## Clean Energy Transformation Rule: Stakeholders Meeting

February 12, 2020



## Clean Energy Transformation Rule Public meeting – Agenda

- 1:30 p.m. Introductions and Welcome
- 1:40 p.m. Inputs to Regulatory Analyses Sam Wilson
- 2:00 p.m. Energy Transformation Projects Bill Drumheller
  - Approaches to developing potential ETP categories
  - Approaches to protocol development
  - Public involvement and comment
  - Establishing priorities
  - Unaddressed areas
- 4:15 p.m. **Next steps** Debebe Dererie
- 4:30 p.m. Adjourn



# Economic Analyses at Ecology

February 12, 2020

Sam Wilson

Regulatory Analyst | Ecology Governmental Relations sam.wilson@ecy.wa.gov | (360) 407-7476



## Overview

#### Ecology's economic analyses

#### Examine and report

Anticipated costs and benefits of regulations, etc.

#### Support

- Rules
- General permits
- Legislative reports and requests, Chemical Action Plans, etc.

#### Rely on

- Real-world quantitative data
- Qualitative information
- Comprehensive regional economic models
- Rigorous methods
- Are conducted independently from rule development



## Rulemaking Economics

Rule Proposal Phase (CR-102)

 Preliminary Regulatory Analyses document published with proposed rule language

Rule Adoption Phase

(CR-103)

- Final Regulatory Analyses
   document published with final rule
   language
- Response to economic comments in Concise Explanatory Statement



## How can you contribute?

- We regularly work with stakeholders to:
  - Gather data related to:
    - How you do things now
    - What would be different
    - Anticipated costs/benefits of changes
    - Potential qualitative impacts
  - Check our assumptions
  - Let us know if we missed anything



## A few key questions to consider

- How would the rule changes affect you?
- What specific costs or benefits do you expect as a result of the changes?
- In what ways could we achieve the goals of the changes while mitigating costs to you?

\*See "Economic questions" handout for additional info



## Thank you!

#### Sam Wilson

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# Clean Energy Transformation Rule: Draft Rule Outline for Energy Transformation Projects

## Bill Drumheller Air Quality Program

Rulemaking Meeting #2 February 12, 2020



## Goals for Today

- Quick review of last meeting
- Key concepts for context
- Review draft rule outline
- Focused discussion
- General concerns



## Review: Proposed ETP Concept

#### Determine the types of ETPs that are potentially eligible

Public process established in rule

Role for future additions?



#### Interested parties submit project proposals

Process established in rule

Protocol as part of proposal?

Separate protocol development?



#### Ecology evaluates proposals

Process established in rule

Public comment (Project? Protocol? Other?)



#### Projects meeting requirements are recognized



## **Key Concepts**

- Trade-offs with rulemaking vs. administrative processes
- What is a protocol?
- Why a protocol-based approach?
- Role of agencies vs. the role of the utilities in protocols and projects
- Pre-project vs. post-project steps



## **Key Discussion Topics**

- Approaches to developing category list
- Approaches to protocol development
- Public involvement and comment
- Establishing priorities
- Unaddressed areas





# Questions and Discussion

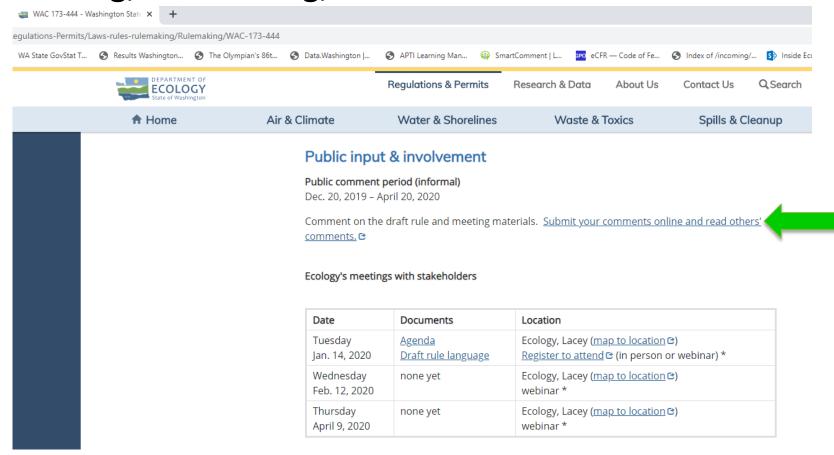
## **Next Steps**

- Next stakeholder meetings at Ecology:
  - March 16, 2020 (1:30-4:30 p.m.)
    - GHG emission content calculation
    - Energy transformation Projects
  - April 9, 2020 (9 a.m.–12 p.m.)
- Summary of this meeting will be emailed or posted on the rulemaking web page by Feb 19, 2020
- Provide comments and suggestions by Feb 21, 2020 http://aq.ecology.commentinput.com/?id=TYfx2



