New Zealand's transition to Net Zero by 2050

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DRIVE ELECTRIC





Update on relevant New Zealand Government policies

04

What's happening with New Zealand Fleets **05** Q&A



Who is the EECA? (Energy Efficiency and Conservation Authority)



About **Drive Electric**

- Drive Electric champions e-mobility and the decarbonisation of New Zealand's transport sector.
- Our **members** represent a cross section of the e-mobility ecosystem in
- NZ.

We engage in **advocacy**,

 collaboration and communications. We host New Zealand's **leading** electric vehicle website.

100+ Member **businesses**

35 Vehicle brands 25

Retail and fleet

12

Board members with key positions of influence in transport, infrastructure and sustainability

By the numbers:

27 Energy and Charging

17

Finance, B2B and consumer

20+

Ministers / MPs engaged in 12 months

6

Policy submissions in 12 months

1,500

Daily website views

5

Events in 12 months

6,121 Monthly EDM subscribers



Organic ranking on Google search for "electric vehicles NZ"

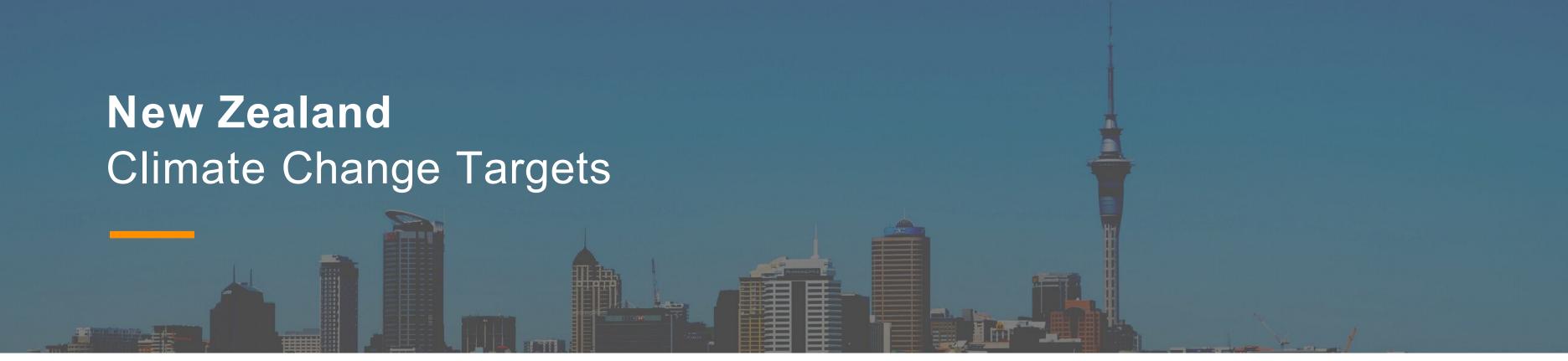




Battery electric vehicles are projected to make up 20% of global light vehicle sales in 2025, and 59% in 2035

Source: Boston Consulting Group

New Zealand Emissions Reduction Plan -Transport



Domestic targets under the Climate Change Response Act (CCRA).

- Net zero emissions of all Greenhouse Gases other than biogenic methane by 2050.
- 10 % reduction below 2017 biogenic methane emissions by 2030.
- 24 to 47% reduction below 2017 biogenic methane emissions by 2050.

First emissions reduction plan launched in May 2022.

Debate continues around pursuing 100% renewable electricity by 2035 - currently NZ achieves 80-85%



New Zealand 's Four Targets for Transport

The Government is also committing to 4 targets for transport:

Target 1: Reduce the light fleet total Vehicle Kilometres Travelled (VKT) by 20% by 2035 through improved urban form and providing better travel options, particularly in our largest cities.

Target 2: Increase zero-emissions vehicles to 30% of the light fleet by 2035.

Target 3: Reduce emissions from freight transport by 35% by 2035.

Target 4: Reduce the emissions intensity of transport fuel by 10% by 2035.



