GMA TRUCKING

2024-2025 RFP Webinar

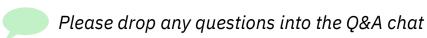
January 17th, 2025

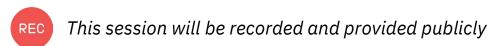
Today's Objectives

- Educate participants on book and claim for road transport
- Provide clarity on GMA
 Trucking RFP requirements
 and process
- Answer questions participants have on RFP

Agenda

- I. Welcome
- II. Introduction to GMA and GMA Trucking
- III. Book and claim for road transport
- IV. GMA Trucking Request for proposal
- V. Q&A





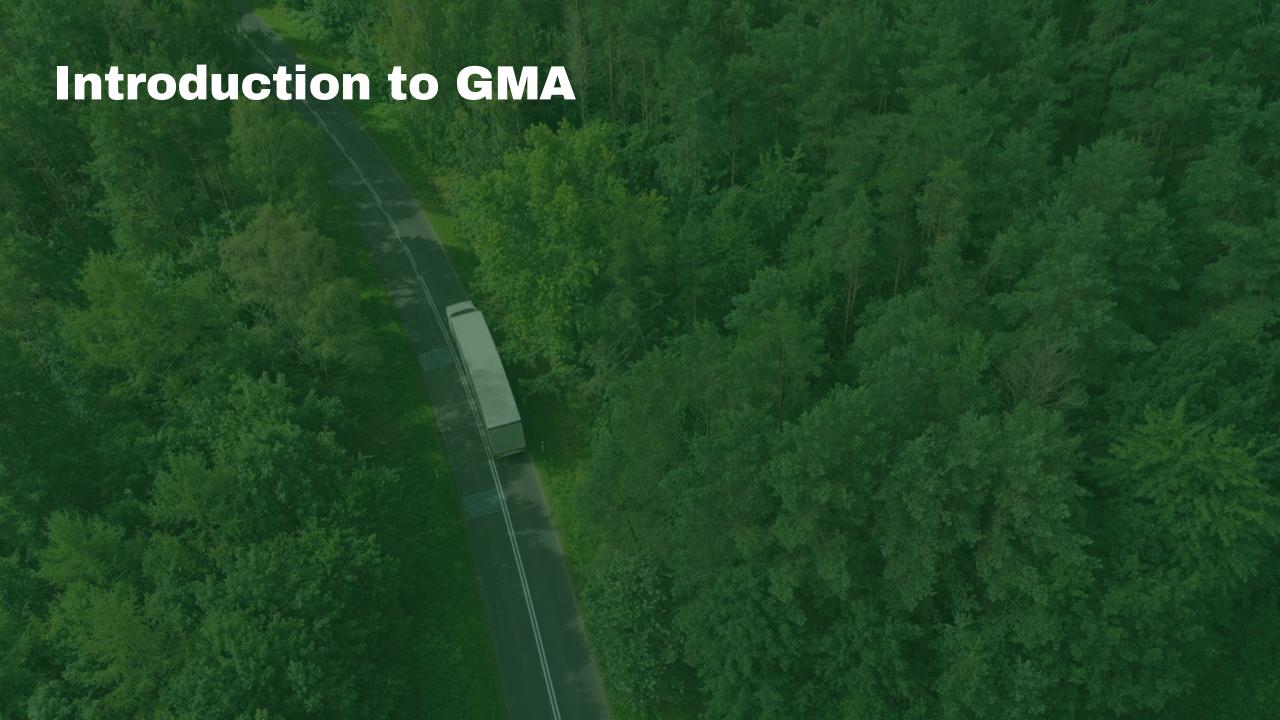
Antitrust Compliance Statement

It is the policy of the Center for Green Market Activation to fully comply with U.S. federal and applicable state antitrust and unfair competition laws, and all applicable foreign competition/unfair competition laws (collectively, "Antitrust Laws."). Prospective members also are expected to conduct themselves in strict compliance with Antitrust Laws. While shippers who are actual or potential members may or may not compete with one another in the sale of goods and services, they all purchase road transport services from carriers. The Center for Green Market Activation may establish additional guidelines that prohibit conduct that does not itself violate antitrust laws to reduce the risk that such conduct may prompt antitrust investigations or litigation.

