## Department for Transport

# Clean, Low Carbon Transport: The Government Perspective

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#### **Context**



- Climate change a long-term challenge for Government
  - Energy White Paper set us on path to 60% CO<sub>2</sub> reduction by 2050
- Transport:
  - is a major source of local air pollution and noise
  - produces ~25% of the UK's Carbon Dioxide emissions
- Increasing demand for travel puts more pressure on transport system

#### **Transport Strategy**



- 10 Year Plan sets out overall transport policy
- Objectives to:
  - tackle congestion
  - improve reliability
  - make journeys safer
- And address environmental and social issues
- Government is increasing people's choice about how they travel

#### **Transport and the Environment**



- Aim to:
  - reduce vehicle emissions CO<sub>2</sub> and Air Quality
  - reduce the need to travel, using planning policies
  - promote alternatives to the car
  - reduce Strategic Road Network's environmental impact
  - reduce traffic's impact on communities

## **Powering Future Vehicles Strategy**



- 2002 cross-Government strategy to achieve shift to clean, low carbon transport.
- Focussed on low carbon goal, not specific technologies
- Key objectives to:
  - Promote the development and take-up of clean low carbon vehicles and fuels; and
  - Maximise the benefit for the UK automotive industry

## **Powering Future Vehicles Strategy**

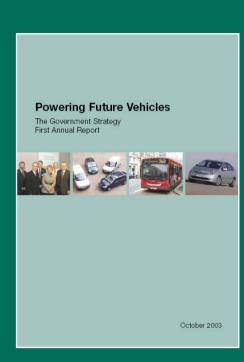


- Key measures include:
  - CO<sub>2</sub>-linked Company Car Tax and Vehicle Excise Duty
  - Rolling three-year duty incentives for cleaner fuels
  - 20p/litre duty incentives for biofuels set for three years
  - TransportEnergy grants for consumer and fleet uptake of technologies
  - New Vehicle Technology Fund for Research, Development and Demonstration projects
  - EU Voluntary Agreements on average new car CO<sub>2</sub> emissions

#### **Powering Future Vehicles Strategy**

# Department for Transport

- First Ministerial Annual Report published October 2003; demonstrated good progress
- Highlights included:
  - Low Carbon Vehicle Partnership up and running
  - Winners of the Ultra Low Carbon Car Challenge
  - HyTrans demonstration hybrid diesel light goods vehicles
  - Low Carbon Bus Programme



#### **Low Carbon Vehicle Partnership**



- Driving forward clean low carbon agenda
- Engaging key stakeholders



- Celebrated successes at first Annual General Meeting in January
- Shortly to submit proposal on Low Carbon and Fuel Cell Centre of Automotive Excellence

#### Over next 10 years or so...



- Significant scope for further vehicle fuel efficiency improvements
- Continuing key role for Voluntary Agreements...
- ....with continued development of supportive taxation and continued support for industry R,D&D
- Plus increasing use of biofuels
- Some further tightening of air quality emissions standards

#### **Longer term**



- Ultimate goal a very low, or zero, carbon transport economy
- 2003 Energy White Paper built on PFV foundation, identifying two prospective candidates:
  - Fuel cell vehicles running on renewable hydrogen
  - Large-scale use of biofuels both today's biofuels, and tomorrow's biomass-based liquid fuels
- But many unknowns technical and financial
- Government is carrying out an assessment of these and other issues details at http://www.dti.gov.uk/energy/sepn/futuretransport.shtml

#### **Conclusion**



- Transport is a major source of greenhouse gases, air pollution and noise
- Government is committed to reducing environmental impacts
- Powering Future Vehicles has provided impetus to clean, low carbon agenda, but significant challenges remain
- LowCVP will be important in addressing challenges
- In the longer term, major changes to vehicle and fuel technologies may be necessary