Transport sector emissions in New Zealand

2nd Largest17%source ofof NZ'sgreenhouse gastotalemissionsemissions

39% of NZ's CO2 Emissions



Transport Targets in New Zealand's first **Emissions Reduction** Plan



The Emissions Reduction Plan sets these targets for transport by 2035:

transport by 35%



Reduce emissions



The Emissions Reduction Plan sets these targets for transport by 2085:

Reduce the emissions intensity of transport fuel by 10%



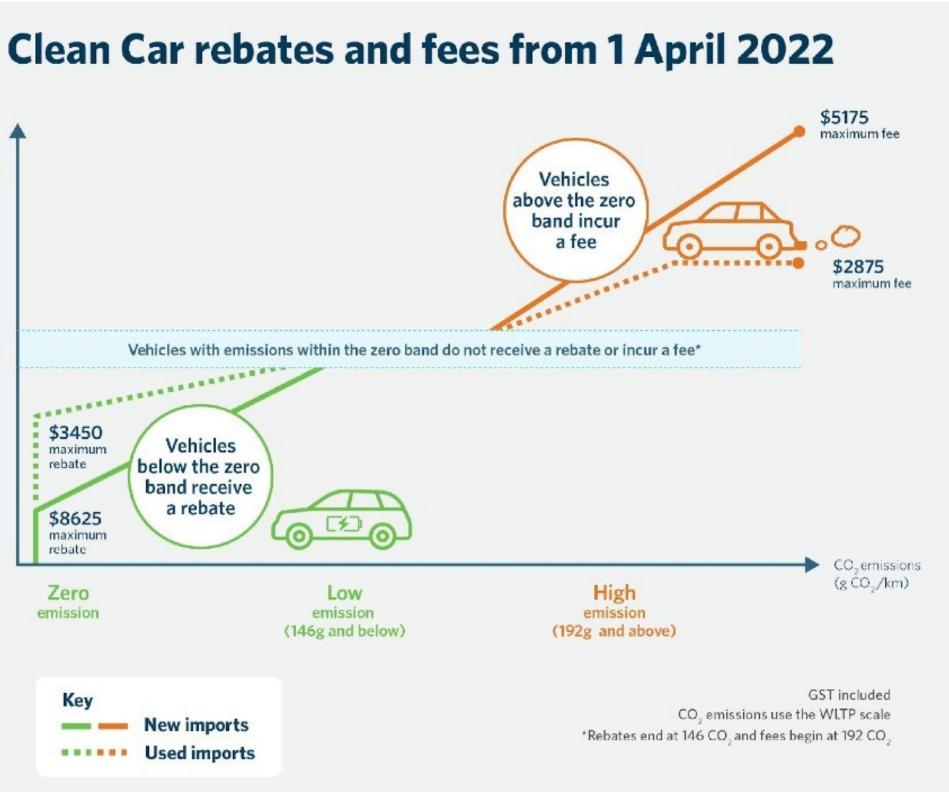
The Clean Car Discount for consumers

Fee (\$+) Zero band (\$0) ********************* \$3450 Vehicles maximum rebate below the zero band receive a rebate \$8625 maximum rebate Rebate (\$-) Zero emission Key New imports Used imports

> Most cars have a variety of models with different CO₂ emissions so the rebates and fees will differ. Check a specific vehicle's CO₂ emissions and rebate/fee www.rightcar.govt.nz

Clean Car Programme Up to \$8,625 for new EVs under \$80,000 and up to \$3,450 for used EVs being registered in New Zealand

