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### BUSINESS MEETING

### BEFORE THE

#### CALIFORNIA ENERGY COMMISSION

In	the	Matter	of:	)
	Ві	ısiness	Meeting	)
				)

# REMOTE ACCESS WITH ZOOM

The California Energy Commission's June 9, 2021 Business Meeting will be held remotely, consistent with Executive Orders N-25-20 and N-29-20 and the recommendations from the California Department of Public Health to encourage physical distancing to slow the spread of COVID-19. The public is able to participate and observe the meeting consistent with the direction in these Executive Orders. Instructions for remote participation can be found in the notice for this meeting and as set forth in this agenda.

WEDNESDAY, JUNE 9, 2021 10:00 A.M.

Reported by:
Jacqueline Denlinger

#### APPEARANCES

## Commissioners

David Hochschild, Chair Karen Douglas Siva Gunda Andrew McAllister Patricia Monahan

## Staff Present:

- \*Noemi Gallardo, Public Advisor
- \*Kiel Pratt, Transportation Planning and Analysis Unit, Fuels and Transportation Division
- \*Drew Bohan, Executive Director
- \*Linda Barrera, Chief Counsel

Eric Veerkamp, Compliance Project Manager

Leonidas Payne, STEP Project Manager

Joseph Hughes, Air Resources Supervisor

- \*Kerry Willis, Staff Counsel
- \*Elizabeth Huber, Manager, Compliance Monitoring & Enforcement Office, Siting, Transmission and Environmental Protection Division
- \*Geoff Lesh, Manager STEP Engineering and Siting and Environmental Offices
- \*Eric Knight, STEP Engineering and Siting and Environmental Offices
- \*Ryan Eggers, Energy Assessments Division
- \*Jonathan Fong, Manager, School Stimulus Office, Renewable Energy Division

Mark Johnson, Fuels and Transportation Division Larry Rillera, Fuels and Transportation Division

David Erne, Energy Assessments Division

Michael Ferreira, Energy Research and Development Division

Kevin Uy, Energy Research and Development Division

Reta Ortiz, Energy Research and Development Division

Anthony Ng, Research and Development Division

Ben Wender, Energy Research and Development Division

	Agenda	Item
Noemi Gallardo		2
Kiel Pratt		3
Elizabeth Huber		4
Ryan Eggers		5
Jonathan Fong		

# APPEARANCES (CONT.)

	Agenda Item
Mark Johnson Larry Rillera David Erne Michael Ferreira Kevin Uy Reta Ortiz Anthony Ng Ben Wender	7 8,9 10 11 12 13 14
<u>Public Comment</u>	Agenda Item
Angela Islas, Chair, Disadvantaged Communities Advisory Group (DACAG) Ethan Lipman, Consultant Stephen Davis, Founder & CEO, Oxygen Initiat Bonnie Datta, Advisor, Toloache Energy (phor Kristian Corby, Deputy Executive Director, California Electric Transportation Coalitic Patrick Kelly, PowerFlex Solutions Systems Chris King, SVP eMobility, Siemens Erick Karlen Senior Policy Market Development Advisor, Greenlots Oleg Logvinov, CEO, IoTecha Jacqueline Piero, Vice President, Policy, Nu Matthew Forrest Scott Galati, NextEra Chris Walker, CAL SMACNA Christopher Ruch, NEMI Thomas Enslow, Adams, Broadwell, Joseph and Cardozo Andrew Martinez, CARB Juan Mercado, California Conservation Corps Larry Notheis, California Conservation Corps Joy Larson, Program Director, CalSEED Tim Carmichael, Southern California Edison Danny Kennedy, CEO, New Nexus Marty Turock, Cleantech San Diego Lauren Harper, Los Angeles Cleantech Incubat Brett Hecker, Travel Centers of America Matt Drinker, Aranet	netic) 3 3 on 3 at 3 avve 3 3 4 6 6 6 7 9 9 11 13 14 14

# I N D E X

		Page
Prod	ceedings	7
Iter	ns	
1.	Consent Calendar Items 1A, C, and D Item 1B	10 11
2.	Appointment of Members to the Disadvantaged Communities Advisory Group	13
3.	Assembly Bill 2127 Staff Report	23
4.	Solar Energy Generating Systems III-VII (A7-AFC-01C)	66
5.	2022 Title 20 Data Collection Regulation Modifications	77
6.	California Schools Healthy Air, Plumbing and Efficiency Program (20-RENEW-01)	83
7.	California Air Resources Board	111
8.	California Air Resources Board	119
9.	California Conservation Corps	126
10.	Aspen Environmental Group	135
11.	California Clean Energy Fund DBA CalCEF Ventures	139
12.	Guidehouse, Inc.	145
13.	GFO-20-503 - Strategic Pathways and Analytics for Tactical Decommissioning of Portions of	4.50
	Natural Gas Infrastructure	150
14.	Entrepreneurial Ecosystems	161

## I N D E X (Cont.)

		Page
15.	GFO-20-304 - Evaluation of Bi-Directional Energy Transfer and Distributed Energy Resource Integration for Medium and Heavy-Duty Fleet Electrification	177
16.	GFO-20-309 - ACEE Program: Advancing and Commercializing Energy Efficiency in California's Industrial, Agricultural, and Water Sectors	184
17.	Minutes - Possible approval of the May 12, 2021 business meeting minutes	194
18.	Lead Commissioner or Presiding Member Reports Member Reports	195
19.	Executive Director's Report	208
20.	Public Advisor's Report	209
21.	Public Comment	210
22.	Chief Counsel's Report	212

- a. Pursuant to Government Code Section 11126(e), the CEC may adjourn to closed session with its legal counsel to discuss any of the following matters to which the CEC is a party:
- i. In the Matter of U.S. Department of Energy (High Level Waste Repository) (Atomic Safety Licensing Board, CAB-04, 63-001-HLW); State of California v. United States Department of Energy (9th Cir. Docket No. 09-71014)
- ii. Communities for a Better Environment and Center for Biological Diversity v. Energy Resources Conservation and Development Commission, and California State Controller, (Alameda County Superior Court, Case No. RG13681262, Court of Appeal, First Appellate District, Division Four, Case No. A157299)

# I N D E X (Cont.)

	· · · · · · · · · · · · · · · · · · ·
	Page
111.	State Energy Resources Conservation and Development Commission v. Electricore, Inc. and ZeroTruck (Sacramento County Superior Court, Case No. 34-2016-00204586-CU-BC-GDS)
iv.	State Energy Resources Conservation and Development Commission v. HyGen Industries, Inc. (Sacramento County Superior Court, Case No. 34-2019-00252543-CU-BC-CJC)
V.	Olson-Ecologic Testing Laboratories, LLC v. CEC. (Orange County Superior Court Case No. 30-2019-01115513-CU-BC-CJC)
vi.	Interlink Products International, Inc. v.  Xavier Becerra, Drew Bohan, Melissa Rae King (United States District Court for the District of New Jersey, Case No. 2:20-cv-10566)
vii.	Southern California Gas Company v. California State Energy Resources Conservation and Development Commission (Sacramento County Superior Court, Case No. 34-2021-80003576-CU-WM-GDS).
b.	Pursuant to Government Code Section 11126, subdivisions (a) and (e), the CEC may also discuss any judicial or administrative proceeding that was formally initiated after this agenda was published; or determine whether facts and circumstances exist that warrant the initiation of litigation, or that constitute a significant exposure to litigation against the CEC, which might include personnel matters.
Adjournmen	nt 212

213

214

Reporter's Certificate

Transcriber's Certificate

- 2 JUNE 9, 2021 10:00 a.m.
- 3 CHAIR HOCHSCHILD: Well, good morning friends and
- 4 welcome to the California Energy Commission's June business
- 5 meeting.
- 6 Let's begin with the Pledge of Allegiance.
- 7 Commissioner Gunda, could you please lead us in the pledge.
- 8 COMMISSIONER GUNDA: Great. Thank you, Chair.
- 9 (Whereupon the Pledge of Allegiance is recited.)
- 10 CHAIR HOCHSCHILD: Thank you, Commissioner. We
- 11 are happy to share the news that our state is on track to
- 12 reopen fully on June 15th, just around the corner. I want
- 13 to encourage everyone to get vaccinated, if you're able.
- 14 The goal is to maximize that as quickly as we can, so we
- 15 can protect as many of our citizens as possible. And I
- 16 just got my second shot a few weeks ago and I'm very glad
- 17 that I did. And I encourage everyone to do so.
- 18 The Governor's Office has set up a website called
- 19 MY Turn where you can schedule your appointments. For more
- 20 information go to MYTURN.CA.GOV.
- 21 And I'd also like to share that, if you recall
- 22 last year we did the very first California Clean Energy
- 23 Hall of Fame Awards in December. It was a big success,
- 24 recognizing the remarkable leaders on the front lines
- 25 especially for our clean energy future.

1	We	are	accepting	nominations	now.	again.	And
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- 2 those are due by June 25th in the following categories, for
- 3 a lifetime achievement, clean energy champion, and the
- 4 youth game-changer awards. So, if you know somebody you
- 5 think is deserving of a Clean Energy Hall of Fame Award
- 6 please do submit the nomination. Noemi Gallardo, our
- 7 Public Advisor, and her team are running this. And you can
- 8 submit nominations for individuals and entities
- 9 contributing to advance our clean energy future at the
- 10 Commission webpage, in the Public Advisor's Office.
- 11 So, today's Business Meeting is being held
- 12 remotely without a physical location for any participant
- 13 consistent with Executive Orders N-25-20 and N-29-20 and
- 14 the recommendations from the California Department of
- 15 Public Health to encourage social distancing in order to
- 16 slow the spread of COVID-19. The public may participate
- 17 and/or observe the meeting, consistent with the direction
- 18 of these executive orders. Instructions for remote
- 19 participation can be found in the notice for this meeting
- 20 as set forth on the agenda posted on the Commission's
- 21 website for this business meeting.
- 22 As of today we'll be taking public comment
- 23 through Zoom, instead of Verizon. If, however, for any
- 24 reason Zoom shuts down we'll shift to the Verizon phone
- 25 line, which is 888-823-5065 and the passcode is business

- 1 meeting.
- 2 The Commission values public participation and
- 3 stakeholder engagement. Pursuant to California Code of
- 4 Regulations Title 20, Section 1104(e), any person may make
- 5 oral comment on any agenda item. To ensure the orderly
- 6 conduct of business such comments will be limited to three
- 7 minutes or less per person as to each item be voted on
- 8 today. Any person wishing to comment on a non-voting item,
- 9 such as an information item or reports, shall reserve their
- 10 comment for the general public comment portion of the
- 11 meeting agenda and shall have three minutes or less total
- 12 to state all remaining comments.
- To provide public comment during the designated
- 14 periods, please click on the raise hand icon at the bottom
- 15 of your screen. If you're on the phone, please \*9 to raise
- 16 your hand and \*6 to unmute your line. The Public Advisor
- 17 will call on you and open your line.
- 18 Before turning to the agenda items, I'm happy to
- 19 share that during today's business meeting the Commission
- 20 is seeking to approve nearly \$23 million in grants and
- 21 loans, plus nearly \$65 million funding to support
- 22 entrepreneurs and the workforce. These investments will
- 23 help accelerate California's economic recovery.
- 24 And it's just a, you know, remarkable thing.
- 25 It's becoming a monthly thing where, you know, these

