

# Boosting your Freight Decarbonization Journey in SmartWay

1:00 ET

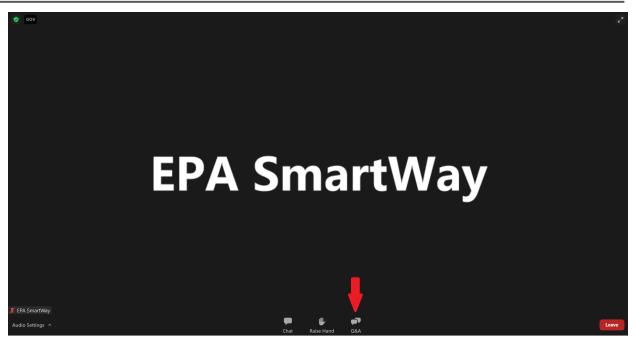
**September 12, 2024** 



# Webinar Housekeeping



- The presentation slides will be shared after the webinar
- Today's webinar is being recorded
- Submit a question or comment via the Q&A pane on your Zoom control panel
- After the presentation, as time permits, our EPA hosts and presenters will answer questions submitted via the Q&A box
- Please complete the survey at the end of today's webinar















#### SmartWay Latest News

- · April Affiliate Calendar
- View the SmartWay **Timeline**
- · COVID-19 Resources for Trucking Companies
- · Launch your Freight Sustainability Strategy

More SmartWay News



# Learn about **SmartWay**



- Overview of SmartWay
- Why Freight Matters
- CSR and Freight Logistics
- SmartWay Program Successes
- . Trends, Indicators & Partner Statistics (TIPS)

# Meet our Partners & Affiliates











# Participate in **SmartWay**



- How to Participate in SmartWay
- How the SmartWay Partnership Works
- Become a SmartWay:
  - Shipper
- Logistics Company
- Carrier
- Affiliate
- · Tools & Resources for Partners & Affiliates

## Use the SmartWay **Brand**



#### Search SmartWay

What are you looking for?

Search this Site

#### **Upcoming Webinars** & Events

- 4/22/2021: Webinar -The Benefits of Freight Railroad Transportation Capacity, Safety & Clean
- 5/20/2021: Webinar -SmartWay Shippers: Submitting Activity Data Gets You More Out of SmartWay!

View Scheduled Webinars and Past Webinar Recordings

www.epa.gov/smartway

SmartWay Home

Learn about SmartWay

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Meet the SmartWay Partners and Affiliates

Use the SmartWay Brand

Global Collaboration

SmartWay Latest News

Newsroom

Webinars/Events

# **SmartWay Webinars & Events**

EPA hosts **free webinars** to help you learn how to get the most out of the SmartWay Program.



#### On this page:

- <u>Upcoming Webinars</u>
- Past Webinar Recordings

#### Register for Upcoming Webinars

- · Participants must pre-register.
- · Registration closes at 12:00 pm on the day of the webinar.
- · Click the event name for a description and registration links.

#### Event Type Legend

Date	Туре	Event Name
Thursday, April 22, 2021	Education	The Benefits of Freight Railroad Transportation Capacity, Safety & Clean Air!
Wednesday, May 20, 2021	Education	SmartWay Shippers: Submitting Activity Data Gets You More Out of SmartWay!

Have an idea for a webinar? <u>Email your idea</u> to (smartway\_transport@epa.gov) with the subject line "SmartWay Webinar Suggestion."



<u>Learn more about SmartWay's Freight Matters! Webinar Series:</u> This series features leaders in the freight sector discussing trends and issues that matter to your business.

