Past, Present, and Future



Global Problem, Global Solution

SmartWay Transport Partnership:

Best Practices for Sustainable Goods Movement

What is SmartWay?

- Successful government/industry collaboration
- Voluntarily achieves improved fuel efficiency
- Reduces environmental impacts from freight transport

Partnership Categories

- Carriers
- Shippers
- Logistics
- Rail

Partners use models to:

- Benchmark freight operations
- Measure transportation footprint
- Identify technologies & strategies to reduce emissions
- Track emissions reductions and project improvement

Equipment Manufacturers

- SmartWay certified cars and trucks
 - Auto manufacturers
 - Tractor manufacturers
 - Trailer manufacturers



How Does SmartWay Work?

Shippers:

- Top of the supply chain, drive marketplace demand
- Give preferred status to SmartWay Carrier Partners
- Get better data to improve their own shipping operations
- Modify logistics operations to improve efficiency & reduce emissions, for example:
 - O Inter-modal Shipping
 - Full Truck Loads
 - Warehouse Improvements
 - Idle-Reduction at Docks
- Get recognition and PR value with SmartWay brand

Carriers:

- Gain competitive advantage:
 - O Preferred status, plus
 - O Fuel efficiency, savings
- Reduce emissions
- Integrate fuel saving technologies and strategies into fleets, such as:
 - Idle Reduction
 - Improved Aerodynamics
 - Efficient Tire Systems
 - O Driver Training
 - Renewable Fuels
 - Advanced Lubricants
- Get recognition and PR value with SmartWay brand



Public Recognition

- The SmartWay Transport logo
 - The EPA SmartWay logo is a mark of cleaner transportation
 - The SmartWay Transport Partner logo identifies the Partner as a responsible corporate citizen and environmental steward
- SmartWay Excellence Awards





SmartWay Timeline 2001 - 2004

200I

- •Initial discussions to develop Ground Freight Transportation Initiative
- •"Industry Options for Improving Ground Freight Fuel Efficiency" Report

2002

- •Industry Responds to initial SmartWay concepts
- •Charter Partners join
- •Joint Design and Development of Program

2003

- •Model Development, Partnership Requirements, Marketing & Outreach
- Program Launch Planning

2004

SmartWay[™]

- •SmartWay Program Launch February 2004
- •PSA Campaign. Outreach and Recruiting Focus
- •100 SmartWay Partners by year end

SmartWay Timeline 2005 - 2007

2005

- •Recruiting Focus 300 Partners by year end
- •New Partnership Categories created Affiliates and Logistics
- •EPA and NRCan Memorandum of Understanding

2006

- •Partner Management Focus
- Approaching 500 Partners
- •Tool Development, Program Expansion and Refinement
- •First Annual Awards

2007

- •Supply Chain Concepts Introduced
- •Launched SmartWay Tractors and Trailers & Certified Vehicles
- •SmartWay Finance Center Opens
- Second Annual Awards

SmartWaysm

•Accelerating Partner Growth- 800 Partners

SmartWay Timeline 2008 - 2009

2008

- •Over 1,200 Partners
- Record Fuel prices
- Heavy-Duty Fuel Economy Test Program
- •SmartWay 2.0 Supply Chain development
- Package Labeling Pilots
- Consumer Awareness Marketing
- •US/Canada Partner Networking Forum
- •Launch Partner Webinar Series

2009

- •Transition to SmartWay 2.0 Supply Chain
- •Design and Development of all SmartWay 2.0 program elements
- •Ongoing Partner Involvement in Design Process
- •SmartWay 2.0 ready to go online Dec 31



The SmartWay Vision for Green Supply Chain

- Minimizing CO2 production in global supply chains is a prime determinant in freight transportation decisions
- Full transparency exists in freight management carbon decision-making
- SmartWay carriers are enabled with better benchmarking tools
- Universal usage of a global database of company emission factors
- "SmartWay" Programs exist in all major industrialized countries





The Demand

- O Demand for Multimodal CO2 Model from Industry
 - Demand for CO2 inventory (footprint)
 - Some interest in NOx and PM
 - Also demand for efficiency measurement & optimization
- Stakeholders are asking EPA to take lead role
 - Desire for a Federal program
 - Desire for multi-modal program
 - Desire for a consistent, global methodology
- Climate is High Profile now
 - Industry needs to quickly inventory, benchmark, and achieve improvements
 - Energy security and energy prices underscore urgency



The SmartWay Response

O Emissions

- Current systems use industry average emission rates
- SmartWay Supply Chain will be able to present data at the company level
 - Allow more refined inventories
 - Allow comparisons between providers
 - Allow for mode and provider Optimization

Methods

- Multiple systems currently exist
- SmartWay will provide a consistent methodology, means of collection, and storage of data:
- Globally accessible database

Software

- Current systems use stand-alone software
- SmartWay Supply Chain will integrate into existing software
- Also provide a stand-alone version



SmartWay as a Template for Global Freight Programs

- A truly global Supply Chain model needs inputs from all countries
 - Representing local fuel usage, fuel economy, emissions, and efficiency
- Leading Shipper Partners asking for broader Partnership to cover their global supply chains:
 - Measurement -
 - Industry needs to assess CO2 "footprint"
 - O Demand for multi-modal Supply Chain CO2 model
- Multiple countries and NGOs are now inquiring about implementing SmartWay programs abroad:
 - SmartWay-like programs already in Canada & Mexico



SmartWay Timelinethe Future

2010

- SmartWay 2.0 Launched
- •All program Modes are Calibrated and Optimized
- •Data for all Modes Expanded

2012

- •SmartWay Programs are Functional in all Major Industrialized Countries
- •All Major shippers utilize SmartWay Transportation CO2 data
- •All Major Logistics Software Companies incorporate nested SmartWay Data

2015

- •SmartWay Database covers All Global Transportation Movement
- •Governments use the Database for Transportation CO2 programs

2020

•We All Retire with a clear conscience, knowing we've done our part



Global Problem, Global Solution

Join Us, Together We Can Make A Difference