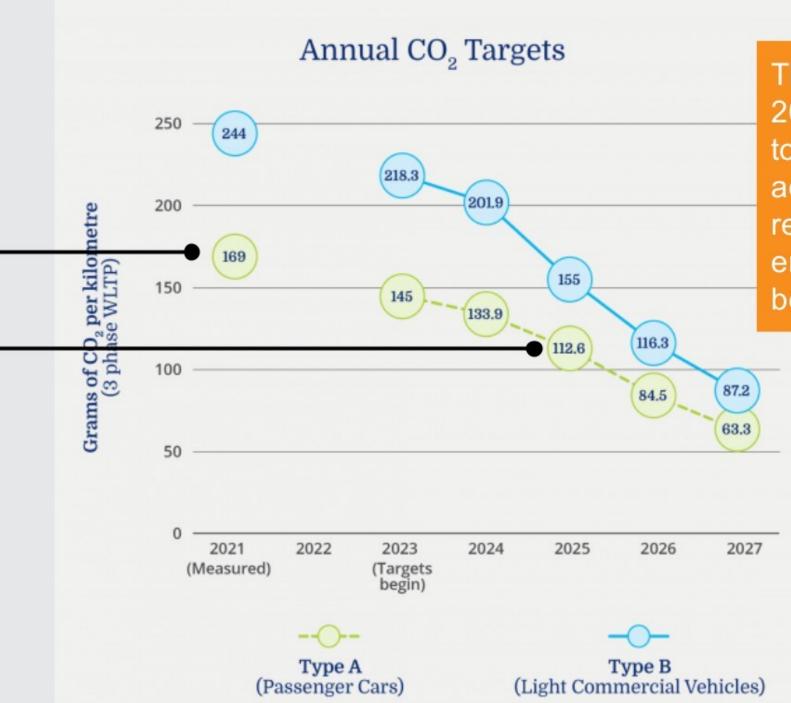
for the first time.



The Clean Car Standard for importers

The Clean Car Discount contributed to a 15% reduction from new imported vehicles already.

The EU exceeded the 2025 standard in 2020. We are confident this is achievable.



The targets in 2026/2027 are tough - but we advocated for a review in 2024 to ensure they can be met.

Comparison of International Electric Vehicle new passenger car sales

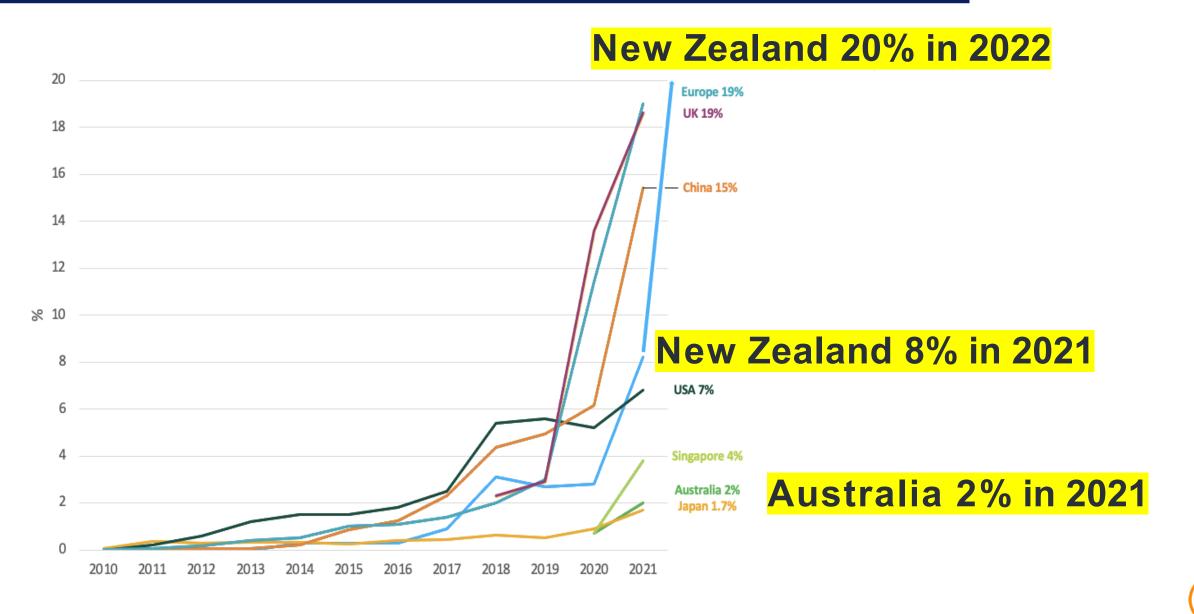
Comparison of International Electric Vehicle new passenger car sales by market share 2010 to 2021 (BEV + PHEV)