#### **Past Webinars**

#### Event Type Legend

Webinar Type	≎ Event Name	Primary
Freight Matters!	Alternative Fuel Adoption Accelerates: Discussion with Penske and GNA	All Partners, General Audience



www.epa.gov/smartway/sma rtway-webinars-events



# Boosting your Freight Decarbonization Journey in SmartWay

1:00 ET





# **Today's Webinar**



- Welcome
- Brief Overview of SmartWay
- Advantages of reporting freight activity data
- SmartWay Partners share their perspectives, benefits, best practices and tips
  - Neiman Marcus Group
  - Bridgestone Americas Tire Operations
- Q & A











- Public-private partnership
- Raises awareness around emission/sustainability benefits of freight efficiency
- Strengthens industry efficiency, competitiveness
- Built on collaboration
- Saves fuel, money, and the environment
- Celebrating 20 years!
  - https://www.epa.gov/smartway/smartway-timeline

# Two Decades of SmartWay Evolution







Concept Is Born EPA and 15 "Charter Partners" cellaborate to develop a voluntary green freight program.

# 2004



The Starting Line ERA launches the SmarfWar program pioneering freight reduction strategies for carriers and shippers.



**Getting Technical** SmartWay establishes EPK's first-ever incuse assessment of emmercial truck efficiency.



SmartWay Welcomes Logistics and Rail EPA adds these important freight service providers to the program.



2005

Affiliates Step Up Key industry and trade organizations launch the SmartWay Affiliate program to support freight

#### 2006



cars and trucks are established helping consumers compare cleaner; more efficient vehicles

#### Going for the Gold SmartWay Excellence Awards begin to recognize Partners with best-in-class freight efficiency and lowest

2007

I Spy SmartWay

SmarfWey designation for

new tractors and trailers.

resilier towed in 2015 in

followed by a day cab designation in 2020

on the Road

EPA establishes a



Greening the Globe

Over a dezen rountrier gather for the SmartWay International Summit setting the stage for global green freight collaboration

## 2010



Second Generation SmartWay

EPA enhanced the SmartWay benchmarking methodology to allow Partners to benchmark their performance against their industry peers.



SmartWay Introduced to

Latin America SmarfWay co-hosts the first LATAM Green Freight Summit in Buenns Aires. Mexico pilots SmerfWay.



Tri-Lateral MOU with U.S., Mexico. and Canada

The three countries sign a memorandum of understanding to help each other enhance and North America



#### SmartWay Gains

Global Recognition The World Resources Council awards SmarfWay the 'Built-On GHS Protecel" mark fil EC recommends SmertWay for freight emissions

Air Freight Lands the SmartWay



## 2015



SmartWay Global Training

EPA launches a comprehensive curriculum In halo countries develop green freight programs



#### SmartWay Freight Future EPA charts a course for

# **Envisions Cleaner**

SmartWay Vision 2020.

## 2014



SmartWay celebrates 10 years of cleaner, more efficient goods movement with its 3,000+ carriers, shippers. logistics and affiliates



# Barge Steams



**Driving Data** Integrity

A Global Model

SmartWay publishes data management guidelines to support the quality of freight-related data.



#### Canada Adopts SmartWay

Natural Resources Canada and EPA create a seamle cross-border program for Partners operating in both

# 2019



supply chain, studying

advanced technologies

emissions savings from

# 2020





Electric Trucks **Energize Freight** 

SmartWay Partners and NACFE camplete the Run on Lees Electric demonstration to demonstrate the potential for truck electrification



#### Third Generation SmartWay





# 2023

#### **Emissions Disclosures** Get a Boost

Pertners prepare for new 0HS reporting mandates from California by ramping up use of SmartWay data for public GHG reporting, goal-setting and climate targets.



A New Global Standard EPA helps develop and launch standard for freight (and passenger) GHS calculatio

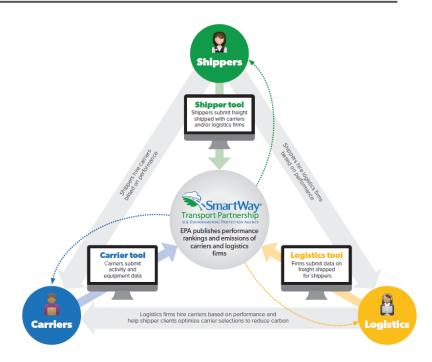
Two Decades of **Progress**!