Members attending today's meeting should not reveal any nonpublic, competitively sensitive information about their companies relating to goods or services that they either sell to or purchase from third parties, including road transportation carriers. Such information includes, but is not limited to, the following topics relating to such members or the goods or services they purchase or sell:

- (a) current or future prices/costs;
- (b) current or future volumes purchased/sold;
- (c) current or future nonpublic strategic, marketing or other business plans; or
- (d) current or future plans to enter or exit any product/service or geographic market

Further, attendees may not agree nor solicit agreement from one another or from any Center for Green Market Activation representative regarding any of these subjects. Further, attendees may not agree, solicit agreement, nor recommend to one another to refuse to deal with any carrier or other third party.



GMA Who we are

The Center for Green Market Activation (GMA) is a US-based, globally focused nonprofit that leverages innovative book and claim systems, new and creative procurement approaches, and demand aggregating buyers alliances to catalyze decarbonization and scale critical climate technologies within hard to abate sectors, including:







Maritime



Trucking



Cement & Concrete



Chemicals



Future Programs

System Design & Build



Organize stakeholders; gather perspectives on key design questions



Align on system design elements, e.g. unit of measure, certification requirements, etc.



Establish system, e.g. work with partners to stand up registry, certification process, etc.

Demand Aggregation & Execution



Find, on-board and educate buyers' alliance members



Facilitate member choice of procurement criteria e.g., time period, emissions threshold, etc.



Evaluate proposals, negotiate contract terms, facilitate member contracts

GMA goes beyond target-setting to help members execute on demand through collective procurement.



Buyers Alliance Impact

Established initiatives span three transport sectors – aviation, maritime, and trucking – and have driven hundreds of millions toward critical climate technologies

AVIATION



MARITIME



TRUCKING*

⊿ GMA | TRUCKING

Supported by Smart Freight Centre (SFC)

\$200M

spent on sustainable aviation fuel certificates over 5 years

30

corporate air transport customers in membership & counting...

82,000+

metric tons of CO₂ avoided over 2 years

30

maritime logistics and freight customers in membership & counting...

200,000

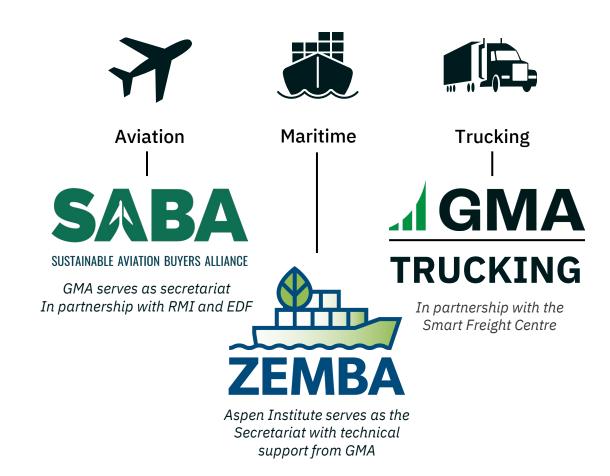
metric tons of CO₂ avoided over 7 years

9

founding buyers alliance members & counting...

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Chemicals



Developing initiatives

We aggregate demand to drive zeroemission heavy-duty transport adoption

How does GMA Trucking work?



