

### Sustainability and Climate Action Plan Ad Hoc Committee

November 4, 2021

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# Click on Q&A anytime during the presentation to ask questions



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Acting Now for A Resilient Future 2

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### Agenda



- Recap of October S/CAP Ad Hoc Meeting
- Transportation Electric Vehicles and Building EV Charging Infrastructure
  - Overview
  - What we are doing and why
  - Programs Current and Proposed
  - Challenges Can we get to 80x30 with programs alone?
- History of PaloAltoGreen and Potential Future Options
- Discussion

• 14 Questions, covering the following themes:

- Technical questions about switching appliances





- 9 Suggestions, covering the following themes:
  - Assistance for electrification

– Transitioning off natural gas

- Financing suggestions

- Technical ideas
- Marketing ideas







#### Total Vehicle Emissions = Miles x GHG / Mile

Emissions can be reduced by:

#### 1. Reduce Vehicle Miles Traveled (VMT)

Reduce travel demand - teleworking, more housing Increase non-vehicle travel - walk/bike, public transit, carpool

- **2. Electrify Vehicle Travel**: each VMT driven by an EV using renewable electricity has negligible emissions
- 3. Improve ICE efficiency: improving MPG reduces GHG / mile

### **Transportation Related Emissions**





#### **2030 Targets:**

- 44% of vehicles registered are EVs and 85% of new vehicle sales to be EVs
- Vehicle Miles Traveled (VMT) is reduced 6% for residents, 19% for commuters and 10% for visitors
- 55% of resident VMT is fulfilled by EVs, 40% of commuters and 30% of visitors
- 33,000 residential, workplace and public charging ports needs to be installed
- Increase in conventional vehicle efficiency to an average of 38 MPG

### **Transportation Related Emissions to Reach 80 x 30**



















### **Transportation Related Emissions to Reach 80 x 30**















### **EV Total Cost of Ownership**





Lifetime Savings From EVs vs. Best Selling ICE Vehicles in Their Class

Source: Consumer Reports Electric Vehicle Ownership Costs Report

\$13,400

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We already know that electric vehicles are cheaper to drive than gas vehicles and will result in sizeable savings in Total Cost of Ownership (TCO) for the community. As we look at the overall cost of emissions reductions that will be incurred for reaching our 80 x 30 goal, the transition to EVs contributes to savings.

### ANNUALIZED COST OF OWNING ICE VEHICLE VS. EV



Source: Based on AECOM Assessment <u>EV Cost Estimate AECOM -Shiva</u>

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### WHY ELECTRIC VEHICLES?

- > 65% of emissions are from transportation
- > Multiple benefits:
  - Cheaper to drive
  - Lower maintenance costs
  - Produce no emissions
- Charging in Palo Alto especially makes sense given the City's carbon neutral electricity supply and low electric retail rates.

### **EVs and California Context**





Alliance for Automotive Innovation, Registered vehicles as of January 2020

**2,255,072** U.S. EV Sales

- 25+ million registered light duty vehicles and a leader in EV adoption
- California Air Resource Board's Zero Emissions Vehicle regulation is now adopted by 13 other states requiring ∼10% of new vehicles to be electric vehicles in 2025.
- State goal: 5 million ZEVs by 2030 and 100% of new vehicles by 2035
- Low Carbon Fuel Standard provides a unique source of funding

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### EV Goals – State vs. Palo Alto (2020)





\* Data shows year-end figures; Light-Duty Vehicles only; excludes Hydrogen Fuel Cell Vehicles Sources: Palo Alto DMV Registrations as of 12/31/2020; California Energy Commission (2021). California Energy Commission Zero Emission Vehicle and Infrastructure Statistics. Data last updated 04/30/2021. Retrieved 09/22/2021 from https://www.energy.ca.gov/zevstats

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### **Distribution of Electric Vehicles in Palo Alto**



15















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### 2018 Palo Alto Survey Results - Driver Profile





•	1 in 6 households	already has
	an EV (2020)	

- 1 in 3 new vehicles in Palo Alto was an EV in 2017
- 73% charge at home
- 26% of PV owners own an EV
- 7 in 10 current EV drivers say they are likely to get a 2nd EV



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# • 85% of surveyed did not drive an

EV (2018)

 37% are considering an EV; of which 35% feel they won't have access to charging at home





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 70% are very to extremely interested for their next vehicle to be an EV if they knew EV charging would be readily available What would make you more likely to purchase or lease and













### Number of EV Charging Ports (Public and Shared)

	2020	Estimated Needs by 2030
California	67,000	970,000
Palo Alto	1,000 – 1,500	15,000 – 17,000



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Sources: <u>CEC IEPR 2020</u> (fig ES5) CPAU EV Forecast and SCAP EV Modeling Project

