Hon. Michael S. Regan, Administrator U.S. Environmental Protection Agency 1200 Pennsylvania Avenue, NW; 1101-A Washington, D.C. 20460

Re: CARB's Clean Air Act Authorization Request [EPA-HQ-OAR-2023-0574]

# Dear Administrator Regan:

Granting the above referenced authorization request submitted by the California Air Resources Board (CARB) could disrupt the United States supply chain, hurt the economy – including through inflation, drive some short line railroads out of business, and divert millions of tons of freight from rail to more carbon intensive transportation options.

Please reject this authorization request, which would permit CARB to circumvent federal laws and impose unfeasible mandates requiring railroads across the United States to purchase zero-emission locomotives that are not yet commercially viable while also artificially limiting the useful life of their locomotive fleets. The draconian financial and operational burdens CARB would impose include requiring railroads to deposit as much as \$800 million per year per railroad into "spending accounts" that could only be used to purchase and test currently non-existent zero-emission technology and equipment. CARB would also limit the useful life of more than 25,000 locomotives by barring any locomotive that is 23 or more years past its original manufacture date from operating in California. Such policy disregards the fact that locomotives are long-term and capital-intensive investments that traverse North America on the interconnected rail network. Small railroads in particular cannot simply replace these locomotives.

Critical for the undersigned organizations that span the nation, railroads operate on an interconnected continent-wide network. Implementation of CARB's extreme requirements would impact rail operations and rail service throughout North America, as railroads do not operate state-specific fleets. Moreover, granting the waiver would open the floodgates to expansion of these disruptive mandates given that Section 209(e) of the Clean Air Act permits other states to adopt the CARB regulation once authorized by EPA. Creating a patchwork of state laws governing rail operations would severely undermine the interconnectivity of the freight rail network and run afoul of federal laws created with preserving that network in mind.

Freight rail is highly fuel-efficient, and rail currently carries about 40 percent of U.S. long-distance freight while contributing just 1.7 percent of transportation-related emissions of greenhouse gases. It is difficult to see how the CARB regulation, which would undermine freight rail's efficiencies and could divert rail freight to highways, are in the national interest. In fact, adoption of the CARB regulation could lead to more carbon emissions over time. Moreover, CARB has acknowledged that because compliance costs are so high, some short line railroads

would likely be forced to cease operating, cutting some rural communities off from vital rail service entirely.

Collectively, our organizations represent virtually every corner of the nation and every sector of the economy. We urge you to reject CARB's authorization request. Granting it would undermine vital freight rail service and threaten jobs and quality of life in all our communities.

Sincerely,

### Alabama

Alabama Port Authority
Business Council of Alabama
Mobile Chamber of Commerce

### **Arkansas**

Agricultural Council of Arkansas
Arkansas Soybean Association
Arkansas State Chamber of Commerce
Associated Industries of Arkansas
Little Rock Regional Chamber
Wholesale Beer Distributors of Arkansas

### Arizona

Arizona Mining Association Arizona Rock Products Association Arizona Cattle Feeders' Association Chandler Chamber of Commerce Greater Flagstaff Chamber of Commerce

### California

Almond Alliance of California
Association of California Egg Farmers
Bay Area Council
Cal Chamber
California Asian Pacific Chamber of Commerce
California Building Industry Association
California Business Properties Association
California Business Roundtable
California Cattlemen's Association
California Farm Bureau
California Fashion Association
California Grain and Feed Association

California Homebuilding Foundation

California League of Food Producers

California Manufacturers & Technology Association

California Metals Coalition

California Retailers Association

Central Valley Business Federation

Council of Business and Industries

El Cerrito Chamber of Commerce

Fresno County Farm Bureau

Glass Packaging Institute

Inland Empire Economic Partnership

Los Angeles Area Chamber of Commerce

Metal Finishing Association of California

Multicultural Business Alliance

**Orange County Business Council** 

Orange County Hispanic Chamber of Commerce

**Pacific Coast Renderers Association** 

Pacific Egg and Poultry Association

Pacific Merchant Shipping Association

Plumbing Manufacturers International

Port of Redwood City

San Gabriel Valley Economic Partnership

West Ventura County Business Alliance

Western States Trucking Association

### Colorado

Colorado Springs Chamber & Economic Development Corporation

Denver Metro Chamber of Commerce

Pueblo Economic Development Corp

Upstate Colorado Economic Development

### Connecticut

Connecticut Construction Industries Association, Inc.