EPA thanks SmartWay Partners and Affiliates for creating a mon sustainable freight future. EPA refreshes the SmartWay Excellence Awards and recognition programs with Profiles in Leadership.





- Companies collect and submit freight activity data
- EPA checks data then uploads to SmartWay database
- Database combines partner data with most recent EPA emission factors to calculate annual emissions reports from transporting goods
- EPA ranks freight transportation service providers by environmental performance



# How Shippers Currently Participate in the Program



- SmartWay Shipper partners participate in the program in a variety of ways
  - Submit a custom metric which provides the partner a relative sense of its environmental performance from transportation provider data

Or

 Submit actual activity data which provides the partner an assessment of their carbon or performance based on their transportation provider and mode selection

or

 Submit actual activity data along with information on various operational strategies, which provides the partner with an assessment of their broader carbon footprint across their supply chain **Participation Level** 

Input Method

There are four (4) ways shippers can participate in SmartWay. Way 1, the SmartWay Candidate level, is only for companies who want to learn more about SmartWay before joining as a SmartWay Shipper Partner. To become a SmartWay Shipper Partner, select Way 2, Way 3, or Way 4 below, complete the tool inputs, check your results and submit your tool to EPA for approval.

Select your Participation Level by checking the button [ o ] next to your selected option. You can change your participation level at any time, but be careful as it may result in some loss of previous data input.

○ Way 2: Basic Freight Assessment	○ Way 3: Standard Freight Assessment	• Way 4: Advanced Freight Assessment
Best For:	Best For:	Best For:
Shippers with limited data that want to start freight efficiency planning.	Shippers that want a freight emissions footprint to guide their freight decision making.	Shippers that want a more-detailed freight emissions footprint and added analysis.
Inputs:	Inputs:	Inputs:
Carrier names and relative data (e.g., amount spent, number of shipments, volume shipped, or another custom metric)	Carrier names; mileage, ton-miles and/or payload data per carrier	Carrier names; mileage, ton-miles and/or payload data per carrier; and additional operational strategies and mode split data
Input Methods:	Input Methods:	Input Methods:
Manual only	Manual or data import. You will decide your Data Input Method on the next screen.	Manual or data import. You will decide your Data Input Method on the next screen.
Benefits of Way 2:	Benefits of Way 3:	Benefits of Way 4:
Define a relative freight performance metric (% SmartWay)	All the benefits of Way 2 plus the ability to:	All the benefits of Way 3 plus the ability to:
Be recognized as a Smartway Partner	Build a freight performance assessment based on per carrier mileage and payload     Compete for recognition through the SmartWay	Subdivide freight activity based on inbound vs outbound, domestic vs international, discrete business units, and/or other criteria
	Excellence Awards	Compare emissions savings from various mode and operational strategy changes retrospectively and prospectively     Receive additional credit for SmartWay Excellence Award



# 4 Ways For Shippers To Participate

Benefit	Way 1 Shipper Applicant	Way 2 Shipper Partner Activity Surrogate or Custom Metric	Way 3 Shipper Partner Activity Based	Way 4 Shipper Partner Activity & Operational Strategy Based
Access Personalized Engagement Plan				
Logo/Brand Use				<b>R</b>
Relative Environmental Assessment		<b>S</b>		
Environmental Footprint. Use to report and benchmark				
Compete for SmartWay Excellence Award			<b>R</b>	<b>R</b>
Quantify Carbon Savings from Operations				<b>R</b> .
Opportunity for Additional				

# **Neiman Marcus Group**





**Jade Lancaster**, Domestic Transportation Analyst. She's been with Neiman Marcus since 2019, starting in the DC Operations Management and later transitioned into Domestic Transportation, where she also dual reports to the ESG team to support emissions-related projects such as SmartWay. Prior to Neiman Marcus, Jade worked as a Quality Engineer for The Crosby Group for ten years. She graduated from LeTourneau University with a Bachelor's of Business Management degree.