DEMAND **AGGREGATION**

Convene a group of shippers and freightforwarders as members and develop preferences for procurement



BOOK AND CLAIM SYSTEM DESIGN

Develop and refine book and claim guidance and infrastructure to ensure credible accounting and tracking of attributes



PROJECT IDENTIFICATION

Through a competitive RFP process, identify zero-emission road transport service funding opportunities



CONTRACT **FACILITATION**

Help our members negotiate and sign bilateral contracts for ZE trucking service attributes

Who is in GMA **Trucking?**



























is a strategic partner of GMA Trucking to provide additional support and expertise in road transportation and book and claim systems

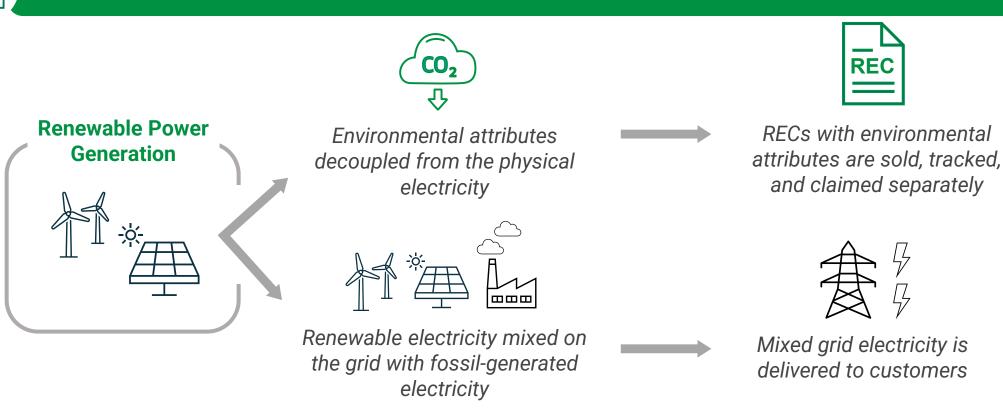
Note: membership in GMA Trucking does not require all members to participate in the RFP process



Renewable energy certificates are the most recognizable and notable book and claim system operating today



Renewable Energy Certificates (RECs) enable companies to invest in renewable energy – even when they cannot be sure that renewable electrons are delivered to them

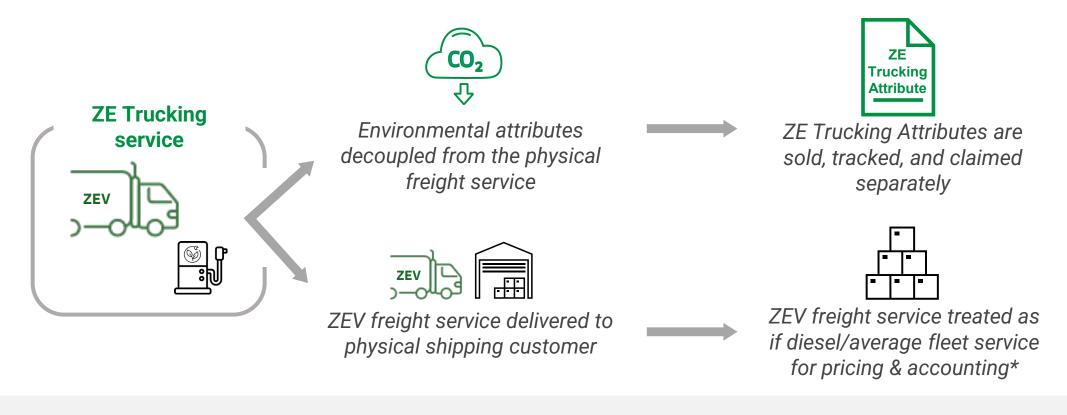


Attribute functional unit: tCO2e per MWh

GMA Trucking uses a similar system to separate the emissions profile from the trucking service



ZE Trucking Attributes – denominated in kgCO2e per ton-mile of trucking service – are the book and claim unit for the trucking sector. ZE Trucking Attributes will enable companies to invest in ZE freight moves, even when their physical goods are not being delivered by the zero emission trucks



*Because they have not contributed to the green premium of the ZE Trucking Attribute, the physical shipper(s) whose goods are being transported on ZEVs funded through a book and claim system cannot claim the environmental benefits of the service. Carriers must pass along a baseline (diesel) emissions intensity that is either representative of the fleet excluding those vehicles whose attributes have been sold or an industry average benchmark.