September 2022 9,611 EVs

registered

65% increase in registrations

From 2021 to 2022





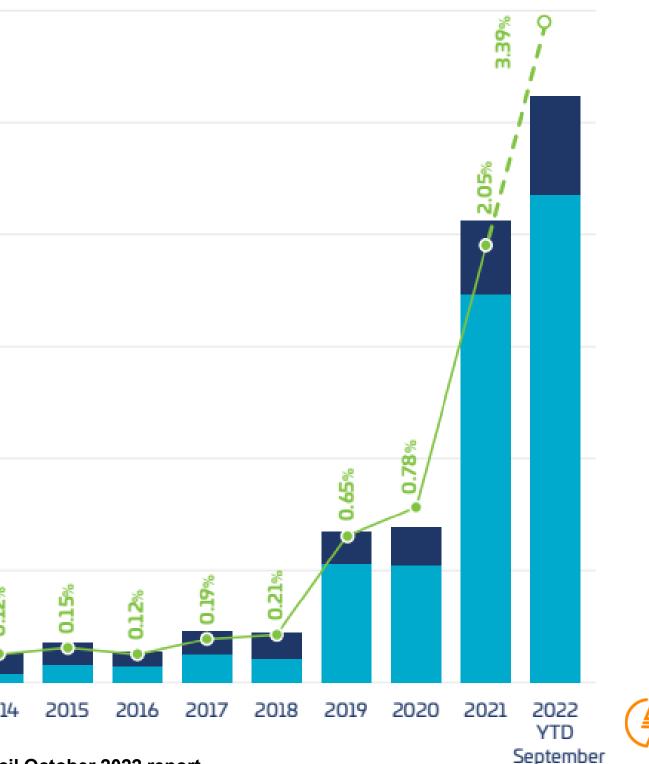
How does Australia compare?

Jan to September 2022, 26,356 EVs were sold.

The share of new EVs sold in Australia increased to 3.39% (YTD September 2022), compared to 2.05% in 2021.

65% increase in the market share of electric vehicle sales so far in 2022.

	U	2011	2012	2013	20
	5,000	ő	• 0.02%	0.02%	
	10,000				
	15,000				
PHEV Market Share	20,000				
BEV					
EV sales in Australia: 2011-2022	25000				
	30000				



Who is EECA? Energy Efficiency and Conservation Authority



EECA'S role: To mobilise Kiwis



Their Purpose

Mobilise New Zealanders to be world leaders in clean and clever energy use.

Strategic Focus Areas:



Productive and low-emissions business



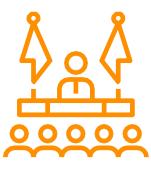




Energy efficient homes

Their Desired Outcome

A sustainable energy system that supports the prosperity and wellbeing of current and future generations.