- 1 numbers 80, 90, 100 million dollars a meeting or more. I'm
- 2 really proud of the whole Energy Commission staff for all
- 3 the work to make these investments possible.
- 4 So, let's move on now to Item 1, the Consent
- 5 Calendar. We're going to address Item 1B separately from
- 6 the other consent items.
- 7 So, let's begin with Items 1A, C, and D. Madam
- 8 Public Advisor, do we have any public comments on Items 1A,
- 9 C, and D?
- MS. GALLARDO: This is Noemi Gallardo, Public
- 11 Advisor. Just a quick reminder for folks. If anyone has a
- 12 comment, please raise your hand. You can click on the
- 13 raise hand icon or dial -- or press, excuse me, \*9 to raise
- 14 your hand by phone.
- 15 And I am not seeing anyone at the moment.
- 16 CHAIR HOCHSCHILD: Okay.
- MS. GALLARDO: So, no public comment.
- 18 CHAIR HOCHSCHILD: Commissioner McAllister, would
- 19 you be willing to move the item? And Commissioner Douglas,
- 20 would you be willing to second?
- 21 COMMISSIONER MCALLISTER: Yes, I'll move Items
- 22 1A, C, and D.
- 23 COMMISSIONER DOUGLAS: Second.
- 24 CHAIR HOCHSCHILD: Okay, all those in favor say
- 25 aye.

1	Commissioner McAllister?
2	COMMISSIONER MCALLISTER: Aye.
3	CHAIR HOCHSCHILD: Commissioner Douglas?
4	COMMISSIONER DOUGLAS: Aye.
5	CHAIR HOCHSCHILD: Commissioner Monahan?
6	COMMISSIONER MONAHAN: Aye.
7	CHAIR HOCHSCHILD: Commissioner Gunda?
8	COMMISSIONER GUNDA: Aye.
9	CHAIR HOCHSCHILD: And I vote aye as well. Those
10	items pass unanimously.
11	Now, let's turn to Item 1B. Out of an abundance
12	of caution I'm going to recuse myself from the discussion
13	and vote of Item 1B, which proposes membership dues for
14	CEC's participation in the EV Strike Force. I serve on the
15	Non-Voting Public Policy Advisory Committee to the EV
16	Strike Force, which may present a perceived conflict of
17	interest. There is no economic conflict. I do not accept
18	or receive compensation or reimbursements for my service.
19	However, to avoid any perception of bias I will step away
20	from the dais for this item of business. I will mute, but
21	leave my video on. I will return when the Public Advisor
22	instructs me to do so.
23	And I'll ask Commissioner Douglas to lead Item B.
24	And I'll now turn to Commissioner Monahan for her
25	recusal as well.

- 1 COMMISSIONER MONAHAN: Thank you, Chair. So, I
- 2 too serve on the Non-Voting Public Policy Advisory
- 3 Committee to the EV Charging Infrastructure Strike Force.
- 4 For the same reasons stated by the Chair, I'm going to
- 5 recuse myself. I'm going to mute, but leave my video on,
- 6 and I'll return when the Public Advisor instructs me to do
- 7 so.
- 8 CHAIR HOCHSCHILD: Thank you. Okay, I'm going to
- 9 mute and turn it over to Commissioner Douglas at this time.
- 10 COMMISSIONER DOUGLAS: All right. Very good, is
- 11 there any public comment on Item 1B?
- MS. GALLARDO: This is Noemi Gallardo, Public
- 13 Advisor. A reminder for folks, please raise your hand, \*9
- 14 if you're on by phone. I'm not seeing any hands,
- 15 Commissioner Douglas, no public comment.
- 16 COMMISSIONER DOUGLAS: Okay, thank you.
- 17 Commissioners, if you have any comments or
- 18 questions please speak up. Otherwise, Commissioner Gunda
- 19 would you be willing to make a motion? And Commissioner
- 20 McAllister, if you'd be willing to second?
- 21 COMMISSIONER GUNDA: Yes, Commissioner Douglas, I
- 22 move the Item 1B.
- 23 COMMISSIONER MCALLISTER: I second.
- 24 COMMISSIONER DOUGLAS: All right, thank you.
- 25 We'll now take a vote.

- 1 Commissioner Gunda?
- 2 COMMISSIONER GUNDA: Aye.
- 3 COMMISSIONER DOUGLAS: Commissioner McAllister?
- 4 COMMISSIONER MCALLISTER: Aye.
- 5 COMMISSIONER DOUGLAS: And I vote in favor as
- 6 well. So, the vote count is three to zero, with two
- 7 Commissioners not voting.
- 8 So, I think now Noemi is inviting the Chair and
- 9 Commissioner Monahan to return.
- 10 MS. GALLARDO: That's correct. I just messaged
- 11 both of them, so we'll wait for Commissioner Monahan to
- 12 return.
- 13 COMMISSIONER DOUGLAS: Got it.
- 14 CHAIR HOCHSCHILD: Thank you so much for that
- 15 coffee break. And let's move on. Thank you, Commissioner
- 16 Douglas.
- 17 Let's turn now to Item 2, appointment of members
- 18 to the Disadvantaged Communities Advisory Group.
- MS. GALLARDO: All right. So, hello there Chair
- 20 and Commissioners. This is Noemi Gallardo, Public Advisor.
- 21 For the record, I will be presenting this item. Just a
- 22 second.
- So, this is Item 2, the appointments of three
- 24 candidates to the Disadvantaged Communities Advisory Group,
- 25 also known as the DACAG.

- 1 The next slide. The DACAG is a valuable resource
- 2 to the Energy Commission and to the State of California.
- 3 It is a diverse group of members who are helping
- 4 democratize the energy space by applying community
- 5 perspectives to the policies and technologies we're
- 6 developing. And, you know, the more voices from different
- 7 regions, backgrounds, skills, experiences, et cetera that
- 8 we bring to the table, the more we see more locally driven
- 9 and beneficial energy solutions. The Commission is really
- 10 fortunate to have this equity-centered group providing
- 11 their expertise to us. I'm excited to tell you more about
- 12 the three new members we're seeking to approve today, but
- 13 before that I'll quickly review the context for these DACAG
- 14 appointments.
- The next slide. The DACAG was established
- 16 pursuant to Senate Bill 350 and requires the Energy
- 17 Commission and the California Public Utilities Commission
- 18 to establish the DACAG. The DACAG's charter says that the
- 19 DACAG is comprised of 11 members, who service two-year
- 20 terms. Earlier this year, three members decided not to
- 21 renew their terms, which left three vacancies running from
- 22 April 1, 2021 through March 31, 2023. The CPUC approved
- 23 the three appointments at its June 3rd voting meeting. If
- 24 approved today by the Energy Commission, the three
- 25 candidates would be able to join their first DACAG monthly

- 1 meeting in July.
- The next slide. Of the many applicants received,
- 3 Commissioners Douglas and Gunda and CPUC Commissioners
- 4 Rechtschaffen and Guzman-Aceves selected and recommend Jose
- 5 Hernandez, Elena Krieger, and Curtis Silvers for
- 6 appointment.
- Jose Hernandez is a Community Engagement Manager
- 8 at the Los Angeles Cleantech Incubator, also known as LACI.
- 9 He spearheads community engagement efforts for the nation's
- 10 first Zero Emissions Delivery Zone pilot in Santa Monica,
- 11 and will help deploy a California Air Resources Board
- 12 Sustainable Transportation Equity Project in South Los
- 13 Angeles later this year. Jose also helps recruitment
- 14 efforts for LACI's workforce development initiative titled
- 15 the Advanced Prototyping Center Fellowship, where LACI
- 16 partners with underrepresented residents that meet federal
- 17 low- and median-income guidelines, and train them to become
- 18 electric vehicle supply equipment technicians.
- 19 The next recommendation is Elena Krieger, the
- 20 Director of Research at Physicians, Scientists, and
- 21 Engineers for Healthy Energy, also known as PSE. Elena has
- 22 worked in energy for the past seven years with a focus on
- 23 how to simultaneously accelerate the transition to clean
- 24 energy systems and design pathways that prioritize the
- 25 public health, equity, environmental, and resilience

benefits of this transition. She brings many years' wo
--

- 2 of experience conducting research and analysis of these
- 3 various dimensions of California's energy system.
- 4 Cutis Silvers is the third candidate. He's the
- 5 Executive Vice President of the Los Angeles Brotherhood
- 6 Crusade and has led and worked with behavior-impact
- 7 programs over several years. Some of these programs
- 8 include the Transformation Climate Communities and the Los
- 9 Angeles Department of Water and Power Ambassadors Program.
- 10 He has firsthand knowledge and experience of the needs of
- 11 the hard-to-reach population in the South Los Angeles
- 12 region, including his experience leading a team that drove
- 13 local energy efficiency and water conservation education
- 14 and outreach.
- The next slide. The extensive professional and
- 16 lived experiences of these individuals focused on equity
- 17 and environmental justice, combined with the geographic
- 18 diversity and deep energy-related, and other expertise they
- 19 represent make Jose, Elena, and Curtis excellent candidates
- 20 for the DACAG.
- 21 For these reasons I, along with Commissioners
- 22 Douglas and Gunda, recommend the Commission approve these
- 23 three candidates to become members of the DACAG.
- 24 That concludes my presentation. I'm available
- 25 for questions. And I believe Angela Islas, the current

- 1 Chair of the DACAG was going to try to join us to make
- 2 comments. And also, Curtis Silvers, who is taking a break
- 3 from his vacation wanted to say hello. So, I'm going to
- 4 check to see if they're on the line. Otherwise, I'm
- 5 available for questions.
- 6 CHAIR HOCHSCHILD: Thank you so much, Noemi. And
- 7 let me congratulate Jose, Elena and Curtis.
- 8 Let's turn to Commissioner discussion.
- 9 Commissioner Douglas, would you like to begin?
- MS. GALLARDO: Let me check for public comment,
- 11 first.
- 12 CHAIR HOCHSCHILD: Oh, I apologize. Is there
- 13 public comment on this?
- MS. GALLARDO: No problem. Let me check. So, I
- 15 was told Angela might try to join. Angela, if you're
- 16 there, please raise your hand. Press \*9 if you're on by
- 17 phone. All right, I think I see her here.
- 18 All right, Angela, please feel free to begin.
- MS. ISLAS: Hi. Good morning everybody and good
- 20 morning to all Commissioners. This is Angela Islas, Chair
- 21 for the Disadvantaged Communities Advisory Group. My
- 22 pronouns are she/they.
- 23 I'm really excited to see, finally, our three
- 24 candidates for the DACAG and absolutely am a hundred
- 25 percent like behind all your backs to approve these three

- 1 candidates. And I'm really looking forward to really
- 2 working with them and just kind of, you know, having a lot
- 3 of their expertise amplify a lot of the priorities that we
- 4 have on the DACAG, or even especially help amplify to
- 5 shifting a lot of the priorities to align a lot better with
- 6 your agendas that you have currently for the 2021-2022
- 7 period. And so, yeah, I definitely am really excited and,
- 8 you know, I can't wait to hear just a little bit about
- 9 Curtis, and just hear him comment.
- 10 So, just wanted to express my absolute gratitude
- 11 and support on this. And thank you guys so much for
- 12 inviting me to public comment.
- 13 CHAIR HOCHSCHILD: Thank you so much.
- Noemi, is there anyone else wishing to make a
- 15 public comment?
- MS. GALLARDO: Let me check again for Curtis. I
- 17 don't see any other hands raised. So, Curtis, if you're on
- 18 my phone press \*9 to raise your hand. Okay, I don't see
- 19 him there. He was on vacation at the moment, so he was
- 20 going to try to get away from there to make a comment. But
- 21 I don't think he was able to make it.
- So, we can move forward. Chair, I don't -- I do
- 23 not see any other hands raised.
- 24 CHAIR HOCHSCHILD: Thank you. Let's move on to
- 25 Commissioner discussion. Commissioner Douglas?