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### **Current Programs**





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### **Funding Sources for EV Charging Infrastructure**





Funds generated from the sale of alternate fuel credits, provided to CPAU for providing electricity to EVs

STATUS ~\$8M to date \$1.5 to \$2.5M per year

### California Energy Commission's California Electric Vehicle Infrastructure Project (CALeVIP)



CEC funded grant program to improve EV

charging infrastructure in San Mateo and Santa Clara counties

STATUS \$2M (\$1M grant + \$1M matching funds)

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### **Program Results**

### For Multi-Family & Non-Profit Customers

**EV Charger Technical Assistance Program (EVTAP)** 

48 sites enrolled  $\rightarrow$  230 Level 2 and 34 Level 1 ports

**EV Charger Rebates** 

62 new ports installed @ 12 sites

Transformer Upgrade (Utility Service Capacity Fee)

Learning and preparing for 50% of EVTAP projects to require a transformer upgrade

### For all residents

**California Clean Fuel Rewards Program CFR** 

633 rebates since Nov 2020→ highest per capita participation in CA

### For all commercial customers

CALeVIP

Fully subscribed and expected to result in 100 Level 2 ports and 12 to 14 DC Fast Chargers

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### Collaboration





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### **Regional and State Collaboration**

- CALeVIP
- Bay Area Air Quality Management District (BAAQMD)
- CLEAResult EVTAP
- Community Choice Aggregators (CCAs)
- California Clean Fuel Rewards (CCFR)
- Northern California Power Agency (NCPA)

### **Partnering with Large Employers**

- SAP
- Stanford Healthcare



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### **Refuse Collection Fleet Electrification**

















#### **GREENWASTE OF PALO ALTO'S ALL-ELECTRIC TRUCKS**





REAR LOADER Used for the residential Clean Up Day program

295 kWh 65 MILES battery capacity per charge





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### **City Fleet Electrification**





### **Fleet Overview**

- 352 total vehicles assessed in the Fleet Electrification Study
- 240 light duty vehicles
- 66 medium duty vehicles
- 46 heavy duty vehicles



### **Challenges in the Road to City Fleet Electrification**



- Availability of electric medium-duty and heavy-duty vehicles
- California Air Resources Board Advanced Clean Fleets Draft Regulation
- Lack of dedicated EV charging infrastructure



#### **Reducing GHG Emissions with Renewable Diesel**

- The City is switching to renewable diesel for all vehicles and equipment.
- It is estimated that we could realize up to a 75% reduction





#### Your fleet's annual diesel consumption

64 750 gallons



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### **Other Planned Programs 2021-2022**

#### **Awareness**

- Monthly online EV classes
- E-Bike workshop
- EV block parties
- Financial Incentives clinics with one-on-one case management for Income Qualified (IQ) customers

#### **Incentives**

- Group buy EV discount campaigns
- Consider rebates for IQ customers
- Office of Transportation Electrification of on-demand transit

#### Infrastructure/ Technical Assistance

- Direct Install EVTAP for Income Qualified Multifamily Properties
- Integration of Level 1 port installations into EVTAP program for eBikes
- EV charger installations and panel upgrades through the Home Efficiency Genie Program
- Utilities Engineering and Operations facilitating customer requests for utility service upgrades
- Facilitate Curbside Charging Pilot Program

#### **Utility Rates**

- EV charging rates for DC Fast Chargers
- Electric Rates for all-electric homes













### **Other Planned Programs**



### Focus on e-Bikes



**E-Cargo Utility Bike** 





3 wheel bike w/ 880 lb. capacity

#### **Solar and Pedal Powered Trike**



2 seater - 25 MPH for about 15 miles

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### **Challenges**

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### **Solidarity in Struggles**





### Soft Costs

**Communication Between** Utilities and Providers

Future-Proofing

Easement Processes

Complex Codes and Permitting Processes

Source: https://rmi.org/wp-content/uploads/2020/01/Major-cost-components-of-EV-charging-infrastructure-1-e1578526192871.png

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### Challenges

























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### Construction



### **Behind the Scenes**



### Fletcher Middle School













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### **Proposed 2021-2024 Key Actions for EVs**