**Chris Danielson** is a Domestic Transportation Manager for Neiman Marcus. He has been with Neiman Marcus for 18 years and held several roles including Transportation Supervisor, and Business Intelligence Analyst for the International Group. Prior to Neiman Marcus, Chris was a Senior Associate with Price Waterhouse Coopers for 7 years. Chris is a Graduate of Texas A&M University.

**Craig Kids** is a Sr. Logistics Manager for Neiman Marcus Group (NMG). He has been with NMG just over 29 years, and in the Logistics role for 25 years. Responsibilities include management of 2 Freight Consolidator's (1 East Coast and 1 West Coast). Craig has responsibility for all Domestic Inbound freight to NMG DC's. He also has responsibility for Domestic Outbound Freight for NMG Stores both full-line and Last Call stores. His team Manages Routing and Freight bill audit and pay for all Non-parcel shipments for NMG, and he and his team also manage Dangerous Goods training for the company. Prior to Neiman Marcus, Craig worked for United Parcel Service (UPS) for 14 years in various Operations roles. Craig is a Graduate of East Texas State University

# NMG SmartWay Partnership

FY24 Review



# NMG is now a Level III SmartWay Shipper!

NMG has maintained a level II partnership since 2020. With this level of partnership, we reported a percentage of spend with SmartWay carriers. While this was helpful in understanding what potential environmental impacts these carriers were having in our network at that time, with referencing carrier ranking, our carbon emissions footprint was not available to us.

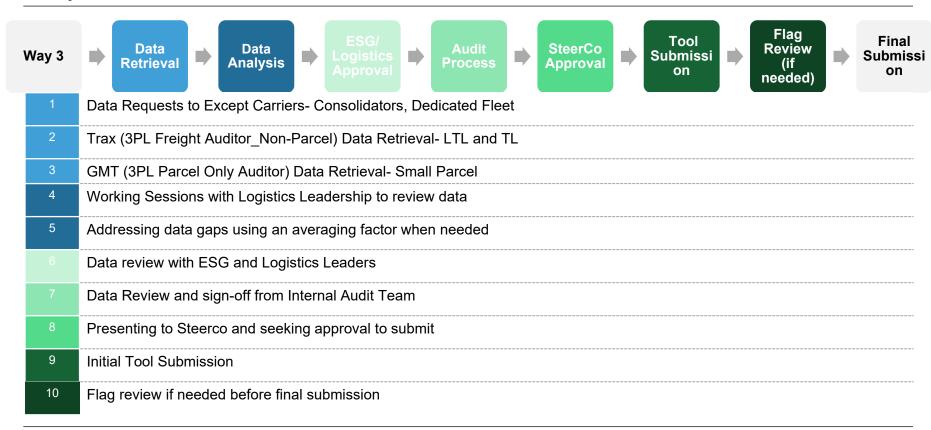
# In an effort to gain visibility and reduce those emissions related to Domestic Transportation, NMG took the following steps.

- The ESG/ Logistics team's dual reporting role was created to align with emission goals within the business.
- Developed standard carrier communication to encourage SmartWay participation and data requirements to reach Level III.
- Obtained Level III Partnership at the end of CY23





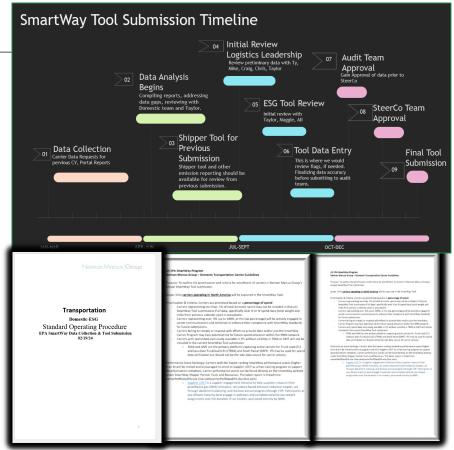
# Way 3 Submission Process Flow



# Standardizing the Way to Level III

We determined there was a need to establish a standard process to allow us to become more efficient and goal focused as we moved forward with our SmartWay partnership. As a result of that the following processes were established.

