

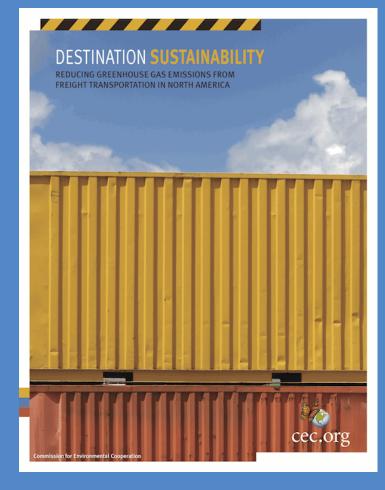


DESTINATION SUSTAINABILITY SUSTAINABLE FREIGHT TRANSPORTATION IN NORTH AMERICA

Benjamin Teitelbaum, Program Manager Commission for Environmental Cooperation TRB Committee on Transportation and Sustainability January 23, 2012 The Commission for Environmental Cooperation supports cooperation among the NAFTA partners – Canada, Mexico and the United States – to address environmental issues of continental concern, including the environmental challenges and opportunities presented by continentwide free trade.

Destination Sustainability is the latest independent report of the CEC Secretariat.

It examines the environmental impact of freight transportation, specifically from road and rail modes







The report draws on research and consultations with a wide-range of organizations, including state and federal agencies.









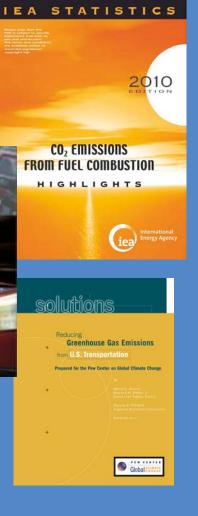




U.S. Department of Transportation Federal Highway Administration











Advisory Group

Destination Sustainability was developed with the assistance of an advisory group of representatives from transportation industries, nongovernmental organizations, and government agencies.

American Trucking Associations Cascadia Corridor (Bruce Agnew, Chair) **CEC** Joint Public Advisory Committee Coalition for America's Gateways and Trade Corridors Con-way Inc. Environmental Defense Fund Federal Highway Administration (US) FedEx Corp The Home Depot, Inc. The Intelligent Transportation Society of America Mario Molina Center for Strategic Studies on Energy and Environment

Mexican Transport Institute

Organisation for Economic Co-operation and Development

Pollution Probe

Railway Association of Canada

Sierra Club

Transportation Sustainability Research Center (UC Berkeley)

Transport Canada

University of Winnipeg

US Environmental Protection Agency/ SmartWay

Wal-Mart Mexico



Summary – Conclusion

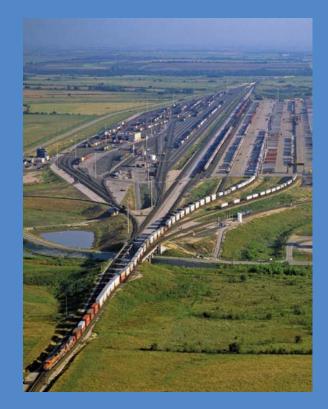
- Vision—of an integrated, intelligent, freight transportation *system* for North America—is #1 requirement.
- The policies, regulations, incentives, investments and technologies necessary to accomplish sustainable freight transportation—across North America—will also make our economies more efficient, competitive, and energy-secure.





Findings: NAFTA Transport - Growth

- NAFTA population will grow from 460 m to 540 m by 2030 (600 m by 2050).
- North American economy will grow by 70-130% between 2005 and 2030.
- US interstate highway travel demand, measured in VMT is forecast to increase from 690 billion (2002) to 1.3 trillion by 2026.
- Additional 1.8 million trucks on the road by 2020
- Total freight tonnage is expected to double from 2002 levels 15,500 MT to 34,000 MT by 2035.



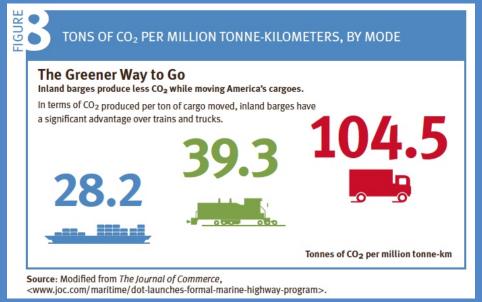




Findings: NAFTA Transport – Modal Share

- By value, 88% of US trade with Canada and Mexico moves on land
- Freight trucks are the dominant mode of land transportation among the three countries
- By tonnage (2008):

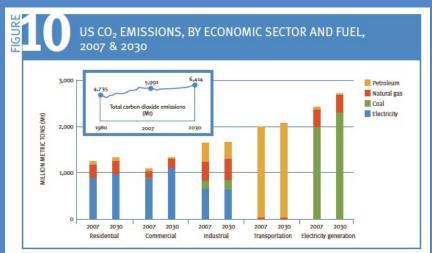
| Pipelines | 35% |
|-----------|-----|
| trucks | 33% |
| Rail | 32% |





Findings: Trade - Transportation - Climate Change

- The transportation sector in North America is second only to electricity generation in terms of CO₂ emissions produced.
- CO₂ emissions account for 95% or more of all freight-related GHG emissions.
- Freight is the fastest growing source of emissions in the transport sector.
- US freight-related emissions increased by 74% from 1990 to 2008.



Note: Bars show 2007 and 2030 data in million metric tons.

Source: US Department of Energy, Energy Information Administration. International Energy Outlook 2009 with projections to 2030, <www.eia.doe.gov/oiaf/aeo/emission.html>. Accessed December 2009.





Findings: Fuel standards aren't enough

Fuel standards alone cannot solve the problem of growing freight emissions

Projections for the US show little growth for transportation sector emissions: 0.7% to 2030

Modes show very different rates of growth

Despite a 42% increase in VMT 2007–2030, lightduty vehicle GHG emissions are projected to *decline* nearly 12% over the period

Freight truck emissions are projected to increase
20% over same period





Source US DOT

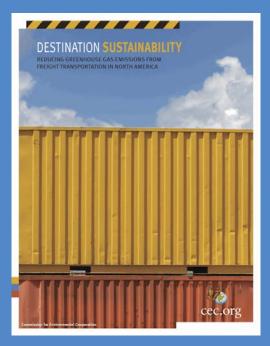


KEY RECOMMENDATIONS

- **1** Coordination and Networking
- 2 Carbon Pricing and System Efficiency Strategies
- 3 Investments to Improve the Efficiency of the Freight Transportation System
- 4 Supply Chain Management
- **5** Training Eco-drivers
- **6** Gathering and Sharing Data







www.cec.org/freight