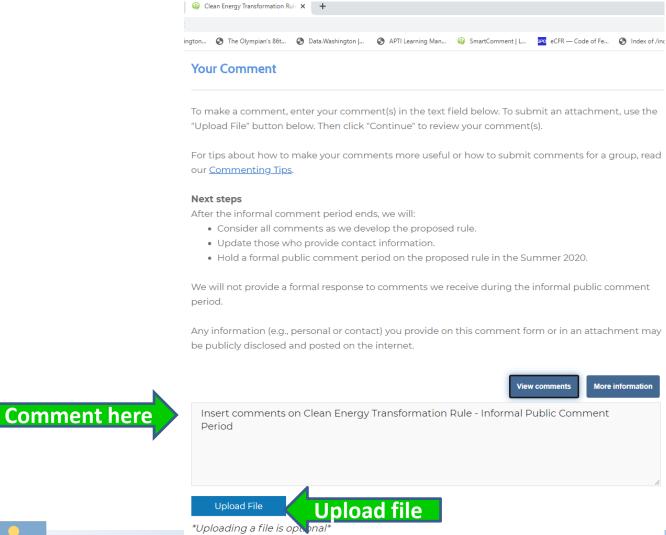
## Comments and Suggestions

https://ecology.wa.gov/Regulations-Permits/Laws-rules-rulemaking/Rulemaking/WAC-173-444





## Comments and Suggestions http://aq.ecology.commentinput.com/?id=TYfx2





### **More Information**

- Rulemaking web page: https://ecology.wa.gov/Regulations-Permits/Laws-rules-rulemaking/Rulemaking/WAC-173-444
- To join the e-mail notification list: http://listserv.ecology.wa.gov/scripts/wa-ECOLOGY.exe?SUBED1=ECOLOGY-CLEAN-ENERGY-UPDATES&A=1

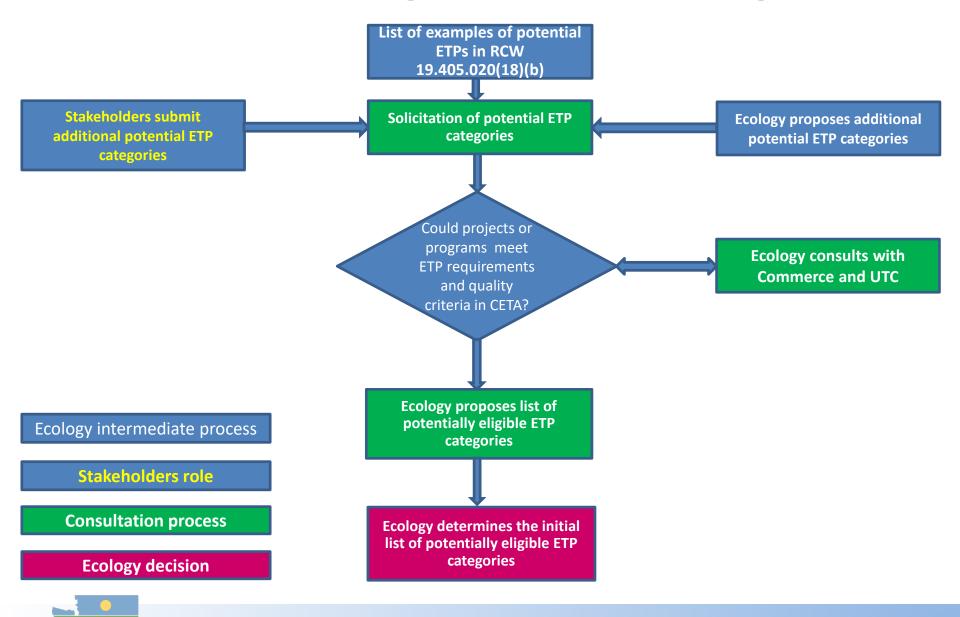


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## Potentially Eligible ETP Categories



## **Protocol Development Process**

