

# **Background & Disclaimer**

I am commenting on work by the Sustainable Business Council. But the views presented here are mine.



Moving freight is vital to our economy and our wellbeing. Freight is all the goods we buy and sell every day.

https://www.sbc.org.nz/insights/2021/low-carbon-freight-pathway



TSA Advisory

- ➤ Decarbonising NZ's freight system will be a massive task, but is achievable by 2050.
- ➤ The process must be co-led by industry, in partnership with government and supported by local government.
- ➤ Decarbonisation can only be advanced in a way that understands the requirements of the businesses that own and move NZ's freight.

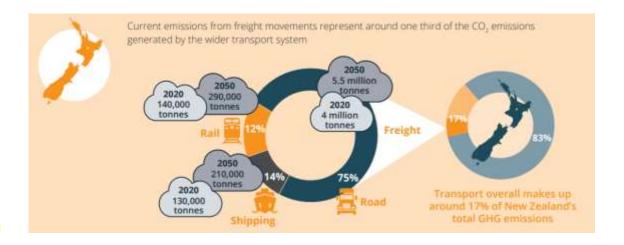


## The Challenges:



- Freight system is complex with many decision-makers all operating on commercial lines (Cost + DIFOT).
- > Freight task & emissions are growing fast.
- > Transition costs will be significant and passed on across the economy.

#### Solutions for other transport modes ≠ solutions for freight.



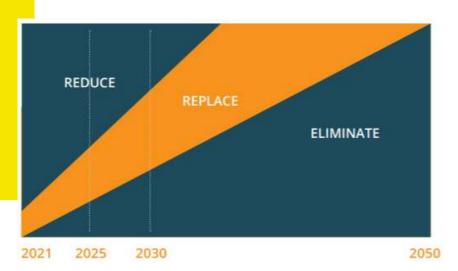
### The Strategy:

Proposing three horizons of work starting immediately & concurrently.

- > Reduce: optimise existing operations to reduce CO<sub>2</sub>.
- > Replace: phase in bio-fuels.
- ➤ Eliminate: begin fleet replacement to BEVs and FCEVs (staged to minimise economic impact).



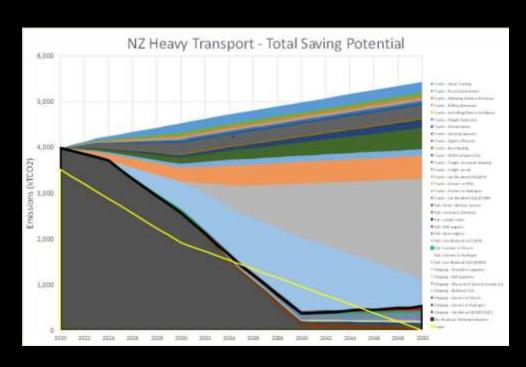
<u>Co-ordinated Government support that</u> understands the freight system is essential.



Sest for Project

## **Next Steps**

- Work already underway by member companies.
  - > Calling other companies to join.
- Develop a detailed implementation plan with government.



Sapere / DETA Consulting report 2020