- 1 COMMISSIONER DOUGLAS: Excellent. Well, thank
- 2 you. And Angela, it's so nice to hear from you and I'm
- 3 glad you were able to join us today.
- 4 I'm excited to support the nomination of these
- 5 three candidates for the DACAG. As Noemi mentioned, we
- 6 invited applications to fill these seats and we received
- 7 many applications from very many, you know, well-qualified
- 8 individuals. We worked with the CPUC, Commissioner Gunda
- 9 and I did, to review the applications and to select the
- 10 three candidates who are recommended today.
- I think that each one of them is going to bring a
- 12 really unique and helpful perspective, and knowledge, and
- 13 set of experiences that will help support us and the
- 14 important work of the DACAG.
- 15 And so, I just wholeheartedly recommend the
- 16 candidates and support them. And I'll be happy to make a
- 17 motion when the time arrives.
- 18 CHAIR HOCHSCHILD: Thank you so much,
- 19 Commissioner Douglas.
- 20 Anyone else wishing to make a comment?
- 21 Commissioner Gunda?
- 22 COMMISSIONER GUNDA: Yeah, Chair, thank you.
- 23 Thank you, Commissioner Douglas for your comments. I also
- 24 want to just thank, echo my thanks to Chair Islas for being
- 25 here and making public comment.

1	Ι	reallv	feel	to	have	the	three	candidates,	I

- 2 think there is an incredible amount of, you know, work that
- 3 we need to do and we incredibly benefit from the DACAG's
- 4 perspective on all the work we do. So, looking forward to
- 5 the expertise and the passion that the three candidates
- 6 bring, and very much looking forward to working with them.
- 7 I also just want to note my thanks to Noemi, our
- 8 staff, as well as CPUC staff for putting in the amount of
- 9 work helping go through the applications, and helping us
- 10 with some of the background work that needed to be done.
- 11 So, just thanks to everybody. I'm looking forward to
- 12 supporting this motion.
- 13 CHAIR HOCHSCHILD: Unless there's other comments,
- 14 I'll just share, you know, my thanks again to Noemi and her
- 15 team. They've been spectacular on all the engagement here.
- 16 And just, you know, to reiterate it is a core part of our
- 17 mission as we advance all these clean energy policies, and
- 18 clean transportation policies, and efficiency policies
- 19 across the state to do so in a way that lifts up the
- 20 communities that have been hit the hardest from pollution,
- 21 and climate change, et cetera.
- 22 And so, this Committee is really at the heart of
- 23 that effort and really, really happy to welcome this new
- 24 talent to the DACAG.
- 25 Unless -- oh, yeah, sorry Patty, do you have a

- 1 comment? Go ahead, Commissioner Monahan.
- 2 COMMISSIONER MONAHAN: Yeah, just really quick.
- 3 Well, I wanted to say, yeah, thanks to Noemi, and the team,
- 4 and to the folks at the CPUC.
- 5 And I just want to reiterate the importance of
- 6 this DACAG and how we are listening to them in our decision
- 7 making. With the Clean Transportation Program they were
- 8 really instrumental in advocating for a focus more on zero
- 9 emission transportation. The subcommittee that has focused
- 10 on transportation has been really helpful.
- Jose, with his expertise in some of the workforce
- 12 development aspects of electric transportation is going to
- 13 be really helpful.
- So, just excited to have these three new
- 15 candidates working at the DACAG and looking forward to
- 16 supporting them.
- 17 CHAIR HOCHSCHILD: Thank you so much.
- 18 With that, I'd entertain a motion from
- 19 Commissioner Douglas.
- 20 COMMISSIONER MCALLISTER: Can I --
- 21 CHAIR HOCHSCHILD: Oh, yeah, Commissioner
- 22 McAllister.
- 23 COMMISSIONER MCALLISTER: -- just make a couple
- 24 of comments?
- 25 Yeah, so I wanted to just highlight the

- 1 criticality of the DACAG for our decarbonization of our
- 2 buildings. You know, obviously, I spend a lot of time on
- 3 that. And we tend to focus, because our authority kind of
- 4 aligns with new construction, you know, the Building Code,
- 5 and appliance standards, and that's kind of one of our core
- 6 competencies, but we have been working on, you know,
- 7 existing buildings for a good decade plus. And that is --
- 8 it's more difficult, it's a more difficult question. And
- 9 it also is one that really to solve it, it has to begin
- 10 with our under-resourced communities. And our DACAG is
- 11 going to be -- is already, but it's going to increasingly
- 12 be a critical resource to help us think critically about
- 13 how we are going to design programs and bring resources to
- 14 really attack that problem in our under-resourced
- 15 communities across the state, and upgrade our existing
- 16 buildings.
- 17 And that is a broader effort than just energy.
- 18 That has to do with general quality of life equity,
- 19 economic justice, and lots of interlacing themes. And I
- 20 think the diversity of our DACAG and its varied expertise
- 21 is really going to be critical to finding solutions there,
- 22 you know. And it's going to be a real, you know, team
- 23 effort across the board and across the state.
- 24 So, I'm really looking forward to further
- 25 engagement with the DACAG. And thanks for the three new

- 1 members, really appreciate your service.
- 2 CHAIR HOCHSCHILD: Thank you, Commissioner.
- With that, I'd entertain a motion. Commissioner
- 4 Douglas, would you be willing to move the item?
- 5 COMMISSIONER DOUGLAS: Absolutely. I move
- 6 approval of this item.
- 7 CHAIR HOCHSCHILD: Okay, and Commissioner Gunda
- 8 would you be willing to second?
- 9 COMMISSIONER GUNDA: Fully second the item.
- 10 CHAIR HOCHSCHILD: All right. All in favor say
- 11 aye.
- 12 Commissioner Douglas?
- 13 COMMISSIONER DOUGLAS: Aye.
- 14 CHAIR HOCHSCHILD: Commissioner Gunda?
- 15 COMMISSIONER GUNDA: Aye.
- 16 CHAIR HOCHSCHILD: Commissioner McAllister?
- 17 Commissioner McAllister? You're on mute there.
- 18 COMMISSIONER MCALLISTER: Aye.
- 19 CHAIR HOCHSCHILD: Commissioner Monahan?
- 20 COMMISSIONER MONAHAN: Aye.
- 21 CHAIR HOCHSCHILD: And I vote age as well.
- 22 That item passes unanimously. Congratulations to
- 23 our three new members of the DACAG. Welcome aboard.
- Let's move on now to Item 3, Assembly Bill 2127
- 25 Revised Staff Report.

- 1 MR. PRATT: Hello. Are my audio and video coming
- 2 through?
- 3 CHAIR HOCHSCHILD: Yeah.
- 4 MR. PRATT: Great. Good morning Commissioners
- 5 and everyone.
- 6 I'm Kiel Pratt. I supervise the Transportation
- 7 Planning and Analysis Unit within the Energy Commission's
- 8 Fuels and Transportation Division.
- 9 This item, the Assembly Bill 2127 Revised Staff
- 10 Report, is a result of over two years' of work by the team
- 11 and the division, our leadership, contractors who did the
- 12 modeling work, other collaborators informing our analysis
- 13 and providing data, and public stakeholders who
- 14 participated in our workshops and gave feedback to help
- 15 shape the report.
- The next slide, please. Now, to state the bottom
- 17 line up front, California needs a lot of electric vehicle
- 18 chargers to support its clean transportation goals.
- 19 Currently, we have over 73,000 in public and
- 20 shared-private locations. Our analysis indicates that by
- 21 2030 we will need over one million chargers to support
- 22 California's most ambitious policies for electrifying
- 23 transportation.
- It's important to talk about charging infrastructure
- 25 in the context of the energy system to show the benefits

- 1 transportation electrification promises. Clean Air,
- 2 independence from petroleum, and the change to expand
- 3 industries in California are some of the benefits of zero-
- 4 emission vehicles, or ZEVs for short.
- 5 And ZEVs include vehicles fueled with hydrogen,
- 6 so it's important to make clear that this report, per the
- 7 directive from the Legislature, addresses only
- 8 infrastructure for plug-in electric vehicles. These
- 9 include pure battery-electric and plug-in hybrids.
- 10 Electric vehicles can be valuable for
- 11 California's power system. They're often plugged in for
- 12 longer than they need to charge. That gives an opportunity
- 13 to smart charge, to shape that energy, increase and
- 14 decrease of power during the time the truck or car is
- 15 plugged in to get the cheapest electricity. And it's cheap
- 16 in the first place during times the grid has extra
- 17 capacity, such as when renewable power is abundant.
- 18 That smart charging, part of what's called
- 19 vehicle-grid integration, can really make the grid more
- 20 economical to operate, cheaper for ratepayers, and more
- 21 resilient. You say it's one of the keys to unlocking a
- 22 carbon-neutral future.
- 23 However, driving an EV has to be convenient for
- 24 people and industries to adopt them. So, installing enough
- 25 chargers at the right locations, with the right

- 1 capabilities is necessary to keep the experience convenient
- 2 and achieve all these benefits.
- 3 That's where this report comes in, and future
- 4 reports like it, every two years. We need to keep a close
- 5 eye on charging infrastructure and project what and where
- 6 future needs are going to be, if we want massive
- 7 transportation electrification.
- 8 The next slide. Over the coming years, as
- 9 technology and industries evolve, what is likely to be
- 10 needed?
- In 2018, the Legislature passed AB 2127 and
- 12 called for reports analyzing charging needs for all vehicle
- 13 types, including heavy-duty and off-road, and other
- 14 elements of planning, operating, and financing charging
- 15 infrastructure. Then, in September 2020 an executive order
- 16 from Governor Newsom expanded California's ZEV goals and
- 17 called for our reports to encompass them.
- 18 The next slide, please. We are talking about
- 19 targets, plural. Our report addresses these two policy
- 20 goals. The 5 million ZEVs by 2030 goal was enshrined in
- 21 the 2018 legislation. And after the 2020 executive order,
- 22 the California Air Resources Board analyzed what is likely
- 23 needed to achieve its even more aggressive goals. They
- 24 came up with 8 million ZEVs in 2030, which we take as an
- 25 input for the report.

