| DOCKETED | |
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| Docket Number: | 25-PIIRA-01 |
| Project Title: | Refinery Resupply Requirements |
| TN #: | 261758 |
| Document Title: | Notice of AB X2-1 Pre-Rulemaking Workshop and Second Meeting of the Independent Consumer Fuels Advisory Committee |
| Description: | CEC will host a pre-rulemaking workshop on the refinery resupply provisions of Assembly Bill (AB) X2-1 (Stats. 2024, 2nd Ex. Sess. 2023-2024, ch. 1) and Senate Bill (SB) X1-2 (Stats. 2023, 1st Ex. Sess. 2023-2024, ch. 1) followed by the second meeting of the Independent Consumer Fuels Advisory Committee (ICFAC). The pre-rulemaking workshop will discuss the framework for rules to manage refinery resupply requirements pursuant to Public Resources Code section 25354.2. The ICFAC meeting will discuss implementation of AB X2-1, including discussion of potential refinery resupply requirements. |
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| Organization: | California Energy Commission |
| Submitter Role: | Commission Staff |
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CALIFORNIA ENERGY COMMISSION

715 P Street Sacramento, California 95814

energy.ca.gov

CEC-70 (Revised 7/22)



IN THE MATTER OF:

Refinery Resupply Requirements and Independent Consumer Fuels Advisory Committee DOCKET NO. 25-PIIRA-01 DOCKET NO. 23-ICFAC-01

NOTICE OF WORKSHOP

RE: AB X2-1 Pre-rulemaking and Independent Fuels Advisory Committee

Notice of AB X2-1 Pre-Rulemaking Workshop on Refinery Resupply Planning <u>and</u> Second Meeting of the Independent Consumer Fuels Advisory Committee

February 25, 2025

Session 1:

AB X2-1 Pre-rulemaking Workshop on Refinery Resupply Planning 1:30 p.m. – 3:15 p.m.

Followed by

Session 2:

Second Meeting of the Independent Consumer Fuels Advisory Committee 3:30 p.m. – 5:00 p.m.

Both sessions are in-person and remote.

In-person at:

California Natural Resources Agency Building
715 P Street
First Floor Auditorium
Sacramento, California 95814
(Wheelchair Accessible)

Remote Access via Zoom™:

See Attendance Instructions below.

The California Energy Commission (CEC) will host a pre-rulemaking workshop on the refinery resupply provisions of Assembly Bill (AB) X2-1 (Stats. 2024, 2nd Ex. Sess. 2023-2024, ch. 1) and Senate Bill (SB) X1-2 (Stats. 2023, 1st Ex. Sess. 2023-2024, ch. 1) followed by the second meeting of the Independent Consumer Fuels Advisory Committee (ICFAC). The pre-rulemaking workshop will discuss the framework for rules to manage refinery resupply requirements pursuant to Public Resources Code section 25354.2. The ICFAC meeting will discuss implementation of AB X2-1, including discussion of potential refinery resupply requirements.

The public can participate in both the workshop and ICFAC meeting consistent with the attendance instructions below. The CEC aims to begin promptly at the start times posted and the end times are estimates based on the proposed agenda. The workshop and ICFAC meeting may end sooner or later than the posted end times.

Agenda

Session 1: Pre-Rulemaking Workshop on Refinery Resupply Planning

This workshop will discuss the framework for potential CEC regulations or guidelines, or both (rules), to implement refinery resupply requirements as provided for in the Petroleum Industry Information Reporting Act of 1980 (PIIRA), as amended by AB X2-1 and SB X1-2. As relevant to this rulemaking, SB X1-2 increased the data collection and analysis provisions in Public Resources Code section 25354 and authorized the CEC to develop rules to manage necessary refinery maintenance and turnarounds pursuant to Public Resources Code section 25354.2. AB X2-1 further outlined the CEC's authority to manage refinery maintenance and turnaround, including the authority to establish requirements regarding refinery resupply planning.

Staff will provide a market update as well as an overview of the proposed framework for the rules in this phase of the rulemaking proceeding. A consultant will present on the benefits, costs, and considerations for a resupply requirement. The Division of Petroleum Market Oversight will provide additional background on a potential resupply requirement and its relationship to gasoline supply reliability.

Session 2: Second Meeting of the Independent Consumer Fuels Advisory CommitteeDuring the ICFAC meeting a consultant will present an overview of California's petroleum supply and market.

Roundtable Discussion. The ICFAC members will participate in a roundtable discussion and share thoughts on the implementation of AB X2-1, including potential refinery resupply requirements.

A detailed schedule for each session will be posted prior to the workshop available on Docket <u>25-PIIRA-01</u> at https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=25-PIIRA-01 and Docket No. <u>23-ICFAC-01</u> at https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-ICFAC-01.

Background

AB X2-1, which took effect on January 13, 2025, requires the CEC to consider the effects of refiners' inventory on the price of transportation fuels in California. The bill authorizes the CEC to develop requirements for refiners operating in the state to maintain minimum levels of inventories and to plan for resupply of lost production during planned maintenance or turnarounds. AB X2-1 builds upon SB X1-2, which aims to improve transparency into the petroleum industry and prevent consumer price spikes.

