McMinnville Area Chamber of Commerce

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Representative John Lively, Chair

House Committee on Climate, Energy, and Environment Oregon State Legislature Oregon State Capitol, 900 Court St. NE Salem, OR 97301



Subject: Support for HB 3119 – Postponing the Implementation of the Advanced Clean Trucks Rule

Dear Chair Lively, Vice-Chairs Gamba and Levy and Members of the House Committee on Climate, Energy, and Environment

On behalf of the **McMinnville Area Chamber of Commerce**, I write to express our **strong support** for **HB 3119**, which seeks to postpone the implementation of the Oregon Department of Environmental Quality's (DEQ) **Advanced Clean Trucks (ACT) Rule** until 2027.

As an organization representing over **500 local businesses**, we are deeply concerned about the unintended consequences this mandate will have on **small businesses**, **manufacturers**, **agricultural producers**, **and transportation industries** that are critical to our local economy.

The **ACT Rule**, which took effect on **January 1, 2025**, requires manufacturers to sell a set percentage of **electric** medium- and heavy-duty trucks in order to also sell traditional diesel-powered models. This rule applies to truck classes that include essential vehicles such as:

- Ford F-250 & F-350
- Ram 2500 & 3500
- Chevy Silverado 2500 & 3500
- GMC Sierra 2500 & 3500

However, the market demand for these **electric trucks remains low**, as they are **two to three times more expensive** than diesel counterparts, carry **only 75% of the payload**, and have **less than half the range**. Many businesses and fleet operators **cannot afford** these higher costs, and the rule is expected to create a **severe shortage** of available diesel-powered trucks.

Furthermore, forcing businesses into premature fleet transitions will stifle economic growth, increase operating costs, and disrupt supply chains across industries. Many fleets may resort to holding onto older, higher-emission vehicles longer—undermining the environmental benefits this rule aims to achieve.

By delaying implementation to 2027, HB 3119 provides more time for:

- Market readiness Ensuring infrastructure and vehicle technology can adequately support this transition.
- **Business adaptation** Allowing businesses to plan for future investments without undue financial burden.
- **Sustainable environmental progress** Encouraging thoughtful policies that balance emission reductions with economic viability.

We urge **your support** of HB 3119 to **protect Oregon's businesses and workforce** while still working toward achievable, long-term sustainability goals. Thank you for your time and consideration. Please do not hesitate to reach out if you have any questions.

Sincerely,

John Olson

President/CEO
McMinnville Area Chamber of Commerce