

10 TALKING POINTS FOR PLUG-IN HYBRIDS

- 1. Why plug-in hybrids? Today's hybrids are efficient because they don't idle, they recapture braking energy into a battery, and they use smaller engines. They're a great step forward—but they're still 100% gas-fueled. Use a larger, rechargeable battery and you add a second cleaner, cheaper, domestic energy source: electricity.
- 2. Spend less time—and money—at the pump. A plug-in hybrid (PHEV) is like having a second fuel tank you always use first. Fill up at home from an ordinary socket, at a cost equivalent to less than \$1/gallon. [See box]
- 3. Use no gas for short trips, still have unlimited range. If your batteries have a longer range than your commute, you'll almost never need gas. But if you forget to plug in, or take a longer trip, you have the same range as always from a gas engine—still in a clean, efficient hybrid.
- 4. Neo-cons and geo-greens agree. PHEVs have been endorsed by an alliance of environmentalists, citizens, entrepreneurs and conservatives who see it as the best way to cut foreign "oil addiction." Republicans and Democrats, Members of Congress, Presidents Obama and Bush, have endorsed PHEVs. Mayors, Governors, CEOs and companies like Google, Fedex, AutoNation and Enterprise Rent-A-Car want PHEVs.
- <u>5. Keep the earth cool.</u> Even though coal powers half the nation's electricity, driving electrically produces 50+% lower greenhouse gases than a gas-only car. This will only improve as utilities use cleaner, renewable energy.
- <u>6. Lead car-makers out of the wilderness.</u> 20 car-makers are interested. BYD is selling the world's first mass-produced PHEV—only in China. **GM's Volt wil go on sale, but not before 2010-2011.** Toyota won't commit. But waiting makes the perfect the enemy of the good.

- PHEVs offer carmakers the chance to leapfrog their competitors. We need commitments to production. Today's batteries are "good enough." They'll improve and get cheaper as car-makers work on Version 2.0 PHEVs.
- 7. PHEVs are already here. For 15 years, Dr. Andy Frank at UC Davis has converted Ford/GM cars and SUVs. In 2004, non-profit CalCars.org converted the first Prius PHEV; groups and companies have since built over 300. Conversions are available for \$6,000+. CalCars' next focus is on proving the benefits and gaining support to convert "PSVs"—Pickups, SUVs and Vans—tens of millions of internal combustion engine vehicles already on the road. New cars penetrate the market slowly; this is how w can reduce fossil fuel use fast enough to make a difference for climate change and energy security.
- 8. Save money in the long run. In high volumes, carmakers could sell PHEVs for under \$2,000-\$5,000 more than current hybrids. Just as car buyers pay for large engines or leather seats without expecting a return on investment, early adopters will pay extra for the PHEV "green feature." A bonus: projections based on experience from electric car fleets show PHEVs have a lower lifetime cost of ownership than any other vehicle.
- 9. Send car battery power the other way. Recharged at night, PHEVs could someday store power for utilities in what's called "vehicle to grid" (V2G). PHEVs could be mobile generators to emergency centers after disasters. Your car could give your home backup power in outages and pair with rooftop solar in "vehicle to building" (V2B).
- 10. Deploy the fleet. Fleet buyers are leading the way on many fronts. Federal incentives will give up to \$7,500 tax credits to the buyers of the first million or more PHEVs. The car industry needs an end to business as usual!

Assumptions for Point #2 using conservative estimates for gasoline cost:

Here's another way to think about it: At \$3/gallon of gas, driving a non-hybrid car costs 8-30 cents/mile (depending on your miles/gallon). With a PHEV, local travel and commuting can drop to 2-4 cents/mile.

<u>Toyota Prius:</u> 260 Watt-hours/electric mile at "off-peak" (overnight) electricity rate (8.8 cents/kiloWatt hour) equals a cost of 2.3 cents/mile. Multiply this by the 45 MPG of a typical Prius to get the equivalent of \$1.03/gallon.

<u>Typical Non-Hybrid SUV:</u> 400 Watt-hours/electric-mile at the off-peak rate equals a cost of 3.5 cents/mile. Multiply this by the less efficient SUV's average of 18 miles/gallon to get an even better \$0.63/gallon. (SUVs get low mileage, so they improve even more!)

100+MPG of gasoline: On roads and highways, our cars use gasoline plus about \$0.01/mile of electricity=80+MPG equivalent.

The California Cars Initiative is a non-profit startup of entrepreneurs, engineers, environmentalists and consumers that combines technology development and advocacy. Ou goal: SUCCESSFUL COMMERCIALIZATION OF PHEVS ASAP. More at www.calcars.org.