EXECUTIVE LEADERSHIP SUMMIT

Commercial vehicle market trends, forecasts and insights



State of Emissions: Understanding the Current Regulatory Landscape & Policy Framework

Mike Kastner

Senior Vice President NTEA – The Work Truck Association

Jon Costantino

Principal & CEO Tradesman Advisors, Inc.



Common Truck Policy Acronyms

- CARB or ARB California Air Resources Board
- EPA Federal Environmental Protection Agency
- ACT Advanced Clean Trucks (ZEV mandate on OEMs)
- ACF Advanced Clean Fleets (ZEV fleet mandate)
- CTP Clean Truck Partnership
- CTC Clean Truck Check (HD I/M or 'smog check')
- CRA Congressional Review Act
- EMA Engine Manufacturers Association
- OEM Original Equipment Manufacturers
- SIP State Implementation Plan (Federal Air Quality requirement)



The Shift in Canadian EV Policies

Jurisdiction	Policy/Program	Description	Status
ZEV Sales Mandates			
Federal	Electric Vehicle Availability Standard	Annual ZEV sales targets beginning in MY 2026 to reach 100% sales of new light-duty ZEVs in 2035	PAUSED – 2026 requirements (20% LDV sales as ZEVs) cancelled, and 60-day review of the standard initiated (September 2025).
B.C.	Zero-Emission Vehicles Act and Regulations	Annual ZEV sales targets beginning in MY 2026 to reach 100% sales of new light-duty ZEVs in 2035	IN FORCE (under review)
Québec	Zero-Emission Vehicle Standard	Automakers accumulate credits by supplying ZEVs/low emission vehicles	IN FORCE (with modifications announced)
EV Purchase Incentives			
Federal	Incentives for Zero- Emission Vehicles (iZEV)	Purchase incentive up to \$5,000 CAD on eligible light-duty ZEVs	PAUSED (January 2025)
B.C.	Go Electric Passenger Vehicle Rebate Program	Financial assistance based on annual income for purchase of eligible light-duty ZEVs	PAUSED (May 2025)
Québec	Electric Vehicle Incentive Program (Roulez vert)	Financial assistance for purchase of eligible ZEVs and installation of charging stations.	OPEN (phasing out)



CARB Court Cases

https://ww2.arb.ca.gov/current-litigation



PENDING LITIGATION - With California Air Resources Board as a Party

The California Air Resources Board (CARB) is a party in the cases listed below as a with the state of the state of

Challenges to CARB's or U.S. EPA's Passenger Car Emissions Regulations CARB intervened in challenges to U.S. EPA's recent decision to grant the waiver of preemption for CARB's Advanced Clean Cars II regulation.

Valero Renewable et al. v. U.S. Environmental Protection Agency (United States Court of Appeals, District of Columbia Circuit, Case No. 25-1078, consolidated with American or registration, busined to commission actions, take the care the care to commission and in international forest performance in the care to commission and the care to commission action ac

CARR intervened to defend U.S. EPA's 2024 greenhouse gas emission standards for passenger cars and pick-up trucks; U.S. EPA adopted the regulation for model years 202: 2092. Commonwealth of Kentucky, et al., v. U.S. Environmental Protection Agency, et al. (United States Court of Appeals, District of Columbia Circuit, Case No. 24-1087).

CARB intervened to support U.S. EPA's decision to restore CARB's waiver for its greenhouse gas emission and zero-emission passenger car standards. CARB and U.S. EPA prevailed in the U.S. Court of Appeal, District of Columbia Circuit; the U.S. Supreme ourt granted certioran only on standing. Diamond et al., v. U.S. Environmental Protection igency (United States Supreme Court, Case No. 24-7, referenced with Ohio et al., v. U.S. invironmental Protection Agency, et al. (United States Supreme Court, Case No. 24-13, inited States Court of Appeals, District of Columbia Circuit, 98 F.4th 288 (2024)).

