

# **Clean Trucks Program**

## **Tidelands and Harbor Committee**

### **June 24, 2008**



The Port of  
**LONG BEACH**

Presented by  
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# Background



## CTP Program Development

- November 5, 2007 -  
Adopted Clean Trucks Tariff – Progressive Ban
- December 17, 2007 -  
Adopted Clean Truck Fee Tariff
- February 25, 2008 -  
Established link between Truck Fee and Infrastructure Fee
- March 10, 2008 –  
Approved Tariff authorizing Concession Agreement
- June 2, 2008 –  
Approval of Concession Agreement Form

# CTP Progressive Ban



The schedule for the progressive ban is as follows:

- Ban pre-1989 trucks from Port service by 10/1/2008
- Ban 1989-1993 trucks from Port service by 1/1/2010
- Ban un-retrofitted 1994-2003 trucks from Port service by 1/1/2010
- Ban pre-2007 trucks from Port service by 1/1/2012

The tariff would not apply to “Dedicated Use Vehicles” as defined in the tariff.



# Harmonized POLB & POLA Concession Agreement



- Be an LMC in good standing with valid license
- Operate clean trucks consistent with CTP and Tariff
- Prepare parking plan and comply with on-street parking ordinances
- Adhere to truck routes specified by local and state authorities or the port(s)
- Implement technology required for Concession or CTP
- Post placards on vehicle providing the public with a phone number to report concerns
- Provide appropriate maintenance plan

# Harmonized POLB & POLA Concession Agreement



- Comply with regulatory safety standards
- Comply with applicable security requirements and regulations
- Equip vehicle with means of CTP compliance verification
- While on port property, agree to safety and security searches
- Enter and keep updated all truck info into the DTR
- Maintain required insurance levels
- Give preference to drivers with previous service at ports and participate in workforce development
- Demonstrate financial capability (new entrants)

# POLB & POLA Concession Agreement Differences



Program Element	POLB	POLA
Employee Status	Independent owner/operator and/or employee drivers	Employee drivers only following transition period
Health Insurance	Health insurance must be made available	No similar requirement
Parking	Demonstrate availability of off-street parking and legal on-street parking	Make available off-street parking
Concession Fee	\$250 + \$100/truck/year	\$2,500 + \$100/truck/year

# Financing Plan



## Lease-to-own Program

- Lease agreement with approved Financial Institution
- Standardized truck models
- Applicant monthly payment of \$500 to \$700
- Ports monthly subsidy of \$800 to \$1,400
- Ports provide credit guarantee to Financial Institution
- Ports provide pre-paid maintenance to ensure operating efficiency
- Ports provide 50 percent (\$7,000 – \$15,000) subsidy towards truck purchase at end of lease
- Payment defaults will trigger repossession and redeployment of truck

# Financing Plan



## Additional Options

- Retrofit grant program
- Up-front grant for purchase



# Next Steps



## Pre-order trucks

- Provide terms of holding costs pending grant applications
- Includes mix of clean diesel and liquefied natural gas

## Proposition 1B

- Execute local agency agreement with CARB - June 16, 2008
- Begin soliciting grant applications

# Next Steps



## Customer Service Center – One Stop

On July 1, 2008 begin providing:

- Concession processing
- Grant processing
- TWIC processing

# Clean Trucks Program

**Thank you!**



The Port of  
**LONG BEACH**