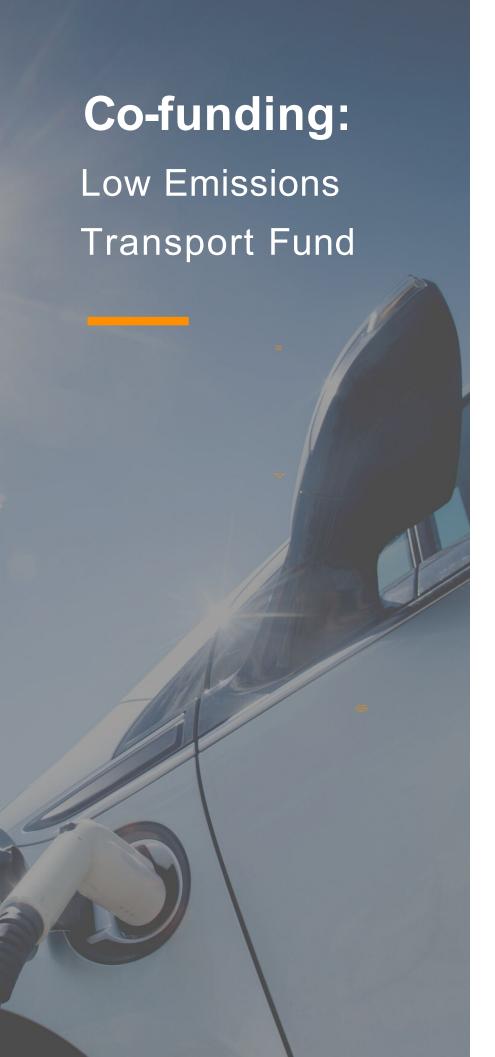


Government leadership



Engage hearts and minds





Strategic Focus Areas:

13 Funding rounds

226

Projects

\$42.2M

Government co-funding



Car Share

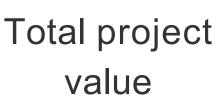
Delivery Vans



Bus Fleets

Heavy Trucks







EV chargers co-funded



Battery Refurbishments



Upskilling the workforce



Induction Charging

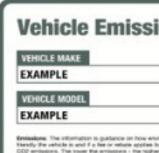






VEEL: Driving uptake of low emissions options

- Choosing a more energy efficient vehicle is one of the most effective ways to encourage reduction of greenhouse gas emissions.
- Under regulations, motor vehicle traders must display a Vehicle Emissions and Energy Economy Label on cars, utes and vans they are selling that weigh <3.5 tonnes.
- The more stars, the more energy efficient.



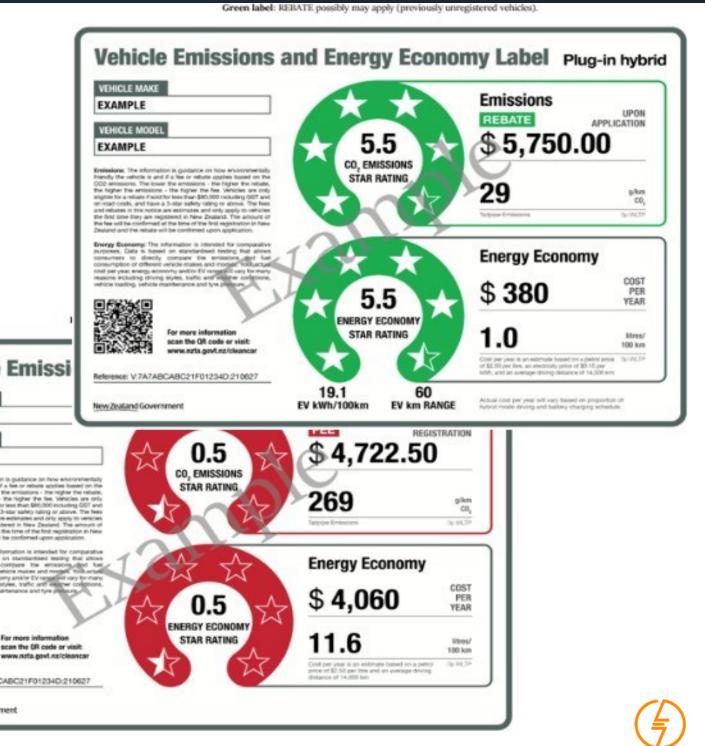
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Energy Economy: The info purpreses. Data is based consumers to directly of consumption of different we cost per year, energy economeanons including driving is vehicle toacting, vehicle road



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ew Zealand Governme



All drivers need confidence in access to chargers

Consider the provision of fast public light EV charging infrastructure in the short-term (about 5 years)