1001 | Street • P.O. Box 2815 • Sacramento, California 95812 (800) 242-4450

CARR intervened to defend U.S. FPA's revised 2022-2026 federal fuel economy Can't intervence to cereinn U.S., Cere , Teresea U.Z.-Zuch Teolera intervence to economy standards issued by the National Highway Traffic Safety Administration (NHTSA). Natural Resources Defense Council v. Notional Highway Traffic Safety Admin., et al. (United States Court of Appeals, District of Columbia Circuit, Case No. 22-1080, consolidated with Nos. 22-1144, 22-1145).

Challenge of federal administration actions in defense of U.S. EPA waivers for the Advanced Clean Cars II regulation, as well as Advanced Clean Trucks and Omnibus regulations. State of Colfornia, et al. v. United States, et al. (United States District Court, Northern District, Case No. 25-cv-04966)

NotTruenn Ustrict, Lase Ro. 0. 25-94-949990.

Kallenge to the U.S. EPA SAFE Vehicles Rule Part 2 against U.S. EPA and NHTSA to relax federal passenger vehicle greenhouse gas emissions and fivel economy standards. State (Colliferion is. Wherefor, et al. (Usbeta Court of Appeals, Datrict of Collimbia Circuit, Caste Mo. 10-1167, consolidated with other cases under No. 20-1145, Competitive Strenger institute, et al. NHTSA, et al. 1.

CARB intervened to support U.S. EPA in a challenge to its more stringent 2021-2026 greenhouse gas emission standards for cars. State of fexou, et al. v. U.S. Environmental Protection Agency, et al. (United States Court of Appeals, District of Columbia Circux, Case No. 22-2016).

Challenge to CARB's Advanced Clean Cars II regulations in state court opposing the

Challenges to CARB's or U.S. EPA's Truck Emissions Regulations

CARB intervened in a challenge to U.S. EPA's recent grant of a waiver of preemption for CARB's Omnibus Low Nox regulation. American Free Enterprise Chamber of

Commerce v. U.S. Environmental Protection Agency (United States Court of Appeals, Ninth Circuit, Case No. 25-89).

Crouf, Croe No. 25-891.

Free shahingas is infered court to CARE's Advanced Clean Next greenhouse gas have been seen to be common to CARE's Advanced Clean Next greenhouse gas American free European Chamber of Common court of Service S. CRE et al. United Service Service

CARE intervened to support U.S. EPA's 2024 heavy-duty truck emissions regulation, which plaintiffs allage succeds U.S. EPA's standard subdomly and otherwise is admirent, which plaintiffs allage succeds U.S. Environment Protection Agency, et al Ulturied States, court of Appeals, District of Columbia Circuit, Cras No. 24:1130, caronibilated with Case Nos. 24:1133, 24:1157, 24:1077, 24:1208, 24:209, 24:1210, 24:2115.

Two industry groups, in separate state court lawsuits, challenged CARB's Advanced Clean Fleets truck regulation as falling to meet state law, the California Environmental Quality Act, and other procedural requirements, as well as claims of violating constitutional

Quality A.t. and other procedural requirements, as well as claims of violating constitutional protections and last of Flegal ubshript. Western States Petroleum Association v. California Air Resources Board (Fresno County Superior Court., Eas No. 23CCC00278). Western States Tracking Association v. California Air Resources Board (Fresno County Superior Court., Eas No. 23CCC00278).

Challenges to CARB's Off-Road Regulations

Challenge to CARB's Commercial Harbor Craft Regulation. Ryan Murray Partners, Inc. v CARB (Superior Court of California County of Sacramento, Case No. 25CV005264).

CARB intervened in a challenge to U.S. EPA's recent decision to grant the

Favironmental Protection Agency, et al. (United States Court of Anneals, District of Columbia Circuit, Case No. 2-1088); American Fuel & Petrochemical Mosufacturers and the American Waterways Operators v. U.S. Environmental Protection Agency, et al. (United States Court of Appeals, Ninth Circuit, Case No. 25-1615).

Seen Core or opposes, men northul, Leis No. 2-2-106. The seen decision to grant the submiristation of preception for CASA*1. Small Off-lead Equipe regulates. American practical agency (June 2014). The control of th

of preemption for CARB's At-Berth regulation. Western States Petroleum Association v.