Shipper

Drives sale and use of ZE technology and infrastructure



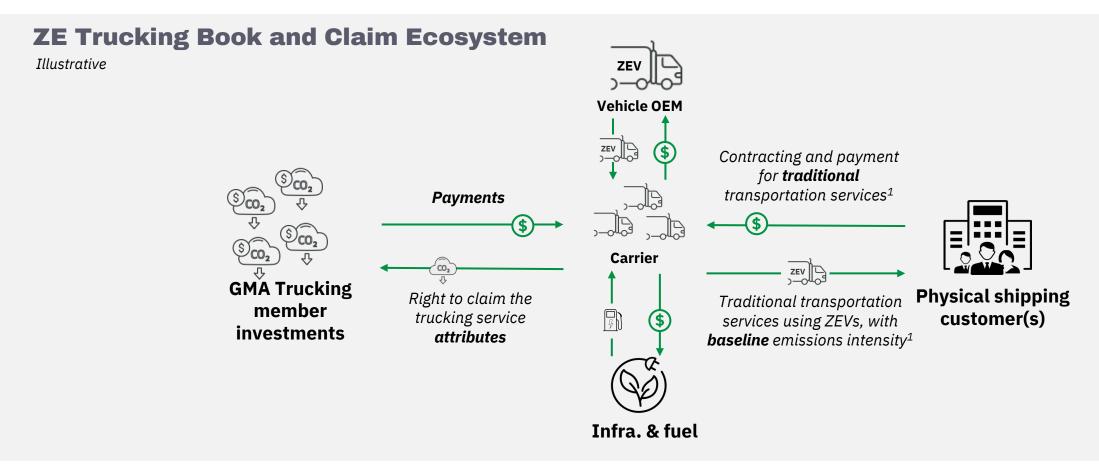
Enables streamlined **collaboration between purchasers** to organize larger-scale joint investments



Provides contract structures that facilitate multi-year infrastructure developments and long-term assets

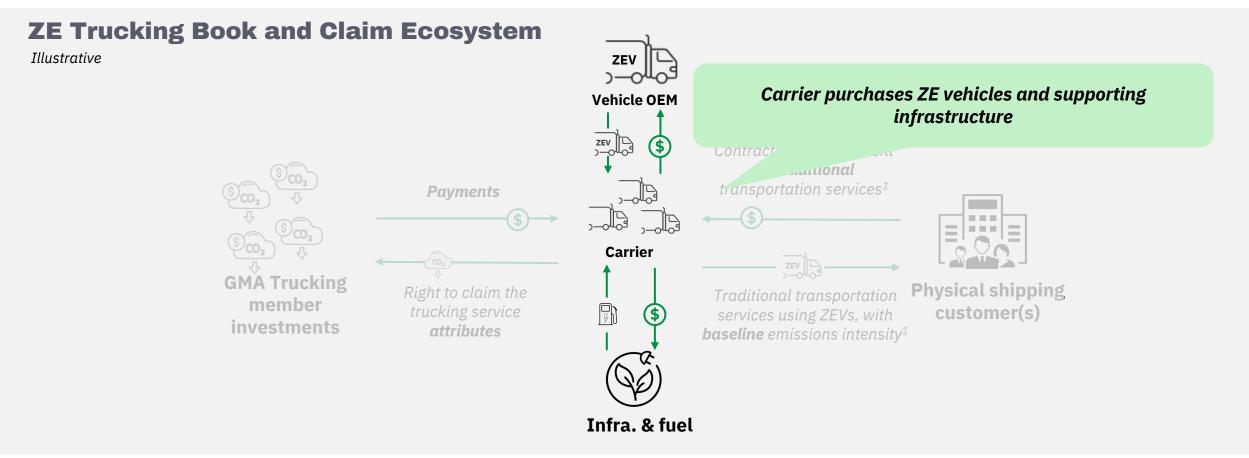


The program centers around **carriers sourcing ZEVs, chargers/charging, fuel, etc.** as they are best positioned to generate ZE trucking service attributes (denominated in kgCO2e/ton-mile of trucking service). They then **sell those attributes** to GMA Trucking members.