1	The	next	slide.	please.	We're	certainly	, not

- 2 talking only about light-duty vehicles. This is a map of
- 3 the scope of our report. The white boxes have elements
- 4 called for in the legislation and the others are
- 5 activities, work products, and models that went into our
- 6 report and will continue to be worked on for future
- 7 versions.
- 8 I want to give credit to our contractors who
- 9 developed models in coordination with Energy Commission
- 10 staff.
- 11 The National Renewable Energy Laboratory
- 12 continued its work on EVI-Pro and created a model for long-
- 13 distance road trips.
- 14 UC Davis developed a model investigating ride-
- 15 hailing and its unique charging behavior.
- 16 And Lawrence Berkeley National Laboratory
- 17 developed a new model projecting charging needs for medium-
- 18 and heavy-duty vehicles.
- 19 We've also analyzed the off-road sector and will
- 20 continue to in greater depth as the market develops.
- 21 And we'll continue to coordinate with the Air
- 22 Resources Board for their projections of off-road, heavy-
- 23 duty, and other vehicle types based on their regulations
- 24 and analysis.
- The next slide. I won't go into great detail

- 1 here, but this spells out some of the methods and
- 2 considerations for modeling charging infrastructure needs.
- 3 You can see there are many variables. Charging behavior,
- 4 where drivers go, the power levels of chargers, even access
- 5 to charging at home which has a huge impact on when
- 6 charging happens, and is difficult to pin down, and will
- 7 change as more people start to drive electric cars. We've
- 8 even worked on about a dozen scenarios showing the
- 9 sensitivities to these different factors.
- 10 It's important to understand their impact and the
- 11 difficulty of projecting needs into the future as the
- 12 market and technology change, and as driver behaviors and
- 13 preferences evolve.
- 14 We also look at particular applications for
- 15 charging, such as long-distance road trips. On this slide,
- 16 the image on the left shows existing fast charging location
- 17 sin California, and the right shows simulated locations in
- 18 2030 of fast charging stations to support long-distance
- 19 travel for pure battery-electric vehicles.
- The next slide, please. These next two slides
- 21 show charts from the report illustrating the possible load
- 22 on the power grid throughout the day in 2030.
- 23 Here are the light duty results for the most
- 24 aggressive 2030 goals. You can see the green region for
- 25 fast charging, which includes those stations I showed in

- 1 the previous slide for long-distance travel, plus
- 2 additional fast chargers.
- 3 But we can see that most charging happens at
- 4 home, in the yellow and red region. When that charging
- 5 occurs also matters. If drivers set simple timers to
- 6 charging when time-of-use rates become cheaper around
- 7 midnight, we see this phenomenon on the right, which we
- 8 call a timer spike, that could pose an issue for some local
- 9 distribution grids.
- 10 Again, smart charging, vehicle-grid integration
- 11 could move out that effect and still let the driver access
- 12 the cheapest electricity.
- The next slide, please. This shows the modeled
- 14 charging power through the day of several medium- and
- 15 heavy-duty vehicle segments. You can see these segments on
- 16 the right, and the black lines indicating their modeled
- 17 charging load throughout the day.
- 18 It's worth mentioning that because of the wide
- 19 variety of jobs these vehicles serve, their activities,
- 20 charging behaviors, and locations are very diverse. It was
- 21 challenging to get data on all of the uses of heavy-duty
- 22 vehicles. And we're thankful to collaborators who supplied
- 23 important data and continue to coordinate.
- The next slide. Let's recap the charger numbers.
- 25 Again, these are for public and shared-private locations,

- 1 not counting the chargers in single-family houses.
- 2 Under the most ambitious goals, it's projected
- 3 that California will need close to 1.2 million chargers for
- 4 light-duty vehicles to ensure convenience for drivers and
- 5 businesses. I should point out that this number has gone
- 6 down since the January draft version of the report. That's
- 7 primarily due to improvements in modeling to incorporate
- 8 stakeholder feedback from our workshops this year, and to
- 9 better reflect anticipated market conditions.
- 10 These include more rapidly improving EVs with
- 11 longer ranges and higher charging power. They won't need
- 12 to charge as frequently. And as you can guess, it's likely
- 13 that projections could shift in future versions of the
- 14 report.
- 15 The takeaway is that for this continuing analysis
- 16 we have, and are improving, groundbreaking quantitative
- 17 tools informed by the best available information and an
- 18 open public process.
- 19 The next slide. Beyond the light-duty total, we
- 20 anticipate that a population of roughly 180,000 medium- and
- 21 heavy-duty vehicles will need about 157,000 high-power
- 22 chargers in 2030. We'll continue to refine the modeling
- 23 and seek more granular data for this sector.
- 24 And I must emphasize that transforming the heavy-
- 25 duty and off-road sectors is vital to equity because of how

- 1 close some priority communities are to seaports and major
- 2 corridors for freight, and how these communities
- 3 disproportionately suffer the impacts of toxic diesel air
- 4 pollution.
- 5 The next slide. Beginning to wrap up, there's a
- 6 lot to tis report beyond charger numbers and load curves.
- 7 This slide alone can be five presentations. Remember the
- 8 scope of the report, the boxes I showed, the elements of
- 9 planning, operating, and financing charging infrastructure.
- 10 Our report goes into depth on each of these. And while it
- 11 is not the final word on any one topic, it takes an
- 12 inventory of programs, activities, and technologies that
- 13 will shape the future.
- 14 Equity. Remember my comments about the heavy-
- 15 duty sector and the impact of diesel pollution on
- 16 communities. Additionally, the Energy Commission, under
- 17 Senate Bill 1000, is analyzing the availability of chargers
- 18 for all Californians.
- 19 Vehicle-grid integration. Remember the promise
- 20 of using renewable energy more effectively and improving
- 21 grid resilience. That can really go into high gear with
- 22 bidirectional charging, the ability to discharge energy to
- 23 the grid to earn revenue, or to buildings and homes in case
- 24 of an outage, or to power a camping trip or work tools at
- 25 remote sites.

1	For	example,	the	Ford	F - 150	Lightning	will	have
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- 2 this capability. This image from Ford shows its potential
- 3 to power a house during an outage. It's the first major
- 4 vehicle ad campaign to promote bidirectional power. And
- 5 this vehicle has serious energy, over 8 times the capacity
- 6 of a typical home battery pack, enough to power a house for
- 7 several days.
- 8 Connectors. Standardization is a key part of
- 9 driver convenience and making the best use of our charging
- 10 network.
- 11 Technology developments in communications. This
- 12 was an issue that attracted different opinions from
- 13 stakeholders on the best path forward. But what is clear,
- 14 at least, is the need for grid-friendly charging on a
- 15 massive scale, and a convenient experience for drivers and
- 16 businesses.
- and we can't ignore that real estate, space
- 18 constraints, grid connections, and other factors influence
- 19 what the best solution is for any site. There are new
- 20 products in this area, such as battery-supported or off-
- 21 grid charging solutions.
- 22 The report takes an inventory of funding programs
- 23 and shares stakeholder thought son the future of financing,
- 24 and sustainable and innovative business models for
- 25 charging.

- 1 These are all topics we'll keep an eye on for
- 2 future versions of the report.
- 3 The next slide, please. We ask for your approval
- 4 of this inaugural Assembly Bill 2127 report.
- 5 This concludes my presentation and I'm happy to
- 6 answer questions. Thank you for your attention.
- 7 CHAIR HOCHSCHILD: Thank you so much, Kiel,
- 8 really helpful, great job.
- 9 Let's go to public comment, first.
- MS. GALLARDO: This is Noemi Gallardo, Public
- 11 Advisor, for the record. I do see several hands raised.
- 12 So, we'll start with Ethan Lipman. Ethan, your line is
- 13 open. Reminder to please spell your name for the record
- 14 and indicate if you have an affiliation. You may begin.
- MR. LIPMAN: Hi everybody. Hello Commissioners
- 16 Hochschild, McAllister, Monahan, everybody.
- I grew up -- so, spelling my name. Ethan is E-T-
- 18 H-A-N. The last name is L-I-P-M-A-N.
- 19 So, to set the table, I grew up in Silicon
- 20 Valley. I've been aware of many standards over many years.
- 21 Back in -- you know, we can go back to 1994, I'm in
- 22 Cupertino. This is the headquarters of Apple Computer. We
- 23 have standards from folks like USB that came to this world
- 24 around 1994 and by 1996 this was in products. Before that
- 25 we had something called the Apple Desktop Bus. Everybody

- 1 here on this call remembers plugging in a connector. It
- 2 was a PC keyboard that couldn't be used on a Mac. Then we
- 3 had something called USB, but it took 15 years before we
- 4 had the ability to take that connector and rotate it upside
- 5 down, and plug it into our phone.
- 6 We do not have 15 years to fuck up this standard
- 7 in the electric vehicle world. Today we have a vulcanized
- 8 environment. I have worked in my past at Charge Point, at
- 9 EVgo, and I am a consultant throughout the industry going
- 10 forward.
- 11 We have problems here that can be resolved by
- 12 strong regulation. If you go across, outside of this
- 13 country, Tesla does not have the ability to sell their car
- 14 with anything but a CCS2 connector in Europe. They use a
- 15 different connector for the Chinese standard across the
- 16 board in China.
- 17 In the United States we have a problem with
- 18 regulation here and we can do better. I am very concerned
- 19 to see this vulcanization. It is not okay for our parking
- 20 lots in public, these are public pieces of infrastructure,
- 21 to have a parking lot carved up into Tesla vehicles over
- 22 here, Rivian vehicles over here, expectant mother parking
- 23 over here. It has to be accessible for the entire public
- 24 and standards are the way to do that.
- These standards, ISO 15118, plug-in charge,

- 1 vehicle-to-grid, we're on the right track. It's very
- 2 important California leads the world. We saw that with
- 3 things like the Million Solar Roofs Initiative, which I was
- 4 lucky to be part of for ten years of my career, coming out
- 5 of UC Davis with a mechanical engineering degree.
- 6 When I look forward, though, we have an
- 7 opportunity to make this better for the public. And what I
- 8 want to ask and look forward to hearing from staff, or from
- 9 the Commissioners with respect, is that I saw the older
- 10 version of this report and I saw the newer version, and the
- 11 language around ISO 15118 seems to be a little bit more
- 12 vague. It's very important to me, I don't care about the
- 13 companies, I care about the people. This is a gold rush
- 14 and we need to get this right for the public. We need to
- 15 regulate it. There's a time for collaboration and there's
- 16 a time for competition. On these standards, we need
- 17 collaboration.
- 18 CHAIR HOCHSCHILD: Thank you. Your point is very
- 19 well taken. Very well taken. I just would ask let's not
- 20 use profanity in public meetings. We do have some young
- 21 people at this meeting.
- But your point is very well taken, thank you.
- 23 MR. LIPMAN: Thank you. And with respect, I did
- 24 not want to do that and I did want to do that, and for two
- 25 reasons.