# **Delaware**

Delaware State Chamber of Commerce

## **Florida**

Associated Industries of Florida Florida Feed Association Florida Ports Council

# Georgia

Georgia Corn Growers Association Georgia Construction Aggregate Association Georgia Transportation Alliance Southeastern Lumber Manufacturers Association

#### Idaho

Idaho Farm Bureau Federation

#### Illinois

Calumet Area Industrial Commission
Chemical Industry Council of Illinois
Chicagoland Chamber of Commerce
Illinois Association of Aggregate Producers
Illinois Chamber of Commerce
Illinois Manufacturers' Association
Illinois Retail Merchants Association
Illinois Soybean Association
Joliet Region Chamber of Commerce and Industry

#### Indiana

Agribusiness Council of Indiana Indiana Chamber Indiana Manufacturers Association

### Iowa

Ames Chamber of Commerce
Iowa Association of Business and Industry

#### Kansas

Greater Topeka Chamber
Kansas Agribusiness Retailers Association
Kansas Grain and Feed Association
Kansas Independent Oil & Gas Association
Kansas Livestock Association
Kansas Soybean Association
Wichita Regional Chamber of Commerce

### Kentucky

Kentuckians for Better Transportation Kentucky Chamber of Commerce

### Louisiana

Louisiana Loggers Association Louisiana Retailers Association

# Massachusetts

Worcester Regional Chamber of Commerce

### Michigan

Michigan Aggregates Association Michigan Chamber of Commerce Michigan Corn Growers Association Michigan Manufacturers Association

# Minnesota

Duluth Area Chamber of Commerce Minnesota Grain and Feed Association Minnesota Soybean Growers St. Paul Area Chamber

# Mississippi

Mississippi Economic Council Mississippi Farm Bureau Federation Mississippi Manufacturers Association

#### Missouri

Associated Industries of Missouri
Greater Kansas City Chamber of Commerce
Greater St. Louis, Inc.
Inland Rivers, Ports, and Terminals, Inc.
Kansas City SmartPort
Missouri Chamber of Commerce and Industry
Missouri Corn Growers Association
Missouri Farm Bureau
Missouri Limestone Producers Association
Missouri Soybean Association
North American Equipment Dealers Association
Springfield Area Chamber of Commerce

# Montana

Montana Chamber Montana Grain Growers Association Montana Mining Association Treasure State Resources Association

#### Nebraska

Greater Omaha Chamber Nebraska Chamber of Commerce & Industry Nebraska Pork Producers Association

#### Nevada

Nevada Farm Bureau Federation Northeastern Nevada Regional Development Authority Northern Nevada Development Authority Reno + Sparks Chamber of Commerce Southwest Central Regional Economic Development Authority White Pine Chamber of Commerce

# **New Hampshire**

**Business & Industry Association of New Hampshire** 

# **New Jersey**

Newark Regional Business Partnership New Jersey Business & Industry Association New Jersey Chamber of Commerce

#### **New Mexico**

New Mexico Business Coalition New Mexico Chamber of Commerce New Mexico Farm and Livestock Bureau

# **New York**

Business Council of New York State
Manufacturers Alliance of New York State
Manufacturers Association of Central New York
New York Construction Materials Association, Inc.
New York Farm Bureau, Inc.
New York State Economic Development Council

# **North Carolina**

NC Chamber North Carolina Poultry Federation North Carolina Cattlemen's Association

### **North Dakota**

Greater North Dakota Chamber North Dakota Corn Growers Association North Dakota Grain Growers Association

### Ohio

Ohio Chamber of Commerce

#### Oklahoma

Greater Oklahoma City Chamber
Oklahoma Agricultural Cooperative Council, Inc.
Oklahoma Petroleum Alliance
Tulsa Regional Chamber
The State Chamber of Oklahoma

# Oregon

Albany Area Chamber of Commerce Linn Economic Development Group Oregon Rail Users' League Oregon Business and Industry Oregon Cattlemen's Association

# Pennsylvania

PennAg Industries Association Pennsylvania Aggregates and Concrete Association Pennsylvania Manufacturers' Association

# **South Carolina**

South Carolina Chamber of Commerce

# **South Dakota**

South Dakota Agri-Business Association
South Dakota Chamber of Commerce and Industry
South Dakota Farm Bureau Federation
South Dakota Grocers Association
South Dakota Hospitality Association
South Dakota Restaurant Association
South Dakota Retailers Association
South Dakota Soybean Association

### Tennessee

Memphis Chamber of Commerce
Tennessee Beverage Association
Tennessee Chamber of Commerce and Industry
Tennessee Farm Bureau
Tennessee Poultry Association
Tennessee Soybean Promotion Council

### **Texas**

**Dallas Regional Chamber** 

El Paso Chamber

Fort Worth Chamber of Commerce

**Greater Houston Partnership** 

Laredo Economic Development Corporation

**North Texas Commission** 

Texas Aggregates and Concrete Association

**Texas Association of Business** 

Texas Association of Manufacturers

Texas Food and Fuel Association

**Texas International Produce Association** 

Texas Soybean Association

**Texas Vegetable Association** 

#### Utah

Utah Farm Bureau Federation
Utah Inland Port Authority
Utah Manufacturers Association
Utah Petroleum Association

# Virginia

Virginia Chamber of Commerce Virginia Manufacturers Association Virginia Soybean Association

# Washington

Burlington Chamber of Commerce Greater Yakima Chamber of Commerce Thurston Chamber of Commerce Washington Farm Bureau

### Wisconsin

Wisconsin Agri-Business Association Wisconsin Soybean Association

# **West Virginia**

West Virginia Chamber of Commerce

### **Wyoming**

Wyoming Business Alliance Wyoming Mining Association

CC: Members of the U.S. Senate and House of Representatives