¹Traditional services includes pricing as well as emissions intensity of service; the physical shipper(s) whose goods are being transported on ZEVs funded through this project cannot claim the environmental benefits

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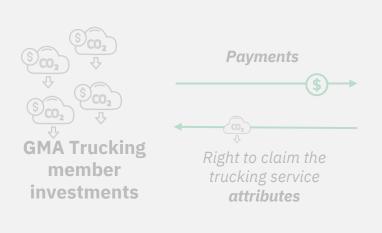


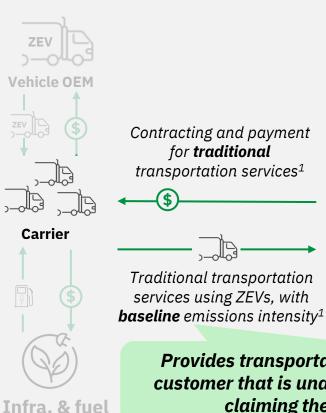
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ZE Trucking Book and Claim Ecosystem

Illustrative





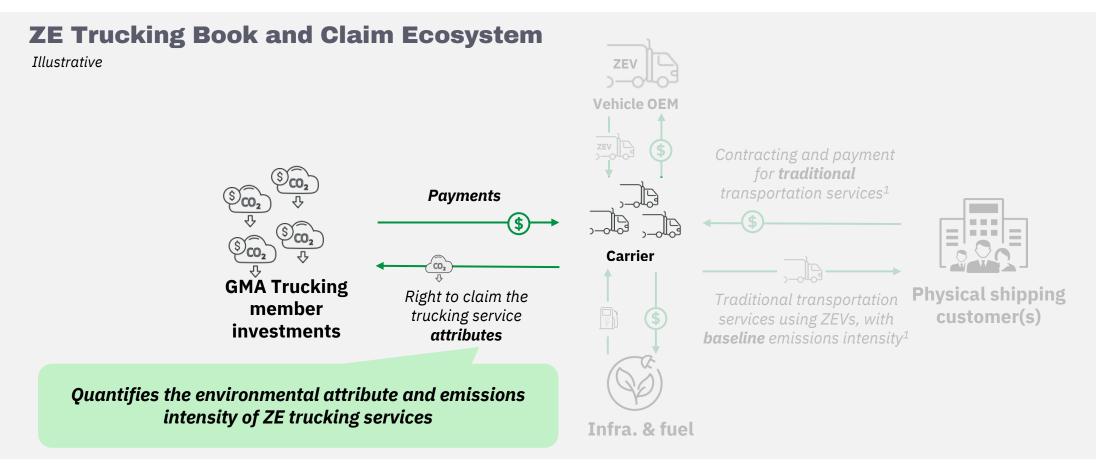


Physical shipping customer(s)

Provides transportation services to a local, physical customer that is unable, unwilling, or disinterested in claiming the environmental attribute

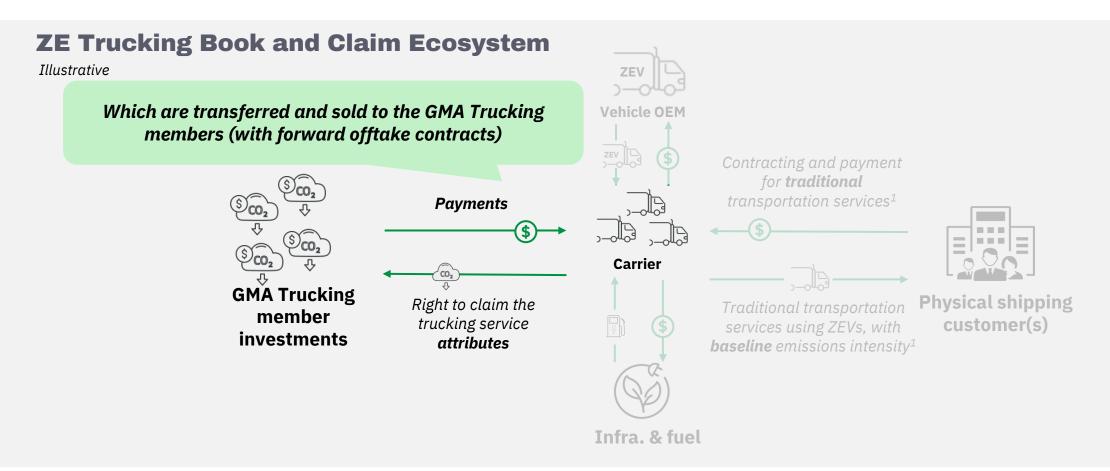
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This first pilot is directed towards fully decarbonized, heavy-duty freight services in the continental US