- 1 CHAIR HOCHSCHILD: I understand that.
- 2 MR. LIPMAN: But I hear you and I will not do it
- 3 again.
- 4 CHAIR HOCHSCHILD: Thank you. Thank you.
- 5 Who else is next, Noemi?
- 6 MS. GALLARDO: All right, we have several people
- 7 with their hands raised. Second is Stephen Davis. A
- 8 reminder to spell your name, indicate if you have any
- 9 affiliation. Stephen, you're line is unmuted and you may
- 10 begin.
- 11 MR. DAVIS: Thank you very much, Noemi and
- 12 Commissioners. Thank you for this opportunity. My name is
- 13 Stephen Davis, S-T-E-P-H-E-N D-A-V-I-S. I'm the founder
- 14 and CEO of Oxygen Initiative, formerly KN Grid. And have
- 15 conducted several CEC-funded demonstration projects and
- development projects for the ISO 15118 standard.
- One at UC San Diego where we had demonstrated
- 18 plug-in charge over a three-year period. And one where we
- 19 did a smart home study, and one where we used EV loads to
- 20 integrate renewables.
- 21 So, let me stand on Ethan's shoulders for just a
- 22 second and thank him for the clarity and I'll excuse the
- 23 colorful language. I think it was expressed from the right
- 24 place.
- 25 What I think we talk about so much is the how of

- 1 what we're going to -- how we're going to support electric
- 2 vehicle electrification -- excuse me, the what in terms of
- 3 the numbers. But it's hard to come up with the how without
- 4 an interoperability standard. And I think the Commission
- 5 is really showing support in this study or the assessment
- 6 that was published.
- We need a simple-always-wins approach to
- 8 revolution scale adoption and mass market uptake of these
- 9 vehicles, otherwise we really do risk some unpleasant
- 10 events where these loads, which I refer to as apex loads in
- 11 the home, can really bring down the house. And we saw that
- 12 in some of the reporting recently from the CEC, showing
- 13 distribution grid capacity limits already sort of in the
- 14 redline area.
- 15 So, Ethan's point about the need for simplicity,
- 16 I boil it down to this. In the how, we need a simple,
- 17 safe, and seamless solution everywhere and every brand,
- 18 every time. We need dispatchable and flexible loads that
- 19 helps system operators integrate renewables, while at the
- 20 same time helping to maintain the customer's needs for the
- 21 vehicle, and improve reliability of the electric system.
- We need cybersecurity as a must have. And this
- 23 needs to be cheaper and simpler than refueling of
- 24 conventional vehicles.
- 25 The only way you ever get there is to envision a

- 1 plug-and-play future where customers get the Tesla
- 2 experience, which is what Tesla has been delivering is why
- 3 they have 74 percent market share, they get that everywhere
- 4 and it's every brand.
- 5 So, sort of dovetailing off of one of Ethan's
- 6 points, we can't have every time be the first time, or it's
- 7 this brand you do it this way, it's that brand you do it
- 8 over there at that station. We need a common, unique,
- 9 interoperability communication standard that's going to do
- 10 all of these magical things for firming the grid in the
- 11 background without the consumer needing to know anything
- 12 about it, or take any action.
- 13 And so, I am full-throated in my support for the
- 14 ISO 15118 standard, which is a global standard. And I did
- 15 that just in time.
- MS. GALLARDO: Thank you, Stephen.
- 17 All right, so next up we have Bonnie. Bonnie, a
- 18 reminder to please spell your name and indicate an
- 19 affiliation if any. Your line is open.
- MS. DATTA: Can you hear me?
- MS. GALLARDO: Yes, we can.
- 22 CHAIR HOCHSCHILD: Yes, we can hear you. Go
- 23 ahead.
- 24 MS. DATTA: Okay. Good morning Honorable Chair
- 25 and Commissioners, thank you for the opportunity to

- 1 comment. My name is Bonnie Datta and I'm Advisor to the
- 2 Toloache Energy (phonetic), a California-based EV
- 3 infrastructure startup.
- 4 Today I'm representing a coalition of 34
- 5 companies and organizations, over 200 if we add the
- 6 individual members of CALSTART, and Advanced Energy Economy
- 7 organizations in the coalition. We (indiscernible) OEM
- 8 charger manufacturers, EVSPs, and other technology and
- 9 service providers.
- 10 While we do not agree with every detail in the AB
- 11 2127 report, and we look for more definitive directions
- 12 from the Commission, we support its adoption and its
- 13 recommendations. We commend the staff's support for open
- 14 standards and interoperability for EV charging
- 15 infrastructure as essential elements to protect consumer
- 16 choice, promote competition, and enhance cost
- 17 effectiveness.
- 18 Open standards and interoperability improve the
- 19 consumer experience, a critical element in achieving
- 20 California's 2035 EV adoption goals.
- 21 And the smart chargers recommended by staff need
- 22 to be incentivized to avoid potentially billions of dollars
- 23 of grid upgrades that can be relatively easily avoided
- 24 through VGI, and non wires (indiscernible).
- 25 A successful example noted in the report is OCPP,

- 1 open charge point protocol. OCPP has been almost
- 2 universally adopted by charging software and hardware
- 3 providers, and allows for virtual plug-and-play between
- 4 technologies from different companies.
- 5 Another standard is ISO 15118, which enables
- 6 plug-and-charge and other functionalities. Plug-and-charge
- 7 allows EV drivers to simply plug in their chargers at
- 8 public sites, and the charger will intelligently
- 9 communicate on payment and charging details, without any
- 10 driver intervention. Thus, significantly enhancing the
- 11 consumer experience.
- 12 ISO 15118 is being widely adopted globally by the
- 13 industry. Ford Mach-E and F-150 Lightning include the
- 14 standard.
- 15 Lucid, Rivian, Arrival, Nikola, and Vonhaus are
- 16 in our coalition, as is Mercedes, Daimler, Volvo and Lion
- 17 Electric. The vast majority of charger manufacturers is
- 18 provisioning it in response to market demand.
- 19 The adoption of these standards is happening
- 20 voluntarily, the approach our coalition favors.
- 21 The importance and value of interoperability,
- 22 including these specific standards, can be seen in Europe
- 23 where EV drivers have far greater access to charging
- 24 infrastructure and can more easily use the available
- 25 charging.

- 1 We therefore continue to recommend that any
- 2 publicly-funded charges be smart, interoperable, and be
- 3 based on open standards. Advocating and recommending open
- 4 standards isn't always easy, due partly to the complexity
- 5 of the subject and partly to priority business interests.
- 6 We therefore commend staff on recognizing and highlighting
- 7 their importance in AB 2127 report.
- 8 Thank you for your time, Commissioners.
- 9 MS. GALLARDO: Okay, thank you Bonnie.
- 10 Next up is Kristian Corby. Kristian, a reminder
- 11 to spell your name, indicate your affiliation if any. Your
- 12 line is open, you may begin.
- MR. CORBY: Hello, thank you very much. My name
- 14 is Kristian Corby. My name is spelled K-R-I-S-T-I-A-N.
- 15 Corby is C-O-R-B-Y. And I'm the Deputy Executive Director
- 16 at the California Electric Transportation Coalition.
- 17 So, I'd like to start off thanking the Energy
- 18 Commission Fuels and Transportation staff and
- 19 Commissioners. The 2127 report is very impressive and it
- 20 provides great insights into the current state of charging
- 21 infrastructure and the road ahead.
- We commend the report's findings that California
- 23 will need 1.5 million chargers to support 8 million
- 24 electric vehicles by 2030. CalETC's own independent
- 25 analysis also supports this target. And I'd like to thank

- 1 the staff for working so hard on the VGI sections and being
- 2 responsive to our recommendations.
- 3 You know, we really appreciate that the report
- 4 emphasizes the importance of keeping fueling costs low. As
- 5 we all know, this will be critical to our transition away
- 6 from fossil fuels and ensuring that all Californians can
- 7 participate in electric transportation.
- 8 CalETC looks forward to continuing our work with
- 9 the Energy Commission and reaching our infrastructure
- 10 goals. So, thank you again.
- MS. GALLARDO: Thanks Kristian.
- 12 Next is Patrick Kelly. Patrick, reminder to
- 13 spell your name and indicate your affiliation. Your line
- 14 is open, you may begin.
- MR. KELLY: Great, thank you very much. Patrick
- 16 Kelly, P-A-T-R-I-C-K K-E-L-L-Y. I am head of operations
- 17 and commercialization for PowerFlex Solutions Systems.
- 18 This is an EDF renewables company. We've deployed over
- 19 5,000 chargers throughout California through a lot of the
- 20 programs, and really appreciate all of the support. And
- 21 trying to support the real key components of where we need
- 22 to be 100 percent renewable, full electrification and
- 23 reliability. And those goals are very important to us.
- 24 And I am not going to talk about 15118.
- 25 Actually, I'm just kidding. I love 15118, it's such an

- 1 important standard. And I really appreciate Kiel and your
- 2 entire team for putting together such a great report.
- 3 But I will echo a lot of the comments about being
- 4 very disappointed in a watered-down version of -- with no
- 5 teeth on what 15118 could mean. And California's
- 6 opportunity to be really a leader for the rest of the
- 7 country. We have ten times more electric vehicles than any
- 8 other state. We are the ones that are going to be setting
- 9 the standards for the follow on and plug-and-charge, and
- 10 the concepts of 15118. Everybody in the market really is
- 11 asking -- really needs it to happen.
- 12 And I think the people that have made comments
- 13 against it I consider the motivations for why. And in
- 14 reality, everybody will be coming to the party when the
- 15 standards are set, and said just get in line and follow
- 16 along.
- I think one of the great examples to compare it
- 18 to is, you know, some of the Sun Speck (phonetic) standards
- 19 that CEC has done a great job of getting their arms around
- 20 an otherwise vulcanized environment with solar inverters.
- 21 And it was a really necessary step to be taken. And now,
- 22 that next step here is with the 15118 standards that we
- 23 have to promote, we have to make sure that we get ahead of
- 24 this.
- We have two very unwilling dance partners right

