

Lineage Logistics LLC

LINEAGE LOGISTICS OPERATES 26 COLD STORAGE FACILITIES, OVER 7M SQUARE FEET OF SPACE WITH A SIZEABLE ELECTRICITY LOAD AND PART OF THE COLD SUPPLY CHAIN WHICH HAS A LARGE CARBON FOOTPRINT GIVEN THE DEMANDS AROUND ELECTRIC GENERATION AND TRUCKS COMING INTO AND OUT OF THE YARD.

HERE AT LINEAGE, WE ARE COMMITTED TO SUSTAINABILITY AND HAVE INVESTED HEAVILY INTO ON-SITE GENERATION VIA SOLAR WITH OVER 160MW DOMESTICALLY. TAKING IT ONE STEP FURTHER, OUR GOAL IS TO GENERATE AS MUCH CLEAN POWER ON-SITE AND FIND WAYS TO DISTRIBUTE IT LOCALLY TOWARDS CARBON EMITTING PROCESSES SUCH AS DIESEL TRANSPORTATION AND DIESEL REEFER UNITS OR MORE COMMONLY KNOW AS TRUS. THIS PROCESS WHAT WE CALL "ELECTRIFICATION OF OUR YARDS" REQUIRES A SUBSTANTIAL CAPITAL OUTLAY. WHILE THERE IS SOME OPPORTUNITY FOR US TO CHARGE THIS COST BACK TO TRANSPORTATION PROVIDERS, THE LCFS INCENTIVES IN CA AND OR WERE WRITTEN IN SUCH A WAY TO MAKE IT DIFFICULT FOR 3PL PROVIDERS SUCH AS US TO MONETIZE THESE CREDITS EVEN THOUGH WE ARE IN A PERFECT POSITION TO CREATE THAT INFRASTRUCTURE.

OUR HOPE IS THAT WA STATE LEARN FROM THIS IN THEIR RULE MAKING IN AN EFFORT TO MEET ALL OF OUR GOALS WHICH IS TO HELP REDUCE THE NEGATIVE IMPACTS OF CARBON ON OUR ENVIRONMENT.

THANK YOU