Requirements for 2025 RFP

Operational Requirements



Vehicles must be class 8 trucks



Freight logistics operations



Operating in **continental U.S., <u>excluding</u> California**



Net-new or existing vehicles operating at a loss

Emissions Requirements



Battery electric or fuel cell electric drivetrain



Well-to-wheel **near-zero emissions**



BEVs: powered by **100%** renewable electricity



FCEVs: hydrogen must be electrolytic and meet IRA 45V



Alignment with the **Atmospheric Benefit Principle**

Bidders can respond to the RFP with proposals for existing and/or net-new vehicles, with a preference for net-new

Attributes may be generated by:



Net-New Vehicles

Vehicles procured and deployed specifically for the generation of attributes to meet GMA Trucking demand.

Net-new vehicles are defined as those **not yet purchased** by the carrier. Vehicles that have been "reserved" for a nonbinding fee may also qualify as net-new.



Existing Vehicles¹

Vehicles registered and potentially in operations, where carriers are not currently covering green premium compared to diesel vehicles.

GMA Trucking will only consider vehicles that are

- 1) Deployed but underutilized
- 2) Deployed but operating at a loss

¹Vehicle attributes that have been generated in the past and "booked" for future sale will not be considered.

The RFP gathers detailed information on ZE trucking service attribute bids

Bidders provide information on the ZEV status, charging and fuel infrastructure plans, operational use case, and pricing, among other items¹



Number of ZEVs



Geography



Expected annual milage and payload



Offered price per tonmile



Transport Operations
Category (TOC)



Fuel and Energy



Preferred Payment Schedule



Preferred Contract Length



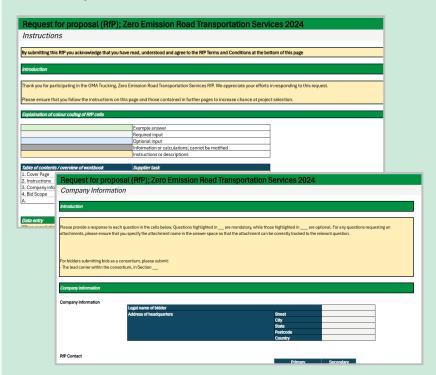
Service Volume Assurance (Net-New Only)

¹List is not exhaustive of all requests in the RFP.

