

December 12, 2023

The Honorable Ron Wyden Chairman Committee on Finance United States Senate

The Honorable Jason Smith Chairman Committee on Ways and Means United States House of Representatives The Honorable Mike Crapo Ranking Member Committee on Finance United States Senate

The Honorable Richard Neal Ranking Member Committee on Ways and Means United States House of Representatives

Dear Chairmen Wyden and Smith, Ranking Members Crapo and Neal:

The undersigned represent employers, members of industry, local governments, clean energy advocates, and non-profit organizations across the country. We ask that you move to pass H.R. 2448, the Renewable Natural Gas Incentive Act. This bill would create a \$1 per gallon tax credit for renewable natural gas (RNG) used for transportation, equal to the ongoing \$1 tax credit provided to renewable diesel fuel users.

RNG is a clean, affordable, reliable, and domestic waste-derived fuel, providing heavy-duty vehicles with a carbon-neutral or carbon-negative footprint depending on the feedstock. Commercial natural gas vehicles (NGVs) also have ultra-low criteria emissions, and fueling NGVs with RNG provides countless performance benefits.

Captured above ground from organic material in agricultural, wastewater, landfill, or food waste, RNG can produce carbon-negative results when fueling on-road vehicles like short-and long-haul trucks, transit buses, and refuse and recycling collection vehicles. California Air Resources Board data confirms that the annual average carbon intensity (CI) value of California's bio-CNG vehicle fuel portfolio in its Low Carbon Fuel Standard (LCFS) program was carbon negative and below zero at -98.98 gCO2e/MJ for calendar year 2022 – by far the lowest CI of any transportation fuel used in the state.<sup>1</sup>

This credit builds on the successful alternative fuel tax credit (AFTC), which provides a 50-cent credit for natural gas used in transportation, currently available through 2024. The creation of a similar but exclusively for renewable gas credit would not only clean our air

<sup>&</sup>lt;sup>1</sup> California Air Resources Board, Low Carbon Fuel Standard Program, Certified Fuel Pathways. Q1-Q4, 2022. Available at: <a href="https://ww2.arb.ca.gov/resources/documents/lcfs-pathway-certified-carbon-intensities">https://ww2.arb.ca.gov/resources/documents/lcfs-pathway-certified-carbon-intensities</a>.

and provide benefits to committed fleets but also provide transport industry stability and create well-paying clean energy jobs.

RNG provides immediate, significant, and affordable air pollution and greenhouse gas reductions. The cleanest commercially available heavy-duty engine in the world is powered by natural gas, with engines designed, built, and manufactured in America. Replacing just one traditional diesel-burning heavy-duty truck with one new Ultra Low-NOx natural gas truck is the emissions equivalent of removing 119 conventional combustion engine cars off our roads.

With this credit, America's transit agencies can continue to invest in cleaner, commercially available, and proven renewable natural gas buses without reducing service or increasing fares, school districts can provide healthier rides to school children by replacing their dirty legacy fleets, and freight haulers and package delivery companies can afford to replace aging diesel trucks with cleaner renewable natural gas trucks.

Increasing the value of RNG as a transportation fuel will expand nationwide production of RNG, incentivizing farmers and ranchers to capture the methane from animal waste that would otherwise be emitted into the atmosphere.

For these reasons, we respectfully request that you support and pass the Renewable Natural Gas Incentive Act as soon as possible.

Sincerely,

4CNG, LLC

5Energies Resources, LLC

A&A Ready Mixed Concrete, Inc. A-1 Alternative Fuel Systems

Aemetis Biogas LLC

Affinity Truck Center

AFVi

Ag Methane Advisors, LLC

**Agility Fuel Systems** 

Air & Gas Technologies, Inc.

AJR Trucking Inc

Alameda County Industries, Inc.

Ally RNG, LLC Almeda Fuels Ameresco, Inc.

American Biogas Council

American Public Gas Association American Trucking Associations

**Amp Americas** 

**ANGI Energy Systems** 

Antonini Freight Express, Inc.

Arakelian Enterprises Inc - DBA Athens

Services Aviation CNG AVSG, LP

**B&H Construction** 

BerQ RNG Book Farms

**Building Products Plus LLC** 

Building Products Transport LLC California Renewable Transportation

Alliance

California Waste Solutions CalPortland Company Campbell's Trucking, Inc.