- SmartWay Tool Guidelines
- SmartWay Tool Timeline
- Level III Playbook
- > Standard Carrier Communications
- Verification Process



# Strengths & Opportunities



- 99% of our carrier spend is with SmartWay carriers.
  - 99% of NMG Ton-Miles are in the highest-ranking range. This means the carriers that transport the most significant amount of freight, the longest distance, are efficient in their CO2 emissions.
- Thoroughly documented processes to provide efficient and successful future submissions.
- Carrier enrollment in Supplier Leadership on Climate Transition. (SLOCT)



- Data is not streamlined through one platform; retrieval is a complex process and requires multiple systems.
  - Some data gaps with specific carriers resulted in utilizing an averaging factor.
  - Plan to include SmartWay Carrier participation and emissions related data requirements in future RFPs.
- Exploring how NMG could be included in the SmartWay's High-Performer Shipper Report.

# Bridgestone



# **BRIDGESTONE**

Scott Daley is the Associate Director of Freight Strategy, Systems and Administration for Bridgestone Americas Tire overseeing Carrier selection, relationships, contracts, freight payment, claims and Transportation software. In this role he acts as a liaison between Carriers, operations, finance, and other areas of the organization while designing and administering Bridgestone's transportation network of finished goods and raw materials. Scott started his career in procurement and is a Certified Purchasing Manager who moved into the Logistics space in 2008 while at Honeywell. Over the years, he has held roles in MRO purchasing, SAP implementation, domestic and international transportation, mergers and acquisitions, and freight administration. Scott has a Bachelor's degree in Business Administration from Robert Morris University and a Masters in Organizational Leadership from Colorado State. He currently resides with his wife and daughter in Mt. Juliet TN.



# SmartWay Partnership Webinar

Scott Daley – Associate Director of Freight Strategy, Systems and Administration

# **Our Foundation**

"I am convinced that a simple profit-seeking business will never thrive, but a business that contributes to its society and country will be forever profitable."

# **SHŌJIRŌ ISHIBASHI**

Founder of Bridgestone Corporation







# The Bridgestone E8 Commitment transforms our global vision into focused action

Vision: To provide social and customer value as a Sustainable Solutions Company

Through our commitments to...



Keyword	Statement
Energy	Committed to the realization of a carbon neutral mobility society
Ecology	Committed to advancing sustainable tire technologies and solutions that preserve the environment for future generations
Efficiency	Committed to maximizing productivity through the advancement of mobility
Extension	Committed to nonstop mobility and innovation that keeps people and the world moving ahead
Economy	Committed to maximizing the economic value of mobility and business operations
Emotion	Committed to inspiring excitement and spreading joy to the world of mobility
Ease	Committed to bringing comfort and peace of mind to mobility life
Empowerment	Committed to contributing to a society that ensures accessibility and dignity for all







CARRIER SELECTION



MODE CONVERSION



ALTERNATIVE ENERGY UTILIZATION



NETWORK & PAYLOAD OPTIMIZATION





CleanMile

# SmartWay

# Why partner with SmartWay?

SmartWay is an EPA program that helps track, calculate, and compare fuel consumption and emissions across the transportation industry.

# SmartWay Performance Rank from 1 (Best) to 5 (Worst)



1 \_\_\_\_\_ 2 \_\_\_\_ 3 \_\_\_\_ 4 \_\_\_\_ 5

Best score

Worst score

Carrier operates most efficiently

Room for efficiency improvements

Lower CO<sub>2</sub> emissions

Higher CO<sub>2</sub> emissions







0.7 - 1.7%

4.3 - 8.0%

3.6 - 5.0%

LOAD

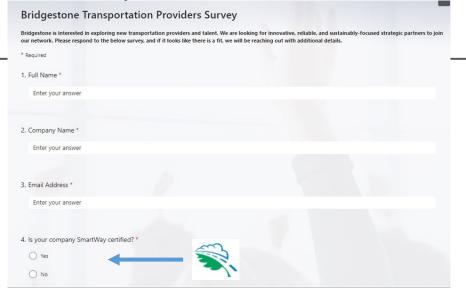
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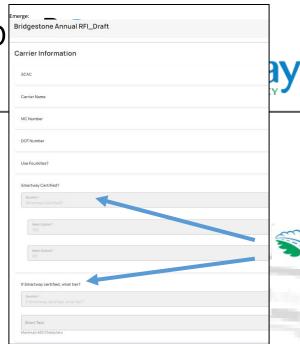
CONVERSION