U.S. Environmental Protection Agency (United States Court of Appeals, District of Columbia Circuit, Case No. 25-1080).

Ceruit, case No. 25-1040).

CARB intervened in a challenge to U.S. EPA's prior decision to grant the authorization of preemption for CARB's Transport Retrigeration bein regulation. American Fort & Company of the Comp

Challenge to CARB's in-use locomotive regulation on preemption and other grounds
Association of American Railroads, et al. v. Rando(ph, et al. (United States District Court,
Eastern District of California, Sucramento Division, Case No. 2:23 cv 01154 JAM-JDP). Challenge to CARB's Zero-Emission Forkilft Regulation on the grounds that it prevents the ability to do business in California and that it violates the California Environmental Quality Act and Administrative Procedure Act. Western Propose Gas Association x. California Air Resources Board et al. (Fresno County Superior Court, Case No.

Litigation Related to Stationary Source Emissions (Methane and Other Pollutants) Challenge to U.S. EPA's 2020 midnight revocation of its long-established "once in, always in" policy for controlling major sources of hazardous sir poliutants from stationary sources. Colifornia v. U.S. Environmental Protection Agency (United States Court of Appeal District of Columbia Circuit, Case No. 21:1034 consolidated with Case No. 21:1024). Per AI - It is impossible to provide a precise number of lawsuits involving the California Air Resources Board (CARB).

PUBLIC DOCUMENT - Pending Litigation with California Air Resources Board as Party June 26, 2025

the Hist Amendment, preempress by the research creative mat, embodies continued of Commerce of the United States, et al. V. Collfornia Air Resources Board, et al. (United States District Court, Central District of California, Case No. 2:24 ev 00801).

CARB intervened in the challenge to U.S. EPA's final rules in 2020 that reverse limits on methane and other emissions from existing sources in the oil and gas sector that we constructed or medified since September 18, 2015. Evironmental Epigene Fund, et al. Andrew Wheeler, et al. (United States Court of Appeals, District of Columbia Circuit, Case

Challenge to the federal Bureau of Land Management recession of the 2015 Waste Prevention Rule for oil and gas methane leaks on federal lands. State of Colifornio, et al. v. David Bernhardt, et al. (United States Court of Appeals, Ninth Circuit, Case No. 20-16793, appeal from 472 T. Supp. 36 573 (N.D. Cal. 2020).

CARB intervened to defend the existing federal rule in a challenge to U.S. EPA 2015 standards of performance for greenhouse gas emissions from new, modified, and reconstructed electricity-generating power plants. Side of North Daloto v. U.S. Environmental Protection Agency (United States Court of Appeals, District of Columbia Circuit, Case No. 15-1381).

CARB intervened to defend U.S. EPA's 2016 oil and gas methane rule for new and modified sources in the oil and gas sector. State of North Dakota, et al. v. U.S. Environmental Protection Agency, et al. [United States Court of Appeals, District of Columbia Circuit, Case No. 18-1242].

no. 16-1441.

CARB intervened to support U.S. EPA against the challenges to its 2024 oil and gas regulation limiting methans and VOCs from new and existing sources. The U.S. Supreme Court denied an emergency stay application to tost the rich thic sace continues. State of Texas, et al. v. U.S. Environmental Protection Agency, et al. (United States Court of Appeals, Obstact of Columbia Circuit, Case No. 24-1058).

CARB intervende of UNIV. 698° NO. 24*12091.

CARB intervende to support U.S. EAP's 2024 vale limiting greenhouse gas emission from power plants. The U.S. Supreme Court denied an emergency stey application to the rule; this case continues. State of West Virginis, et al. v. U.S. Environmental Protection Agency, et al. (United States Court of Appeals, District of Columbia Circuit, Care No. 24.

CARB intervened to support U.S. EPA's 2023 rule for implementing section 111 of the Clean Air Act. State of West Wigsia, et al. v. U.S. Environmental Protection Agency, et al. (United States Court of Appeals, District of Columbia Scircuit, Case No. 24-1009).

