

July 16, 2018

Dear Representative:

As part of a uniquely broad coalition of interests, we want to express our support for continued funding for the Diesel Emissions Reduction Act (DERA) program contained in the Interior and Related Agencies Appropriations Act (H.R. 6147) as well as the defeat of the amendment by Representative Gary Palmer (R-AL) to strike all funding for the program in the bill. DERA is up for reauthorization and there is a bipartisan bill (H.R. 3107) introduced by Reps. Ted Poe (R-TX) and Doris Matsui (D-CA) to reauthorize the program through FY 2022 with no changes to the existing program. Because vast opportunities remain to reduce diesel emissions through the DERA program, we respectfully request that you vote no on the Palmer amendment and allow for continued funding for this extremely effective program.

DERA provides grants and rebates to incentivize equipment and vehicle owners to install retrofit technologies on existing heavy-duty diesel vehicles and engines, or replace engines and equipment, reducing emissions by as much as 90 percent. EPA's most recent estimates indicate that the program has upgraded nearly 73,000 vehicles or pieces of equipment and saved over 450 million gallons of fuel. EPA estimates that total lifetime emission reductions achieved through DERA funding are 14,700 tons of particulate matter (PM) and 335,200 tons of oxides of nitrogen (NOX). These reductions have created up to \$12.6 billion in health benefits. The program helps to improve air quality at the nation's schools, construction sites, highways, railyards and ports. The program is voluntary and has adopted many cost saving administrative practices, such as the inclusion of a rebate program applicable to school buses and construction equipment that speeds the delivery of program funds with a minimum amount of red tape. The program effectively cleans our air and underpins employment in innovative industries.

Since implementation, DERA has become one of the most cost-effective federal clean air programs and enjoyed support in both the Bush and Obama Administrations. EPA estimates every \$1 in federal assistance is met with another \$3 in non-federal matching funds, including significant investments from the private sector, and generates \$5 to \$21 in health and economic benefits. Every state benefits because 30 percent of the funding goes to support individual state programs.

The program was first enacted as part of the Energy Policy Act of 2005 as a Senate floor amendment authored by former governors, Sen. George Voinovich (R-OH) and Sen. Tom Carper (D-DE) and approved 92 to 1, DERA provides funding to incentivize equipment and vehicle owners to install retrofit technologies on existing heavy-duty diesel vehicles and engines, or replace engines and equipment, reducing emissions by as much as 90 percent. DERA has

continued to enjoy broad bipartisan support. In 2010, the Senate approved DERA reauthorization unanimously and the House approved the measure by voice vote.

The DERA program is still needed to help speed adoption of highly cost-effective emission control technologies for the millions of diesel vehicles which do not meet the most recent emission control standards. We urge all Members to oppose the Palmer amendment and to work to continue this important and highly effective program.

Thank you for your consideration.

Sincerely,

Advance Engine Systems Institute • American Association of Port Authorities • American Association of Railroads • American Highway Users Alliance • American Lung Association • American Power Group • American Trucking Associations • Associated General Contractors • Clean Air Task Force • Corning Incorporated • Cummins Inc. • Diesel Technology Forum • EDF Action • Emission Control Technology Association • Manufacturers of Emission Controls Association • NAFA Fleet Management Association • National Association of Clean Air Agencies • National Association of State Directors of Pupil Transportation Services • National Electrical Manufacturers Association • National School Transportation Association • Navistar • South Coast Air Quality Management District • Truck and Engine Manufacturers Association (EMA) • Umicore Autocat, Inc. • United Motorcoach Association • Volvo Group