Bidders must answer questions and provide data across several tabs in the RFP

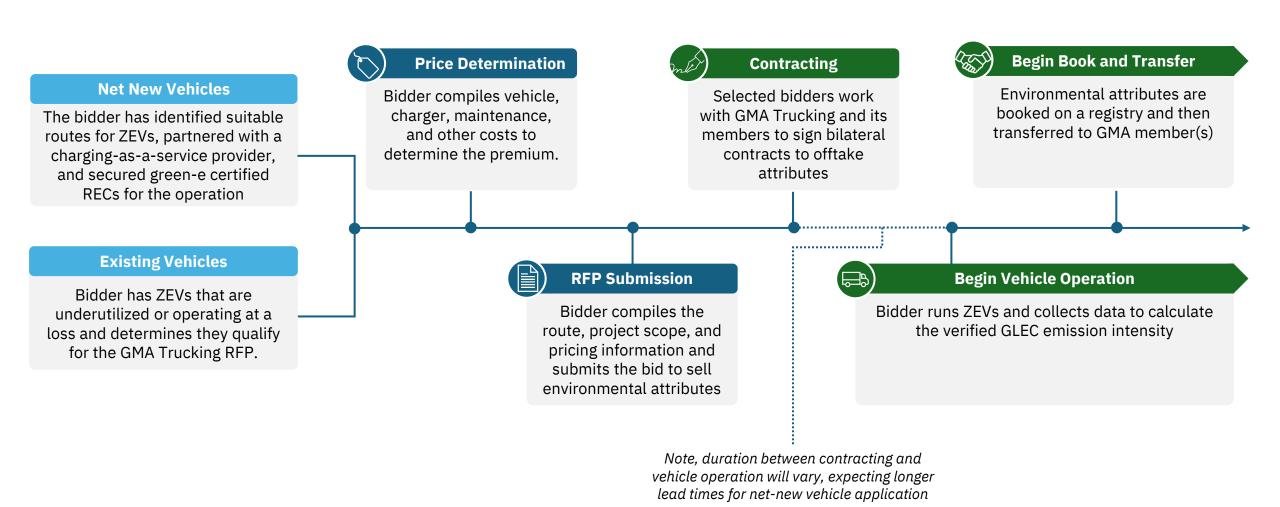
Page Title	Description
Cover Page	Title page with contract information
1. Binding Terms	Confidentiality, indemnity, and other binding terms regarding GMA Trucking bidding process
2. Instructions	Detailed instructions on how to complete the RFP document including terms and conditions
3. Company Information	General questions on company information and operational capabilities
4. Bid Scope – Net New	For net new vehicles: explanation of bid scope, pricing, and several assurance-based questions
5. Bid Scope - Existing	For underutilized vehicles: explanation of bid scope, pricing, and several assurance-based questions
6-X. Additional Bid Scope ¹	If bidder would like to submit multiple bids, they may copy and fill out multiple versions of the "Bid Scope" tab

Example



Following selection and contracting, the ZEVs will be operated – "generating" the attributes which are then transferred to the purchasing member

ZE truck attribute bidding steps



RFP Submission Process

Download RFP Submission
Document and RFP
Introduction Materials



Direct any questions to trucking@gmacenter.org



Populate RFP Submission Excel Document and gather any supplemental materials

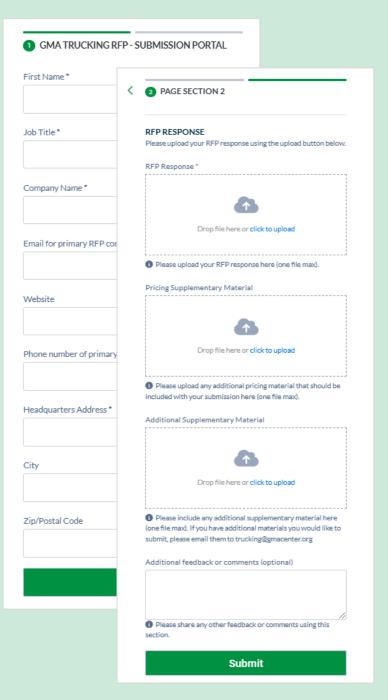


Review responses to RFP questions



5

Submit RFP Submission Excel Document and any supplemental materials by 3/28/25



Bidders have until March 28th to respond; winner(s) will be selected in June after a period of evaluation and negotiation



Webinar on January 17th

Carriers may submit clarifying questions via website or email.

Responses will be publicly recorded in the Q&A Catalogue and shared following deadline Bidders submit their letter of intent to submit a proposal to <u>trucking@gmace</u> nter.org

Bidders will submit bids via GMA website form & email trucking@gmace nter.org to confirm submission

Received bids will be evaluated and a shortlist will be developed

Shortlisted carriers will be notified

Further information may be requested of shortlisted carriers and negotiations will take place

Winning bid(s) selected and template contract provided GMA Trucking facilitates bilateral contracting between winning carrier(s) and Members GMA Trucking intends to offer subsequent RFPs in the future



The GMA Trucking Team

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