- 1 now between -- and maybe three between vehicle OEMs,
- 2 charger manufacturers and, you know, the utilities kind of
- 3 pushing back on some of these. But in reality, I don't
- 4 think it is nearly as hard as the amount of time and oxygen
- 5 that we've spent on battling this.
- 6 And in our company we refer to 15118 as the
- 7 unicorn. And I really believe that it's happening, I don't
- 8 want it to be imaginary anymore. I really want this to
- 9 happen. Because right now the market is a bit constipated.
- 10 And anybody that's driven an electric vehicle knows how
- 11 terribly painful it is to have 16 different apps in your
- 12 phone just so that you can be ready to charge, and then you
- 13 still end up getting frustrated and just quitting after you
- 14 know, one attempt or two attempts.
- If we make this standardized and just like OCPP
- 16 then, you know, this vision of like plug in, pop up on your
- 17 phone, it's just going to be so much easier. Thank you.
- MS. GALLARDO: Thank you, Patrick.
- 19 Next up is Chris King. Chris, reminder to spell
- 20 your name and to indicate your affiliation if any. Your
- 21 line is open, you may begin.
- MR. KING: Thank you. Thank you, Commissioners.
- 23 I'm Chris King, that's C-H-R-I-S K-I-N-G, SVP of eMobility
- 24 with Siemens.
- 25 I'll be brief. I do want to reiterate and

- 1 support the comments of my colleagues around open
- 2 standards, and interoperability, and 15118. Specifically,
- 3 I think Bonnie did a great job presenting all of that.
- 4 One thing I would like to add from our
- 5 perspective as a global corporation, working around the
- 6 world and seeing, particularly in Europe we're seeing a
- 7 real convergence around these standards which has resulted
- 8 in a much better consumer experience than prior adoption.
- 9 Much easier access to chargers and when the chargers --
- 10 when you get to the chargers actually being able to use the
- 11 chargers.
- 12 And interestingly, when we look at California we
- 13 see a missed -- an opportunity being missed. California
- 14 could and should be a leader in this space and this
- 15 interoperability standards is actually the one place,
- 16 frankly in the world, that we are seeing where there is
- 17 this huge debate about what the standards should be.
- 18 It's voluntary adoption in Europe. It's not
- 19 mandatory, it's not a government thing. It's the market
- 20 getting together, seeing the benefits, and implementing the
- 21 technology. And again, we're not seeing the debate that
- 22 California's having anywhere else. We're seeing widespread
- 23 adoption because there is huge consensus that we all want
- 24 the market to move forward and EVs to be adopted, and
- 25 consumers to have great experiences.

- 1 So, with that I thank you for the opportunity to
- 2 comment.
- 3 MS. GALLARDO: Thanks Chris.
- 4 So, the next speaker is going to be Erick Karlen.
- 5 Erick, reminder to spell your name and indicate your
- 6 affiliation if any. Your line is open, you may begin.
- 7 MR. KARLEN: Yes, thank you and good morning,
- 8 Commissioners. I'm Erick Karlen. It's E-R-I-C-K K-A-R-L-
- 9 EN. And I'm the Senior Policy Market Development Advisor
- 10 at Greenlots. And Greenlots, we're a leading provider in
- 11 EV charging software services and infrastructure based in
- 12 Los Angeles.
- We submitted comments directly in February in
- 14 support of the staff report. More recently as part of a
- 15 30-organization coalition.
- 16 Greenlots is appreciative of the work of the
- 17 staff and the Commission that went into this report, and
- 18 it's various findings. In particular, (indiscernible)
- 19 goals of the 1.5 million shared chargers will be needed by
- 20 2030 for electric vehicles. And importantly, and I think
- 21 community support for charger deployment is needed.
- 22 Greenlots also values and supports the report's
- 23 focus on charging management strategy beyond use of having
- 24 its rate to better align with increasing renewable energy
- 25 generation, and involving grid needs in particular, and

1	recognizing	the	need	to	take	steps	to	prioritize	charger

- 2 and VGI standardization to protect state investments, and
- 3 to provide a (indiscernible) of the market.
- 4 However, Greenlots disagrees with recent
- 5 revisions to the report that seem to mischaracterize the
- 6 market in the ways of stakeholder perspective. While
- 7 certainly there is a range of technologies and business
- 8 models in the electrification market, we have not seen a
- 9 genuine debate here, or globally, of the revisions
- 10 characterized regarding the need in the state to maximize
- 11 the value to (indiscernible) the state and the grid get
- 12 from network chargers, and the need to push towards VGI
- 13 communication standardization and broader improbability
- 14 when networked, which (indiscernible) chargers must be
- 15 unless their free for requirements from other state
- 16 agencies.
- 17 Stakeholders in fact are not as far apart as this
- 18 framing and these provisions portray. Indeed,
- 19 acknowledging that phone comments were filed more recently
- 20 in this docket, but our count some 200 plus organizations
- 21 have support for these maxims, including specifically for
- 22 VGI readiness for the charger via 15118. This includes a
- 23 significant number of automakers.
- 24 A relatively small number of organizations,
- 25 including some that later evolved their positioning,

1	expressed	а	different	perspective	and	thev	notable	seem	to

- 2 conflate advocacy for non-network chargers and VGI pathways
- 3 to be (indiscernible), whether a reason to not also support
- 4 VGI readiness in network chargers via the standard the
- 5 industry has already coalesced around.
- 6 Unfortunately, the report's revisions repeatedly
- 7 cite or leverage the single set of comments and more so
- 8 than any other set of comments, that feature that's
- 9 conflation of advocacy for additional business models and
- 10 technologies, with reasons to not pursue (indiscernible)
- 11 approaches that would ensure that the vast majority of
- 12 deployed network chargers are capable of delivering VGI
- 13 value.
- 14 We believe the market has spoken resoundedly into
- 15 this market and tangibly for a multitude of product
- 16 offerings and (indiscernible) and tenets. Maximizing grid
- 17 integration and supporting EV drivers means putting in
- 18 place infrastructure that supports VGI value and
- 19 communications flow through multiple pathways to support
- 20 competition and innovation, not just saying a single one,
- 21 and definitely by artificially pitting one approach against
- 22 another.
- 23 As the state prepares to support unprecedented
- 24 investment in EV charging infrastructure necessary to reach
- 25 state goals, and other parts of the world continue to

- 1 demonstrate leadership innovation, it's critical that this
- 2 state do the same to maximize the values of the state, the
- 3 grid, and most importantly EV drivers.
- 4 Greenlots and allied organizations look forward
- 5 to the Commission's continued leadership in recognition of
- 6 where the market currently is and where it must go. Thank
- 7 you.
- 8 MS. GALLARDO: Thank you.
- 9 The next speaker is Oleg, and I don't want to
- 10 mispronounce your last name, Oleg. So, let's see here,
- 11 please restate your name in case I did pronounce it
- 12 incorrectly, and spell it, and indication affiliation if
- 13 any. Your line is now open.
- MR. LOGVINOV: Good morning everyone. Not a
- 15 problem at all. I know I have a challenging name. Oleg
- 16 Logvinov. O-L-E-G L-O-G-V-I-N-O-V. I am CEO of IoTecha.
- 17 IoTecha is a leading provider of components that
- 18 enable smart charging infrastructure and services that
- 19 support high quality, high reliability charging experience.
- 20 IoTecha is also a member of CharIN Alliance,
- 21 alliance of more than 200 organizations worldwide focused
- 22 on driving operability and accessibility of charging
- 23 enabled by combined charging system in 15118.
- 24 First of all, I would like to thank Commissioners
- 25 and staff for doing a great job looking into VGI and big

- 1 picture of integration of vehicles with the grid. We have
- 2 two very large ecosystems that have been developing largely
- 3 independently over the last 100 plus years, power grid and
- 4 transportation. Today, in order to create an organized
- 5 future, we need to collaborate and come together.
- 6 That is not possible without strong communication
- 7 and intelligence that will enable simple, easy, inexpensive
- 8 charging experience to all of us consumers.
- 9 I would like to remind you that when we look back
- 10 at the days when IBM PC became something that essentially
- 11 got on every single desktop, it was enabled by Microsoft
- 12 and Intel. Experience was similar to what was enabled by
- 13 Apple, very good, very seamless experience.
- But the cost and accessibility were enabled by
- 15 open standards and the ability of market contenders to come
- 16 to the market with competing solutions. We must achieve
- 17 the same in electrified transportation in order to be able
- 18 to drive mass adoption.
- I like the report in many points. One point I
- 20 disagree with. The point related to the debate on
- 21 (indiscernible) -- there is no debate. The modern industry
- 22 has worked together for the last ten plus years to achieve
- 23 interoperability based on ISO 15118 standards.
- 24 Interoperability is tough. Remember early days of cell
- 25 phones? How many of us experienced driving across the

- 1 lines of one service provider to another and not being able
- 2 to make a phone call. We want to avoid the same experience
- 3 with charging. It must interoperable. And
- 4 interoperability takes many organizations, more than 200 of
- 5 them, working together on a global scale, driving the
- 6 economy of sale for both products and services to enable
- 7 low-cost, reliable seamless experience.
- 8 When 15118 was created, the desire was to enable
- 9 experience that is just as seamless as experience of making
- 10 a phone call today on mobile methods. And we're there. If
- 11 you look at the number of vehicles today supporting 15118
- 12 in Europe and U.S., we're getting to this point.
- So, now California has an opportunity to actually
- 14 lay the foundation to encourage use of interoperable
- 15 technologies and help to achieve the goal that we have set
- 16 at a federal government level to become leader in
- 17 electrified transportation. And that leadership is not
- 18 going to be possible without strong implementation.
- 19 Even if somebody says that there is a better
- 20 standard, which there isn't, it's impossible to adopt a
- 21 standard on the fly. It takes years and years of hard work
- 22 on the interoperability and that has been done in 15118.
- 23 So, let's pay attention to that. Let's embrace it and
- 24 let's help those who deploy to use them. Thank you.
- MS. GALLARDO: Thank you, Oleg. And I appreciate

- 1 you being gracious with me on that pronunciation.
- 2 MR. LOGVINOV: No problem at all.
- 3 MS. GALLARDO: Okay, next up is, hold on I see
- 4 hands, I believe it's Jacqueline Piero. So, Jacqueline if
- 5 you could please restate your name, spell it, and indicate
- 6 your affiliation. Your line is open.
- 7 MS. PIERO: Hi, can you hear me okay?
- 8 MS. GALLARDO: Yes, we can.
- 9 MS. PIERO: Great. My name is Jacque Piero.
- 10 I'm the Vice President of Policy for Nuvve. Was that all
- 11 the information I'm supposed to give up front?
- MS. GALLARDO: Yes, thank you. Feel free to
- 13 begin your comments.
- MS. PIERO: Thank you very much for taking
- 15 comment today. We were very excited to see the AB 2127
- 16 report. It was incredibly well done. The model runs were
- 17 really exciting to see. We are hoping to see V2G included
- 18 in the model runs for the next version of this report.
- 19 That's the kind of forward looking analysis that we're
- 20 hoping to see from the analytical regulatory agency in the
- 21 future. But this is definitely a great start for the first
- 22 version of this report.
- We do want to comment along the lines of a lot of
- 24 the previous commenters. But in particular, when it comes
- 25 to bidirectional functionalities we will be clear that

