships Across...

- Multiple sectors, disciplines, and organizations
- State government
- Industry
- Environmental and community partners
- Federal, regional, and local agencies
- International bodies



#### **Governor's Executive Order B-32-15**

Multi-decade, iterative process needed to transform California's freight system. State agencies, in consultation with stakeholders, to develop plan by July 2016 to:

- Improve freight efficiency
- Transition to zero emission technologies
- Increase competitiveness







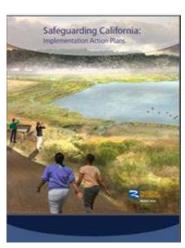


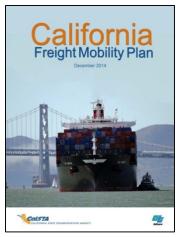






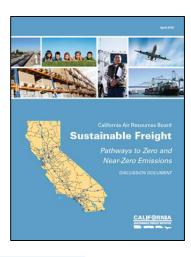
#### **Other Recent State Plans**

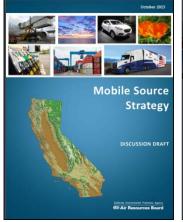


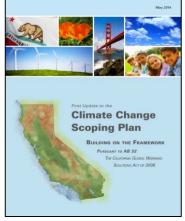




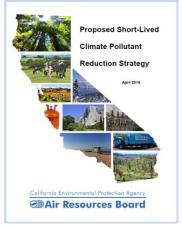












# Stakeholder Engagement

#### **Public Workshops and Webinars**

- July 2015
- October 2015
- January-February 2016

#### Individual and Stakeholder Group Meetings

- California Freight Advisory Committee
- Freight Efficiency Working Group
- California Cleaner Freight Coalition
- Tribal governments
- Other groups as requested

# Freight Efficiency Working Group

# FREIGHT EFFICIENCY STRATEGIES

March 2016

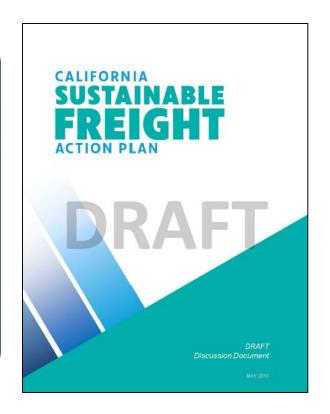
A White Paper Series to Inform the California Sustainable Freight Action Plan Chaired by Dr. Sperling and Convened by Caltrans

- Participants: Freight industry, academics, advocates, and government
- Developed a series of white papers:
  - Funding for Freight Infrastructure and Clean Equipment
  - Strategies to Maximize Asset Utilization
  - Planning and Policy
  - Operational Modernization at Distribution Nodes
  - Information Technology

#### Framework of Draft Action Plan

#### Released on May 3, includes:

- 2050 Freight System Vision
- Guiding Principles
- 2030 Statewide Targets
- Freight Funding Approach
- State Agency Actions
- Pilot Projects
- Discussion Concepts



# **2030 Statewide Targets**

- System Efficiency: Improve 25 percent by 2030
- Technology: Deploy over 100,000 zero emission vehicles/equipment and maximize near-zero by 2030
- **Economy:** Foster future economic growth within the freight and goods movement industry









# Investing in California's Freight Transport System

#### Potential Freight Funding

- Fixing America's Surface Transportation (FAST) Act
- Governor Brown's Fiscal Year 2016-2017 Budget Proposal

#### Approach to Ongoing Freight Investments

- Trade Corridor Improvement Fund/Goods Movement Emission Reduction Program – Phase II
- Further explore matching grants, financing assistance, and bulk purchasing power

# **State Agency Actions**

- 1. Work with legislature on a freight transport funding package
- 2. Work with legislature on distribution of federal FAST Act funds
- 3. Plan and invest in infrastructure to modernize freight corridors
- 4. Accelerate use of advanced technologies and renewable fuels

# State Agency Actions (cont'd)

- 5. Establish a sustainable freight think tank
- 6. Develop strategies, tools, and data that considers commercial viability and promotes competitiveness
- 7. Continue work with the freight efficiency development group
- 8. Implement steps to meet existing and future workforce needs
- 9. Identify regulatory or permitting process improvements

# **Pilot Projects**

- Dairy Biogas for Freight Vehicles
   San Joaquin Valley
- Advanced Technology for Truck Corridors
   Southern California
- Advanced Technology Corridors at Border Ports of Entry California-Mexico Border



# **Discussion Concepts**

- Inland marine corridors
- Non-traditional transport methodologies
- Packaging optimization
- Supply chain consolidation in the agricultural industry
- System efficiency strategies
- Transportation projects
  - Interstate 710 Corridor
  - State Route 11 Otay Mesa East Port of Entry











#### **Action Plan Timeline**

May 3, 2016 May 10, 2016

May 18, 2016

May 19, 2016

July 6, 2016

July 2016

Draft Plan Released for Public Comment

California Freight Advisory Committee

**CTC Meeting** 

**ARB Board Meeting** 

**End of Public Comment** 

Finalize and submit to Governor

View the full draft Action Plan at:

www.casustainablefreight.org