



Overview of Federal Policy and Funding Changes Impacting Transportation

House Transportation Committee
Senate Transportation Committee

Nov. 19th, 2025

Federal Actions That Impact Oregon's Clean Transportation Progress

- EPA to Rescind Federal GHG Regulation Authority
- EPA to Remove Federal Vehicle Emissions Standards
- Legislation to Eliminate Penalties for Vehicle Fuel Efficiency
- Legislation to Rollback Federal Clean Vehicle Credit

Federal Actions That Impact Oregon's Clean Transportation Progress

- Congressional Effort to Disapprove California's Vehicle Regs
 - Advanced Clean Cars II – ZEV sales requirements for new passenger cars
 - Advanced Clean Trucks – ZEV sales requirements for new medium and heavy-duty trucks
 - Heavy-Duty Low NOx Omnibus – lower NOx emission limits for new heavy-duty on-road engines
- Oregon and 10 other states sued claiming the CRA cannot be used to revoke the waivers.
- DEQ issued enforcement discretion for ACC II and ACT (2026 model year).

DEQ Zero Emission Vehicle and Infrastructure Incentives



2025 Program Overview

- \$46 million for light-duty vehicle rebates
- \$17 million for medium and heavy-duty zero emissions vehicle rebates
- \$3 million for medium and heavy-duty vehicle charging infrastructure
- \$9 million for medium and heavy-duty equipment retrofit, repower, and replacements
- \$4.8 million for medium and heavy-duty zero emissions vehicle scrap and replace grants
- **Approximately \$70 million available**