- 1 15118 does not currently support bidirectional power flow,
- 2 even though it supports bidirectional communication.
- 3 That said, we have been able to actually work
- 4 with IoTecha and with the school bus companies of Blue Bird
- 5 and Lion to develop extensions to actually enable
- 6 bidirectional power flow in advance of 15118 actually
- 7 including that in the standard. And this kind of freedom
- 8 has been really nice to be able to push forward with the
- 9 industry while the standard is continuing to develop.
- To be clear, we were able to do this because the
- 11 CEC gave a Spec to the school bus companies to actually
- 12 develop production models of V2G school buses. That
- 13 decision launched a national race to actually put out V2G
- 14 school buses. You launched an industry by making this one
- 15 choice in your funding arrangements.
- 16 There are 300 Blue Bird buses with the CECS
- 17 connector that will allow V2G functionality in California
- 18 that have been sold already.
- 19 If you're wondering where they are, we're working
- 20 through the existing utility regulatory structures to
- 21 actually figure out how to make those useful as V2G
- 22 resources, but they are out there. So, I wouldn't under
- 23 estimate the significance of this kind of standardization.
- 24 That said, we want to make sure that 15118 is
- 25 considered as a potential solution, along with everyone

- 1 else, but we also think that other standards will arise
- 2 from industry as we identify a need. The J3068 standard is
- 3 in development. It is going to be an MDHD AC charging,
- 4 three-phase bidirectional standard that will be a com
- 5 standard and an associated connector.
- 6 I'm not saying that that is going to be the
- 7 standard, just that we need to remain open to others while
- 8 choosing a general path that we can see with 15118. Thank
- 9 vou.
- MS. GALLARDO: Thank you.
- 11 The next speaker is Matthew Forrest. Matthew, a
- 12 reminder to please spell your name and indicate your
- 13 affiliation, if any. Your line is now open, you may begin.
- MR. FORREST: Can you hear me?
- MS. GALLARDO: Barely.
- 16 CHAIR HOCHSCHILD: We can hear you, just speak
- 17 up.
- 18 MR. FORREST: All right, all right, let me try.
- 19 This is Matthew Forrest with Mercedes Benz. Thank you for
- 20 the opportunity to make a comment today. I would like to
- 21 say that we at Mercedes Benz would like to express our
- 22 appreciation to the staff for all of the work that went
- 23 into this AB 2127 report. It's a very impressive report.
- In particular, we appreciate their engagement on
- 25 the ISO 15118 topic and their openness to helping support

- 1 the implementation and deployment of this standard in the
- 2 future.
- 3 We think this international standard will help
- 4 ensure substantial value and customer satisfaction for ZEV
- 5 customers in the future, which will be key to helping the
- 6 state meet its ZEV adoption goals. So, thank you.
- 7 MS. GALLARDO: All right, that was the last hand
- 8 I see raised. Let me do one last call. Anyone else have a
- 9 public comment on this item, Number 3?
- 10 All right, Chair, I do not see any other hands,
- 11 we can move forward.
- 12 CHAIR HOCHSCHILD: Thank you so much to everyone
- 13 for those comments. I really appreciated the comments on
- 14 standardization and some of the risks and costs that we
- 15 avoid if we can get that right. And to me, before I turn
- 16 it over to Commissioner Monahan, you know, I do think the
- 17 goal here is to build a charging infrastructure system in
- 18 our state that's really ubiquitous, standardized, and
- 19 affordable.
- 20 And I want just to highlight for everybody how
- 21 extraordinary the May revise budget that the Governor has
- 22 proposed is for this. So, for us at the Energy Commission
- 23 it's \$2.1 billion of additional resources. We're putting
- 24 half of that into transportation electrification new
- 25 infrastructure. And we really hope to see that deployed.

- 1 And also, the Governor has proposed extending for
- 2 the next decade AB 8, which is \$100 million a year. And,
- 3 you know, that's going to all of this stuff as well. And
- 4 so, we support fully the Governor's proposals and look
- 5 forward to working with the Legislature on all this, if
- 6 that can get over the finish line.
- 7 But let's turn it over now to Commissioner
- 8 Monahan to begin the Commissioner discussion.
- 9 COMMISSIONER MONAHAN: Thanks Chair. Well, I
- 10 want to thank Kiel. I thought he did a great job
- 11 presenting the 2127 report, and a great job just checkering
- 12 the project. He was project manager for this report and it
- 13 really was complicated with all the different consultants,
- 14 as Kiel elaborated with NREL, with UC Davis, and with my
- 15 former organization I think also Commissioner McAllister,
- 16 at Lawrence Berkeley National Laboratory.
- 17 There's a big team of folks. I just want to
- 18 thank the team that managed this project, or that wrote the
- 19 analysis and managed all the contracts. That's Matt
- 20 Alexander, Mel Cristophemo (phonetic), Wendell Crell
- 21 (phonetic), Jeffrey Lieu, Roger Ramesh. You know, they all
- 22 worked really hard on this, as did the supervisors.
- 23 Charles was involved, Charles Smith, and Hannon of course
- 24 was involved in this project as well.
- 25 And the report really highlights, as the Chair

- 1 said that, you know, we need a big ramp up in charging
- 2 infrastructure. You know, with the funding that we have
- 3 available, we're going to have about 200,000 -- we'll try
- 4 for 200,000 chargers. You know, we need a six fold
- 5 increase by 2030. And, you know, that is just going to
- 6 take a very close public/private partnership, and
- 7 especially to make sure that this is an equitable -- that
- 8 there's equitable access to zero emission vehicle
- 9 infrastructure.
- 10 You know, we know now that most of the people who
- 11 buy these new cards, these new EVs, live in single-family
- 12 homes and they can charge overnight in their driveway. But
- 13 to reach all Californians, we need to make sure that when
- 14 you live in an apartment building or a multifamily dwelling
- 15 that you can also refuel your zero emission vehicle. And
- 16 that's the challenge. That is our challenge. And it is
- 17 not easy.
- 18 So, you know, as the Chair said the Governor's
- 19 budget really doubles down on the infrastructure and we're
- 20 excited to support that. This 2127 report reinforces the
- 21 need for deep investments.
- I do want to thank all the folks that came and
- 23 testified about the importance of standardization, and
- 24 especially with issues around 15118. I'm quessing they're
- 25 not too sure like what is this you want to make?

So, if you'd like to talk about it furthe	:, I'm
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- 2 sure the team can tell you all about it. I will say that
- 3 it has been extremely controversial. Many of the folks
- 4 that came out today were highlighting the benefits of it in
- 5 terms of this plug-in charge capability, and the fact that
- 6 it is common place in the EU.
- 7 I will say, you know, there are stakeholders who
- 8 disagree with that. They would include major car companies
- 9 like GM, Ford, Nissan, Toyota, the California utilities
- 10 like PG&E and SoCal Edison, consumer groups like Plug-In
- 11 America, and charging companies like EVgo. So, this has
- 12 been a very controversial issue. And, you know, we're
- 13 committed to listening to stakeholders and having a process
- 14 of engagement to be able to flesh out some of the, you
- 15 know, whether 15118 is something for the light-duty vehicle
- 16 market we should really be promoting more actively. So, we
- 17 want to have a stakeholder engagement process.
- 18 I think many of you also know that Air Resources
- 19 Board passed regulations that require chargers to have the
- 20 capability down the road to be able to just use a credit
- 21 card to make it easy for consumers to charge their
- 22 vehicles. But, you know, this idea that right now we have
- 23 three different plugs, which is not so great on the light-
- 24 duty vehicle market. We're trying to avoid that in the
- 25 medium- and heavy-duty vehicle space, and have some

- 1 investments to see if we can get a more standardized
- 2 approach in that arena.
- 3 But we strongly agree the more we can
- 4 standardize, the easier it is to make -- to drive down
- 5 prices and for consumers to have a very positive
- 6 experience.
- 7 But anyway, the bottom line really is this report
- 8 really demonstrates how we have to scale up. And we have
- 9 to do it smartly and we have to do it equitably. And so,
- 10 I'm very excited to support this and looking forward to
- 11 working with the team on continuing to refine the analysis
- 12 and improve it over time.
- 13 CHAIR HOCHSCHILD: Thank you, Commissioner.
- 14 Let's go to Commissioner discussion. Any other
- 15 Commissioners wishing to make a comment? Commissioner
- 16 Gunda?
- 17 COMMISSIONER GUNDA: Oh, Commissioner McAllister,
- 18 I don't know if you want to go first. Happy to defer.
- 19 So, yeah, I just wanted to I think note
- 20 Commissioner Monahan's thanks to the entire team. Reports
- 21 like this are not easy, so Kiel thank you for your
- 22 wonderful presentation and the detail that you looked at.
- I do have a couple of comments, I think of focus
- 24 as we think through this for the future. And I'm looking
- 25 through specifically the lens of SB 100 and kind of the

- 1 long-term electricity grid planning, and the intersection
- 2 of how we think about the locationality of the chargers,
- 3 and more broadly the grid reliability.
- 4 So, you know, a couple of observations I think,
- 5 you know, we recently had under Commissioner McAllister's
- 6 leadership the building decarbonization efforts at a couple
- 7 of workshops. And we're beginning to see the movement in
- 8 the peak load when it happens, both seasonally and on the
- 9 hourly basis.
- 10 And similarly in this report, I know in some of
- 11 the preliminary findings you showed, really kind of pushed
- 12 that load into the early evening hours and in the late
- 13 hours, you know.
- So, as we think through the future of the grid
- 15 and as we put it in the context of the western, more
- 16 western outlook, and we think about the shaping of the
- 17 imports, and the kind of doubling peaking that we might
- 18 see, the seasonality, it's really important to highlight
- 19 your specific comments on load flexibility, and thinking
- 20 about how do we optimize the resources to a broader kind of
- 21 a grid asset, right.
- So, I'm really glad that we're looking at it and
- 23 I just encourage you to think about locationality and
- 24 seasonality more broadly as we continue this research.
- 25 Also, really appreciate the comments from

- 1 different commenters on the need for ensuring that we have
- 2 a large number of chargers, but also kind of some way of
- 3 standardizing in an (indiscernible) fashion and being a
- 4 leader in this arena.
- 5 And I just want to thank Commissioner Monahan's
- 6 perspective and leadership, generally the way she
- 7 approaches things in balancing the different points of
- 8 view. And I just want to note that I hear the importance
- 9 of that and I'm hoping that we resolve that as we move
- 10 forward, as Commissioner Monahan continues to lead this
- 11 effort. So, thank you everybody.
- 12 CHAIR HOCHSCHILD: Thank you.
- Commissioner McAllister.
- 14 COMMISSIONER MCALLISTER: Yeah, great. Thanks a
- 15 lot. So, great job Kiel, I really appreciated that
- 16 presentation, comprehensive and very just focused on the
- 17 really important stuff. So, I really appreciate that and
- 18 the whole team behind this report.
- 19 And I want to reiterate thanks to Commissioner
- 20 Monahan for this leadership on this. Just your depth of
- 21 knowledge really helps I think frame these issues in a way
- 22 that's incredibly productive.
- 23 And, you know, I guess I'm going to assume that
- 24 we get this ramp up in charging structure, and kind of
- 25 really focus on a comment to complement what Commissioner

