

April 22, 2024

Karl Simon Director, Transportation and Climate Division Office of Transportation and Air Quality Environmental Protection Agency 1200 Pennsylvania Avenue, N.W. Washington, DC 20460

Re: California State Nonroad Engine Pollution Control Standards; In-Use Locomotive Regulation; Requests for Authorization; Docket ID No. EPA–HQ– OAR–2023–0574

Dear Director Simon,

On behalf of the Rail Customer Coalition, the undersigned organizations are pleased to submit these comments on the California Air Resources Board's (CARB) request for EPA authorization of its In-Use Locomotive Regulation. As major transportation stakeholders and some of the largest users of freight rail, we are concerned that the rule is both technically and economically infeasible, and therefore inconsistent with Clean Air Act (CAA) requirements. We urge EPA to deny CARB's request.

The Rail Customer Coalition is a collection of trade associations representing a broad cross-section of manufacturing, retail, agricultural, and energy industries that depend on the railroads to deliver reliable and affordable service. These industries are essential to a healthy U.S. economy, with operations and employees throughout the country – collectively providing more than 7 million jobs and producing more than \$4.8 trillion in economic output.

RCC associations and their member companies are committed to environmental stewardship and to policies that encourage emissions reductions to address climate change, including emissions from freight transportation. However, we are concerned that by imposing unworkable requirements for zero emissions locomotives, the CARB rule could harm freight rail operations and disrupt critical supply chains for our industries and for limited environmental benefit, if any, particularly on a true lifecycle emissions basis.

The CARB rule would ban most locomotives more than 23 years old starting in 2030. It would require new passenger, switch, and industrial locomotives to be zero emissions beginning in 2030 and require new line-haul locomotives to be zero emissions beginning in 2035. However, no commercially viable technology exists today for zero emission locomotives for line haul service making the petition unreasonable, arbitrary and capricious.

The CARB rule would require dramatic advances in locomotive technology. It would also require sweeping upgrades to the nation's electrical transmission system and interconnection permitting process that we believe are infeasible by the implementation deadlines. California lacks statutory authority for each of these endeavors.

These issues raise serious concerns that the CARB regulation violates the CAA. As discussed in EPA's February 27, 2024, Federal Register Notice (89 FR 14484), EPA has previously held that state standards and enforcement procedures are inconsistent with section 202(a) of the CAA if "there is inadequate lead time to permit the development of the necessary technology, giving appropriate consideration to the cost of compliance within that time." Following the precedent of these previous decisions, EPA should deny authorization of the CARB requirements.

We are further concerned that the "Spending Account" provisions of the rule would impose significant financial burdens on railroads, which may be untenable for some short line railroads. If these carriers are unable to continue operations, it could create additional supply chain disruptions and negatively impact large segments of the economy, including manufacturers, farmers, and energy producers.

The RCC strongly supports a uniform federal regulatory framework for the nation's freight rail network. Allowing California and other states to adopt unique rules governing locomotives would be contrary to the ICC Termination Act of 1995, which largely preempts local or state laws that have a regulatory impact on railroads. Furthermore, it would undermine the national framework that supports the interoperability of rail equipment across the network, potentially harming the reliability and efficiency of rail service for our industries.

Thank you for your consideration of these comments. The RCC urges EPA to carefully consider the feasibility of the CARB rule as well as its potential impacts on freight shippers that rely on rail service to deliver essential products throughout the nation.

Sincerely, The Rail Customer Coalition Agricultural Retailers Association Alliance for Automobile Innovation Alliance for Chemical Distribution Alliance for Rail Competition American Chemistry Council American Fuel & Petrochemical Manufacturers American Forest & Paper Association AmericanHort American Malting Barley Association, Inc. American Petroleum Institute Association of Global Automakers Associated Industries of Massachusetts Chemistry Council of Missouri Chemistry Council of New Jersey Chemical Industry Council of California **Chemical Industry Council of Delaware Chemical Industry Council of Illinois** The Chlorine Institute **Consumer Brands Association Corn Refiners Association Defoamer Industry Trade Association Essential Minerals Association** The Fertilizer Institute Freight Rail Customer Alliance Foundry Association of Michigan Georgia Chemistry Council **Glass Packaging Institute Growth Energy** Idaho Grain Producers Association Independent Lubricant Manufacturers Association Institute of Scrap Recycling Industries, Inc. International Dairy Foods Association International Warehouse Logistics Association Louisiana Chemical Association Manufacture Alabama Chemistry Advisory Council Massachusetts Chemistry Technology Alliance Michigan Chemistry Council Motorcycle Industry Council National Barley Growers Association National Cotton Council National Farmers Union National Grain and Feed Association National Industrial Transportation League

National Mining Association National Pork Producers Council National Retail Federation National Rural Electric Cooperative Association National Sorghum Producers National Stone, Sand & Gravel Association Nebraska Wheat Board New York State Chemistry Council North Carolina Manufacturers Alliance Ohio Chemistry Technology Council Ohio Manufactures' Association Pennsylvania Chemical Industry Council **Plastics Industry Association** Plastic Pipe and Fittings Association Portland Cement Association Private Railcar Food and Beverage Association **PVC Pipe Association Renewable Fuels Association Resilient Floor Covering Institute** Society of Chemical Manufacturers and Affiliates Southeastern Lumber Manufacturers Association South Carolina Manufacturers Association Steel Manufacturers Association The Sulphur Institute Tennessee Chamber of Commerce & Industry Texas Chemical Council **United States Fashion Industry Association** Vinyl Building Council The Vinyl Institute Vinyl Siding Institute West Virginia Manufacturers Association Wyoming Wheat Marketing Commission