**ALTERNATIVE** 

**ENERGY** 

# SmartWay in the Carrier Selectio





Lane Type 🔽	Origin City*	Destination City* 🔽	Volume* ▼	Line Haul (Flat)* 🔻	SCAC -	SmartWay Score 💌	Vendor Name 🔻	Vendor Entity Type 💌	Vendor Award Status 🔽
Raw Materials	LA VERGNE	WILLIAMSBURG	200.00		HLGP		HEARTLAND LOGISTICS GROUP LLC	Broker	0
Raw Materials	LA VERGNE	WILLIAMSBURG	180.00		ADSJ	1	AVERITT	Carrier/Broker	Primary
Raw Materials	LA VERGNE	WILLIAMSBURG	50.00		FULB		ENTALS INC	Carrier	
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		LQAB	5	ANSPORT	Carrier/Broker	
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		PFGA	5	OMPANIES INC	Broker	
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		SLCY	3	CHN NAL CARRIERS, INC	Carrier/Broker	
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		MOLY	3	ARCBEST	Other	
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		NTGO	4	OLAN TRANSPORTATION GROUP, LL	Broker	
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		XPOL	1	RXO CAPACITY SOLUTIONS, LLC	Broker	Backup
Raw Materials	LA VERGNE	WILLIAMSBURG	310.00		GSRR	2	COLD STAR TRANSPORTATION INC	Rroker	

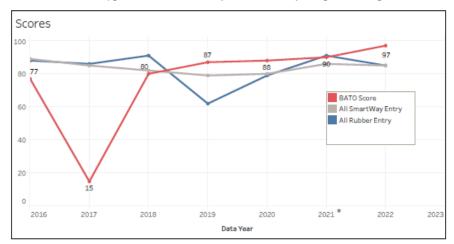
## **BATO SmartWay Journey**

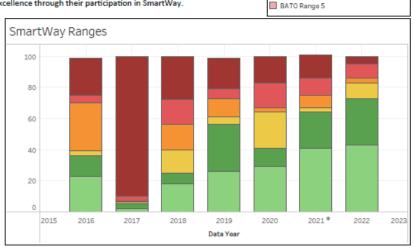
#### What is SmartWay?

EPA's industry accepted SmartWay program helps companies advance supply chain sustainability by measuring, benchmarking, and improving freight transportation efficiency.

#### Since its introduction in 2004, the SmartWay brand has:

- \* Helped achieve significant emissions reductions from goods movement.
- \* Raised awareness about the need to improve transportation sustainability.
- \* Motivated carriers, logistics managers, and their customers to improve how they move goods, products, and supplies, resulting in less fuel use, reduced costs, and fewer emissions.
- \* Helped improve the freight industry's image among consumers and the driving public.
- \* Contributed to a steady growth in the number of companies and affiliates pursuing and delivering on environmental excellence through their participation in SmartWay.





<sup>\* 2021</sup> score artifically low because three carriers failed to miss the deadline for refreshing their SmartWay Certification. As of Jan 2023, all carriers have resubmitted and are good for the next submission year. Cycle Logistics, Everst Transportation, and Tennessee Contract Carriers



BATO Range 1

BATO Range 3
BATO Range 4

BATO Range 2 BATO Total

Non-SW Carriers

Questions?







# Thank You

Special Thanks to **Danielle Grant**, **Haley Hancock**, **Amber McMillian** and **Gary Powell** for their contributions to our carbon reduction efforts and this presentation!







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