

Matt Smith

10-6-4

Chairman Nichols, Members of the Board

My name is Matthew Smith and I represent Navistar Corporation and its subsidiaries, International Trucks, IC Bus, Workhorse Custom Chassis and the Navistar Modec Electric Vehicle Alliance (NMEVA). As one of the largest manufacturers of a full range of class 3-8 commercial vehicles spanning diesel, hybrid, PHEV and all electric powertrains. Navistar is committed to advanced transportation technologies and working cooperatively with CARB to develop and implement the HVIP and CVRP initiatives.

Navistar strongly supports the advancement of these programs because they accelerate the replacement of an aging fleet with the cleanest, most advanced commercial vehicles available. These programs are particularly important given the difficult economic conditions in California and in the rest of the nation. The HVIP and CVRP programs are important to demonstrate a sustainable demand and encourage greater market penetration for these products.

In the future Navistar looks forward to working closely with CARB staff on the revisions to the Hybrid Certification Protocol. This effort is critically important to developing certification flexibility that will allow chassis based certification of these products. This will allow manufacturers to optimize for specific vehicle classes and further reduce criteria pollutants and GHGs. Navistar shares an industry position with our other Hybrid manufacturers and suppliers, that these vehicles should be aligned with the Alternative Fueled Vehicle implementation timeline for full vehicle level OBD. Absent this flexibility Navistar believes that full vehicle level OBD could adversely impact the widespread adoption of hybrids in the state of California in 2013 and beyond.

I would like to thank the Board for their time and consideration.