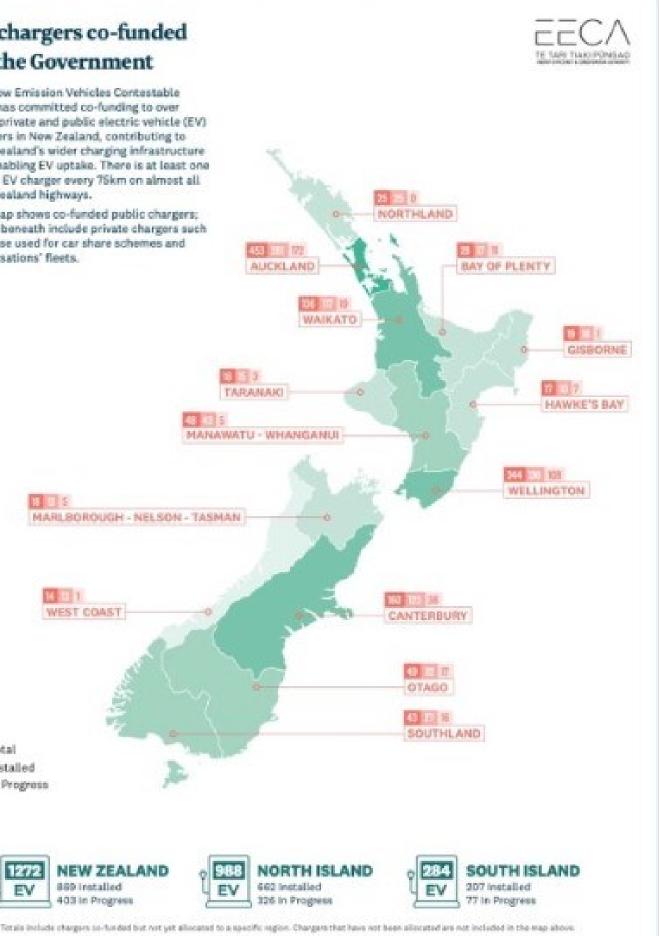
- Approaches for identifying locations and how to prioritise
- How the Government (and EECA specifically) is planning to approach investment in public EV charging infrastructure
- Address the most immediate needs to support light EV uptake by New Zealand road users
- Consideration is given to accommodate heavy freight charging at suitable locations
- Establish a new vision to meet the growing fleet of light and heavy EVs
- EV drivers are able to charge



Our state highways now have chargers every 75km



- Harihari (SH6)
- Haast (SH6)
- Kohatu (SH6)
- St Arnaud (SH63)
- Springs Junction (SH7/65)







EDURCE: NZ Transport Agency Evitation and Energy Efficiency Conservation Authority. Data accurate as at July 2022.

Journey Charging Sites

- Conveniently located
- Familiar services
- Designed to eliminate queues
- Future-proofed
- Located between main centres
- 150-200km spacing
- Up to 20 simultaneous charges
- Billing Roaming
- Accommodate commercial vehicles and trailers



New Zealand Fleets



Government Fleets - mandate change

The programme's aim is to make several organisations within the public sector carbon neutral from 2025. It was launched in December 2020.

Carbon Neutral Government Programme (CNGP) participants should:

- Measure, verify and report their emissions annually.
- Set gross emissions reduction targets and longer-term reduction plans.
- Introduce a plan to reduce their organisation's emissions.
- Offset remaining gross emissions from 2025 to achieve carbon neutrality.

One immediate priority will be to reduce emissions by:

• Optimising the size of agencies' car fleets and purchasing electric vehicles or plug-in hybrids if a full electric is not appropriate, unless this is not possible due to operational requirements.





Fleets & **Business**



Past: ICE fleets and commercial vehicles focus – Fit for purpose, TCO, little regard for CO2 emissions.

Current:

- Fleet optimisation and de-fleeting. ullet

Future: Widespread EV adoption, innovative charging solutions for businesses, new mobility models (SIXT and Zilch).

 Sustainability goals (CO2 emissions reduction) and government backing is driving fleets towards electric.

• "Fit for purpose" under scrutiny (WOL,CO2 emissions).

Charging infrastructure complex with new entrants.

PHEV safe "halfway house" option for many businesses.

• Education for drivers and EV trials for employees.



Thank You

See more at: <u>https://environment.govt.nz/publications/aotearoa-</u> <u>new-zealands-first-emissions-reduction-</u> <u>plan/transport/</u>

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