Capitol Clean Cities of Connecticut Inc Carson, California, Chamber of Commerce

Catalina Cylinders

Centre County Recycling and Refuse

Authority

**Chart Industries** 

Chesapeake Utilities Corporation

City of Chesapeake, Va City of Covington

City of Long Beach Fleet Services Clean Communities of CNY, a US DOE

Designated Coalition Clean Energy Fuels Corp Clean Fuels Consulting CNG 4 America, Inc. CNG Services of Arizona CNG-Charging LLC

Coalition for Renewable Natural Gas

CoAxis Energy

Columbia Gas of Maryland Columbia Gas of Pennsylvania Contract Transport Services

Corporate Green Cow Fart Bus CP Industries

CR&R, Incorporated

**Cummins Clean Fuel Technologies** 

Cummins Inc. Dacsa Trucking LLC

**DeKalb County Fleet Management** 

**DEMI** 

Detmar Logistics, LLC. Digester Doc, LLC Dominion Energy

Drive Clean Indiana, Inc.

DTE Energy

Dy-Dee Service of Pasadena, Inc.

E.J. Harrison & Sons, Inc. Eagle LNG Partners LLC Eagle Truck Center LLC

**East Bay Clean Cities Coalition** 

EcoGreenGeneration

**EDCO** Disposal Corporation

Elohi LLC

Emerald Alternative Energy Solutions,

nc

European American Waste Disposal Corp

Evan Edgar Evensol, LLC

Fissel Consulting LLC Fitzgerald Trucking, LLC Food Express, Inc. Freedom CNG

Freedom Equipment LLC

**Fuelpoint Emerging Technologies** 

GASHYDRO ENERGY CORP Geneva Dedicated Services LLC Global NRG Advisory LLC

**Greater Washington Region Clean Cities** 

Coalition

Green Energy Solutions Green Fleet Systems LLC

Greenville Utilities Commission Gresham Sanitary Service, Inc. Heiberg Garbage & Recycling Llc

Hexagon Agility Hi Pro, Inc. Holliday Rock

**Houston Beer Distributing Company** 

Icom North America Indumar Products

**Industrial Powertrain Solutions LLC** 

Ingevity

Intergalactic Hydrogen International CNG J&J Compression

J.B. Hunt Transport Services, Inc.

J.R. Leonard Construction Company/CNG

Services Group

J.R. Miller & Associates
JETCO DELIVERY
Jetco Electric
Lody Enterprises Inc.

Jody Enterprises Inc J-W Power Company

KAKCO LLC KALM Energy

Kentuckiana Cleanfuel, LLC

Kwik Trip, Inc Lancer Energy Landi Renzo Lansing Cleaners LAZ Parking

LIGHT SPEED LOGISTICS INC.

Luxfer Gas Cylinders

Manhattan Beer Distributors Marubeni America Corporation Metropolitan Utilities District Middle M Management, LLC

Mr. Bult's, Inc. NASA Services Inc Nat G CNG Solutions

National Milk Producers Federation National Ready Mixed Concrete Co., Inc. National Waste & Recycling Association Nationwide Environmental Services Natural Gas Vehicles for America New Jersey Clean Cities Coalition

NFI

Nicholls Consulting, Inc.

NiSource

Northwest Alliance for Clean

**Transportation** 

Northwest Gas Association

**Novus Wood Group** 

Ocean Pacific Energy Company

OMetro, Inc.

Onboard Dynamics LLC OnCue Marketing LLC

OPAL Fuels Station Services, LLC

OptiFuel Systems LLC Ozinga Bros Inc. Ozinga Energy, LLC

Pacific 9 Transportation, Inc. Parker Hannifin Corporation

Phenix Enterprises, Inc

Pitt Ohio Express
Price Transfer, Inc.
Project Clean Air, Inc.
PurposeEnergy LLC
Quantum Fuel Systems
Redtail Renewables

Renewable Operations Company, LLC Resource Recovery Coalition of California

**REV LNG LLC** 

RNG Transportation LLC Robert's Waste & Recycling Russell Energy Corporation Saddle Creek Transportation Sand Revolution II LLC Sapphire Gas Solutions LLC

Saradan Group

Seaport Global Asset Management

SeekOps Inc

Serv-Wel Disposal Shell Oil Products SKYE Renewables

Snapper Creek Energy, LP

Solid Waste Association of North America

(SWANA)

South Jersey Gas

South San Francisco Scavenger Co. Inc.

Sparq Natural Gas, LLC Steppe Energy Holdings LLC Stevens Transportation Inc. Suburban Disposal Corp TCI Transportation

The Orchard

Total Collection Services, Inc Trillium Energy Solutions Tulsa Gas technologies, Inc.

U.S. Venture

**UGI Energy Services, LLC** 

**Unconventional Gas Solutions LLC** 

**UPS** 

**Upstate Compressor Services** 

**Utah Clean Cities** 

Uttam Composites, LLC. Verbio North America

Waga Energy Waste Pro USA Weld County

Werner Enterprises West Coast Renewables Westport Fuel Systems

WM

Woodfuel.com

X3CNG Colorado LLC

Young's Commercial Transfer