PUBLIC DOCUMENT - Pending Litigation with California Air Resources Board as Party Jane 26, 2025

Litigation Related to Clean Air Act —State Implementation Plans or National Ambient Air Quality Standards (NAAQS)

CARB is intervening to support U.S. EPA's approval of the San Joaquin Valley fine

CARB intervened to support U.S. EPA defend its 2024 standard for particulate matter in the "Reconsideration of the National Ambient Air Quality Standards for Particulate Matter"; the allowed amount of particulate matter is reduced to improve public health. Commonwealth of Kentucky, et al. v. U.S. Environmental Protection Agency (United States Court of Appeals, District of Columbia Circuit, Case No. 24-1050).

CARB intervened to support aligned states in a challenge to U.S. EPA's 2020
"midnight rule" setting lax orane National Ambient Air Quality Standards. State of Ne
Vork, et al. V. I.S. Environmental Protection Agency, et al. (United States Court of Appeals,
District of Columbia Circuit, Case No. 21-1028).

Challenge to U.S. EPA's 2020 "midnight rule" setting lax particulate matter National Ambient Air Quality Standards. Californis led a coalition of aligned states to challenge this weakened standard. State of Colligonis, ed si. V.S. Environmental Protection Approxy, et al. (United States Court of Appeals, District of Columbia Circuit, Case No. 21-1014).

(united states Lourif of appeals, userus of counted stress, tales, to a 1-1114). Notice of Appeals filled with CARE contesting forest Basin Unified Air Pollution Control District fees imposed on the City of Los Angeles related to sesting, monitoring, and analysis officins in the Owners Like and Motor Like areas. The City of co Angeles, actively by and through 8t Department of Water and Power v. Colifornia Air Resources Board (Superior Court of the State of California Country of to Angeles, California Air Resources Board (Superior Court of the State of California Country of to Angeles, Case No. 2415/CPU2245).

Complaint against fuel distributors for violations of the Regulation on the Commercialization of Alternative Diesel Fuels. CARB prevailed after bench trial and defendant appealed. People xxv. CARB N. xxii Energy Group, Inc. & Speedy Fuel, Inc. (Los Angeles Superior Court, Case Nos. 20STCV30142, 20STCV30292).

Investigation into use of the monies received from CARB under the Hybrid and Zero-GreenPower Motor Company, Inc. v. California Air Resources Board (Sacramento County Superior Court, Case No. 23WM000083). PUBLIC DOCUMENT - Pending Litigation with California Air Resources Board as Party Jane 26, 2025

case settled but ongoing monitoring. People v. Angeles Superior Court, Case No. BC602973).

Third Party Vehicle Warranty Subpoenas (CARB is not a party) (Series of class action lawsuits seeking documents from CARB to support their claims. Individual cases are not listed as ever-changing series of cases).

Challeage to CARP's Low Carbon Feel Standard amendments primarily under the Celliferatia Rovinemental Quality Act Commodities for Better Forsonment or CARPON Air Resources Board et al. (Frenco Counts, Superior Court, Case No. 24CC005430). Originators of Better Counts pain of the "Apalle Implied et al. Celliferation Air Resources Board et al. (Frenco Counts Superior Court, Case No. 24CC005530), Growth Energy v. Collifornia Air Resources Board et al. (Frenco Counts) Superior Court, Case No.

Challenge under the Endangered Species Act related to dust mitigation within the Oceano Dunes State Vehicular Recreation Area. Friends of Oceano Dunes, Inc. v. California Air Resources Board, et al. (U.S. District Court for the Central District of California Case No. 21:7-c-e733).

CARB intervened to support petitioners' challenge to China Shipping's assertion that environmental documentation claiming prior mitigation is not needed at the Los Angeles Fort. Philips revision of this court and on appeal; the case is remanded to superior cour for further attice, south Coast AU quality Management Edistric v. (1) or Angeles, et al (California Court of Appeal, Fourth District, IV). 1, Case. No. D880902; San Diego County Superior Court, Case No. 3.77:201-71.

Multiple cases: The Heavy-Duty Vehicle Inspection Program. Heavy-duty trucks and

PUBLIC DOCUMENT — Pending Litigation with California Air Resources. Board, as Party June 26, 2025