The CEC administers Petroleum Industry Information Reporting Act of 1980 (PIIRA), which requires certain petroleum industry companies to submit weekly, monthly, and annual data to the CEC. Analysis of data collected under PIIRA is an important part of the CEC's responsibility to create a thorough understanding of the operations of the petroleum industry in California. SB X1-2, which took effect in June 2023, amended PIIRA and added other requirements associated with the CEC's oversight of the petroleum industry. Among other things, SB X1-2 revised and introduced several new petroleum industry reporting requirements, with submittals beginning in July 2023. The new information includes spot market transactions, firm ownership, agreements and contracts, inventory holdings by type, refinery maintenance schedules, notice of marine vessel imports, expanded refinery operator reporting, and new pipeline and port operator reporting. SB X1-2 also authorized the CEC to regulate the timing of refinery maintenance and turnaround.

The CEC is working with the members of the refining industry, labor, community advocates, environmental justice advocates and others to implement both laws. The CEC is taking a comprehensive approach to see what measures may stabilize supply and help to curb gas price spikes. The CEC is committed to ensuring there is a safe, reliable, affordable, and equitable supply of transportation fuels during the transition to a clean energy future.

Attendance Instructions

In-person participants may join the meeting at the California Natural Resources Agency Building, 715 P Street, First Floor Auditorium, Sacramento, California 95814.

Remote participants may join via Zoom by internet or phone.

Session 1: AB X2-1 Pre-rulemaking Workshop (1:30 p.m. - 3:15 p.m.)

- To join via Zoom. Click on https://energy.zoom.us/j/81625730261?pwd=4oPMXHPUBPtdJPKzwifZxZ0e2s0PDc.1 or login in at https://zoom.us/ and enter the Webinar ID 816 2573 0261 and passcode 053804 and follow all prompts.
- **To join by telephone.** Call toll-free at (888) 475-4499 or toll at (669) 219-2599. When prompted, enter the Webinar ID **816 2573 0261** and passcode **053804**.

Session 2: Second ICFAC Meeting (3:30 p.m. – 5:00 p.m.)

- To join via Zoom. Click on https://energy.zoom.us/j/89582581966?pwd=univOq3IYbrcuqaakzIHph5aw3K1ld.1 or login in at https://zoom.us/ and enter the Webinar ID 895 8258 1966 and passcode 734447 and follow all prompts.
- **To join by telephone.** Call toll-free at (888) 475-4499 or toll at (669) 219-2599. When prompted, enter the Webinar ID **895 8258 1966** and passcode **734447**.

Zoom Closed Captioning Service. At the bottom of the screen, click the Live Transcript CC icon and choose "Show Subtitle" or "View Full Transcript" from the pop-up menu. To stop closed captioning, close the "Live Transcript" or select "Hide Subtitle" from the pop-up menu. If joining by phone, closed captioning is automatic and cannot be turned off. While closed captioning is available in real-time, it can include errors.

Zoom Difficulty. Contact Zoom at (888) 799-9666 ext. 2, or the CEC Public Advisor at publicadvisor@energy.ca.gov, or by phone at (916) 957-7910.

Public Comment.

The CEC encourages the use of its electronic commenting system. Visit the e-commenting page for docket 25-PIIRA-01 at

https://efiling.energy.ca.gov/EComment/EComment.aspx?docketnumber=25-PIIRA-01, or docket 23-ICFAC-01 at https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-ICFAC-01. Enter your contact information and a subject title that describes your comment. Comments may be included in the "Comment Text" box or attached as a downloadable, searchable document in Microsoft® Word or Adobe® Acrobat®. The maximum file size allowed is 10 MB.

Oral comments will be accepted at the end of the workshop. Comments may be limited to three minutes or less per speaker and one person per organization. To comment via Zoom, use the "raise hand" feature so the administrator can announce your name and unmute you. To comment via telephone, press *9 to "raise your hand" and *6 to mute/unmute.

Written comments may be submitted to the Docket Unit by 5:00 p.m. on March 11, 2025. Written and oral comments, attachments, and associated contact information (including address, phone number, and email address) will become part of the public record of these proceedings with access available via any internet search engine. Written comments may also be submitted by email. Include docket number 25-PIIRA-01 or 23-ICFAC-01 and AB X2-1 Pre-rulemaking or Independent Consumer Fuels Advisory Committee in the subject line and email to docket@energy.ca.gov.

A paper copy may be mailed to: California Energy Commission Docket Unit, MS-4 Docket No. 25-PIIRA-01 or Docket No. 23-ICFAC-01 715 P Street Sacramento, California 95814 **Public Advisor.** The CEC's Public Advisor assists the public with participation in CEC proceedings. To request assistance, interpreting services, or reasonable modifications and accommodations, call (916) 957-7910 or email publicadvisor@energy.ca.gov as soon as possible but at least five days in advance. The CEC will work diligently to meet all requests based on availability.

Media Inquiries. Email <u>mediaoffice@energy.ca.gov</u> or call (916) 654-4989.

General and Technical Subject Inquiries. Email Max Solanki at <u>EAD@energy.ca.gov</u> or call (279) 226-1003.

Availability of Documents: Documents and presentations for these meetings will be available at Docket No. <u>25-PIIRA-01</u> at https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=25-PIIRA-01 and Docket No. <u>23-ICFAC-01</u> at https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-ICFAC-01.

When new information is posted, an email will be sent to those subscribed to the General Transportation and Petroleum Issues, and SB X1-2 Implementation topics. To receive these notices or notices of other email subscription topics, visit <u>Subscriptions</u>, at https://www.energy.ca.gov/subscriptions.

Dated: February 14, 2025, at Sacramento, California.

Subscriptions:

General Transportation and Petroleum Issues; SB X1-2/AB X2-1 Implementation