	Work Item / Key Action	Carbon Impact ( low CO <sub>2</sub> impact) (high impact)
E1	Launch comprehensive residential program services and incentives to promote voluntary electrification including single-family residence panel upgrades and EV charger installation.	
E2	Launch non-residential program services and incentives for electrification as well as workplace EV charging.	60 60 60
E4	Develop electric rate options for electrified homes, EV charging, and solar + storage microgrid customers.	n/a
EV1	Raise awareness of emission savings of EVs, alternative transportation modes and micromobility (such as e- bikes and e-scooters).	<b>(0) (0)</b>
EV2	Enhance multi-family and workplace EV charging program including bike facility evaluation and alternative commute promotion.	69 69
EV7	Convert all compact sedan Palo Alto municipal vehicles to EVs when an e-bike is not an operationally acceptable replacement	<b>C</b> <u>0</u>
С3	Complete study to identify any additional Energy, EV, or Mobility key actions needed to achieve 80% reduction in GHGs by 2030	
C4	Complete a study, including legal analysis, of the staffing and funding needed to operate programs, services, and related City processes.	
C5	Present options for Council consideration to accelerate EV, Mobility, and Energy emissions reduction activities identified in this Plan through mandates or price signals.	<u>(0)</u> (0)
C6	Complete a technical and legal study of alternatives available to fund post-2025 key actions, such as a carbon tax, parcel taxes, or other community funding mechanisms.	
EV3	Study incentives available for small EVs like e-bikes and e-scooters.	<u>0</u>
EV4/E3	Study EV affordability and other barriers for low-income residents.	69 69
EV5	Evaluate a residential EV credit or rate mechanism that creates an electric bill discount for registered EVs.	
EV6	Evaluate mandates or other mechanisms to ensure EV charging capacity needed to support EV growth.	69 69

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### **Policy Options to Meet 80 X 30**



Policy Options					
	Explore carbon pricing to encourage EV adoption	Residential EV Credit for low-income customers			
		ICE Usage Fee			
Residents	Explore mandating charger installation	Multi-Family Charger Installation Mandate			
	Provide additional incentives for income qualified customers	Low-income Charger Installation Incentive			
	Explore mandates, pricing schemes, and parking regulations to encourage alternative commute and EV adoption.	Alternative Commute Mandate			
Commuters		Alternative Commute Incentive			
		Workplace Parking			
Visitors	Regional partnerships to promote EV adoption and "perks," such as preferred parking in commercial garages for EVs.	Preferred Parking			

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### Conclusion





1. A collaborative effort to achieve a seismic shift on how each of us transports ourselves.



2. Let the City know what we can do, to support the transition to transportation electrification.





**3**. Evaluate mandates or other mechanisms to accelerate the adoption of EVs.



### Conclusion

**By 2030** 





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- Reduce overall VMT
  - Resident EV VMT:  $10\% \rightarrow 55\%$
  - Non-resident EV VMT:  $3\% \rightarrow 30-40\%$
- EV ownership incentivized and ICE usage disincentivized

44% of all vehicles in Palo Alto need to be electric

85% of new vehicle sales in Palo Alto needs to be EVs

- Widespread charging infrastructure in place with equitable access for renters, multi-family residents, and lower income residents
- Major employers and public parking would have policies in place to accelerate EV usage

### **Questions and Comments from S/CAP Ad Hoc**



















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### **Public Comment**





(Article)	











You can also submit comments and questions to <u>sustainability@cityofpaloalto.org</u>

1. What are your ideas on the best ways to encourage

2. What are your ideas on the best ways to encourage people to

use alternative modes of transportation such as an e-Bike or e-

people to switch to an EV?

Scooter?

### **PaloAltoGreen**





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PaloAltoGreen Electric

- Started in 2003, residential program ended 2013
- Voluntary program involving purchase of 100% renewable electricity
- Replaced with Carbon Neutral Electricity program
- Current commercial program continues for LEED compliance PaloAltoGreen Gas



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- Started in 2014, ended in 2017
- Voluntary program for purchase of offsets to mitigate carbon impacts of natural gas use
- Replaced with Carbon Neutral Gas program

### PaloAltoGreen Electric Participation and Net Revenue



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### **Potential Future PaloAltoGreen Opportunities**



- PaloAltoGreen voluntary program to fund electrification
- PaloAltoGreen voluntary program for carbon removal or offsets
- PaloAltoGreen recognition program to recognize residents who take steps towards electrifying
- Questions for discussion:
  - What are the goals of the program?
  - Is funding from PaloAltoGreen needed? Several electrification funding sources already exist. Funding from PaloAltoGreen small relative to need.
  - What would a resident get in exchange for participation?
  - Would funding arrive in time to make a difference in achieving 80x30 goals?
    Previous PaloAltoGreen program took time to achieve profitability.

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### **Questions and Comments from S/CAP Ad Hoc**



















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**December 9** 

- Transportation
  - Mobility Programs
  - How Land Use Affects Emissions











### **SUSTAINABILITY & CLIMATE ACTION PLAN**

### **Thank You!**

Please submit questions or comments to sustainability@cityofpaloalto.org

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