- 1 Gunda just said. You know, the huge opportunity we have
- 2 here is to understand how the loads are changing and where
- 3 they are, so that we can help target investment in the
- 4 distribution grid. You know, largely the distribution
- 5 grid. I mean, really, all the way up to the whole western,
- 6 you know, the western interconnect.
- 7 But I think the investment that's going to be
- 8 driven by the scale up in both transportation
- 9 electrification and in building electrification it's a
- 10 challenge to kind of get our heads around, and we really
- 11 need the data, and kind of good situational awareness as
- 12 that unfolds and develops. But it's a huge opportunity to
- 13 get our grid optimized and really bring average cost of
- 14 energy down over time.
- And as we shift to, you know, a decarbonized
- 16 electric future, in great measure that is -- just has so
- 17 many upsides. And so, we really, at the Commission are in
- 18 a position to shape that conversation and really actively
- 19 pursue this optimization that Commissioner Gunda mentioned.
- 20 So, I'm really excited about that.
- 21 You know, where are these loads? Because we're
- 22 going to have a lot of chargers everywhere, but I think
- 23 we're going to see where the -- you know, not all chargers
- 24 are going to be used equally, and the locationality of
- 25 where the energy itself, and the capacity is actually

- 1 needed is something we really need to keep an eye on. So,
- 2 anyway, the VGI opportunity is just immense in that regard.
- 3 And then just implicitly we're talking about load
- 4 flexibility. So, you know, buildings and transportation,
- 5 buildings as a platform perhaps. You know, I'm trying to
- 6 think about, you know, sort of how we can integrate
- 7 investments. When we invest in buildings, how we also
- 8 complement that with the transportation piece so that just
- 9 as a matter of public policy we can be smart about this.
- 10 So, and then finally just wanted to acknowledge
- 11 all the comments about standardization. That's a -- you
- 12 know, we the agency that is positioned and has
- 13 responsibility across many areas to look for opportunities
- 14 to standardize and, you know, impose regulations. And we
- 15 don't do that lightly. So, I think the process to really
- 16 listen to everybody and see what is the best path forward
- 17 for California is really where we should go. And I have a
- 18 lot of faith, obviously, in Commissioner Monahan's
- 19 leadership in that regard. So, process is really important
- 20 here. So, it's important everybody gets listened to.
- So, again thanks to Kiel, and the team, and
- 22 Commissioner Monahan.
- 23 CHAIR HOCHSCHILD: Thank you.
- 24 Commissioner Douglas, did you wish to make any
- 25 comments?

1	COMMISSIONER	DOUGLAS:	No.	not.	·	VOII	know.	may	, be
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- 2 just to reiterate the appreciation for the presentation and
- 3 the comments. And I know these are hard issues that we are
- 4 working through. And I certainly support this item and
- 5 thank Commissioner Monahan for her efforts here.
- 6 CHAIR HOCHSCHILD: Yeah, thank you.
- 7 I second the thanks to Commissioner Monahan, who
- 8 just has brought so much depth in relationships, and
- 9 stakeholder outreach to get us to this point. I know this
- 10 report's been eagerly anticipated by many stakeholders and
- 11 the Legislature, and others.
- I did want to ask, Commissioner Monahan, if you
- 13 could kind of look out ahead just from a process
- 14 perspective about how you see us tackling the
- 15 standardization question? Because I think there is a lot
- 16 of, you know, opportunity to avoid stranded assets and make
- 17 sure customers have a better experience. It's a very
- 18 thorny thing to work through that and just would love your
- 19 thoughts on how you see that unfolding.
- 20 COMMISSIONER MONAHAN: Yeah, I mean I think this
- 21 is a workshop process that's specific to this question. I
- 22 mean it's so important in terms of -- and it goes across
- 23 agency aspects of this. So, the CPUC and the Air Resources
- 24 Board need to be involved in that conversation, especially
- 25 with CARB having the regulation on the books around using a

- 1 credit card. Which I think 15118 is plug-and-play, so you
- 2 don't actually need a credit card for this. There's a lot
- 3 of investments that the CPUC is making or that the CPUC is
- 4 authorizing by the utilities. There's just a lot of cross-
- 5 agency in play here, so it has to be a cross-agency
- 6 workshop conversation.
- 7 And I do envision bringing the stakeholders
- 8 together, and especially I mean we want diverse interests
- 9 represented. We want car companies, charging providers, we
- 10 want some of the, you know, Nuvve and some of these
- 11 companies that are doing really interesting things in terms
- 12 of vehicle-grid integration. We want consumer voices. I'm
- 13 particularly interested in Plug-In America, and Consumers
- 14 Union as some of the lead consumer voices in this.
- 15 And I think we need to hear all these diverse
- 16 stakeholders and also see if there's any movement among
- 17 these diverse stakeholders. As they hear what others are
- 18 saying, does that change their position? And, yeah, we
- 19 need a public process just to vet the positions, to
- 20 evaluate the -- you know, how do we get to a point where it
- 21 is extremely easy for anybody to charge their vehicle, and
- 22 where there is the opportunity to be able to use vehicles
- 23 either as, you know, a grid asset, but at most we'd love to
- 24 be able to facilitate that through our infrastructure
- 25 investments.

- 1 CHAIR HOCHSCHILD: Okay, very helpful. Well, I
- 2 look forward to supporting you and working with you on
- 3 solutions there.
- 4 And with that, I would entertain a motion,
- 5 Commissioner Monahan, if you'd like to move the item.
- 6 COMMISSIONER MONAHAN: I move Item 3.
- 7 CHAIR HOCHSCHILD: Commissioner McAllister, would
- 8 you be willing to second?
- 9 COMMISSIONER MCALLISTER: I second.
- 10 CHAIR HOCHSCHILD: All right, all in favor say
- 11 aye.
- 12 Commissioner Monahan?
- 13 COMMISSIONER MONAHAN: Aye.
- 14 CHAIR HOCHSCHILD: Commissioner McAllister?
- 15 COMMISSIONER MCALLISTER: Aye.
- 16 CHAIR HOCHSCHILD: Commissioner Douglas?
- 17 COMMISSIONER DOUGLAS: Aye.
- 18 CHAIR HOCHSCHILD: Commissioner Gunda?
- 19 COMMISSIONER GUNDA: Aye.
- 20 CHAIR HOCHSCHILD: And I vote age as well.
- 21 That item passes unanimously.
- Let's turn now to Item 4, Solar Energy Generating
- 23 Systems.
- MS. HUBER: Good morning Chair and Commissioners.
- 25 My name is Elizabeth Huber and I work in the Siting

- 1 Transportation and Environmental Protection Division. I
- 2 manage the Compliance, Monitoring and Enforcement Office,
- 3 overseeing staffs' analysis of the Final Decommissioning
- 4 Plan for the Solar Energy Generating System, SEGS, III-VII
- 5 facility.
- 6 With me today also includes from my staff, lead
- 7 Compliance Project Manager John Heiser, my colleagues from
- 8 staff's Engineering, and Siting, and Environmental Offices,
- 9 Geoff Lesh and Eric Knight, and Legal Counsel, Kerry
- 10 Willis.
- 11 Also available this morning, representing the
- 12 project owner, NextEra Energy Resources and Luz Solar
- 13 Partners are Dexter Liu, Kenneth Stein, and Scott Galati.
- 14 The next slide, please. The decommissioning of
- 15 this solar, thermal and natural gas-fired power plant
- 16 illustrates another "cradle-to-cradle" opportunity in which
- 17 a former power plant site is being repurposed to a facility
- 18 using photovoltaics, PV, and battery energy storage that
- 19 will help meet peak power needs and support California's
- 20 goals of a clean energy future.
- 21 The next slide, please. Located within the
- 22 Mojave Desert, near the town of Kramer Junction, in
- 23 unincorporated San Bernardino County, SEGS III VII began
- 24 operating in the beginning of 1989 providing 150 megawatts
- 25 of electricity through a power purchase agreement from

- 1 Southern California Edison.
- The next slide, please. For more than 30 years,
- 3 the SEGS III-VII units were part of nine solar farms
- 4 representing one of the longest operating commercial solar
- 5 facilities. The units supplied electricity to the
- 6 California Independent System Operator on a merchant basis,
- 7 having sold both local and system resource adequacy and
- 8 bidding daily into the merchant energy markets until it
- 9 ceased operations in the fall of 2019.
- 10 The next slide, please. In April of this year,
- 11 the project owner submitted a Final Decommissioning Plan
- 12 detailing their demolition and closure activities. They
- 13 filed in compliance with their Condition of Certification,
- 14 Requirement 1, in the Decommissioning section of the Final
- 15 Commission Decision. In the staff analysis, it was
- 16 identified that within the existing conditions of
- 17 certification for SEGS III-VII remains applicable to
- 18 decommissioning today.
- 19 As identified in the staff analysis, staff also
- 20 reviewed the project owner's proposed decommissioning
- 21 conditions, referred to as Conditions of Decommissioning,
- 22 and recommended these new decommissioning conditions for
- 23 approval subject to modifications and additions, which are
- 24 incorporated into the proposed order before you today.
- The next slide, please. Staff also reviewed and

1	concluded	that	with	the	CEC's	adoption	of	all	proposed
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- 2 decommissioning conditions, the implementation of SEGS III-
- 3 VII Final Decommissioning Plan would result in no
- 4 significant adverse environmental impacts, and would comply
- 5 with all applicable laws, ordinances, regulations, and
- 6 standards.
- 7 In addition, the activities described in the
- 8 Decommissioning Plan would not impact any population,
- 9 including disadvantaged and environmental justice
- 10 communities.
- 11 Once decommissioning and demolition of certain
- 12 plant facilities and operational equipment is complete, the
- 13 project owner does intend to request a termination of its
- 14 CEC license so that they can move forward on repurposing
- 15 for both a PV facility and a battery energy storage system.
- 16 The new clean energy facility will be constructed and
- 17 operated under the jurisdiction of San Bernardino County.
- 18 The next slide, please. The decommissioning of
- 19 SEGS III-VII is a result of economic considerations,
- 20 maintenance costs and evolving California energy markets.
- 21 Staff requests your approval of SEGS III-VII
- 22 Final Decommissioning Plan, including the newly proposed
- 23 decommissioning conditions throughout the closure process.
- 24 The next slide, please. This concludes the
- 25 presentation. Thank you. We'd be happy to answer any

- 1 questions you may have for the entire team here today.
- 2 CHAIR HOCHSCHILD: Thank you. Let's move on to
- 3 public comment.
- 4 MS. GALLARDO: This is Noemi, the Public Advisor.
- 5 A reminder again to click on the raise hand icon if you
- 6 would like to make a public comment. If you're on by
- 7 phone, press \*9 so that we can see your hand raised.
- 8 All right, we do have one hand raised, Scott
- 9 Galati. You may begin.
- 10 MR. GALATI: Thank you Commissioners. My name is
- 11 Scott Galati. I represent NextEra Energy Resources. Proud
- 12 to represent that company for guite some time.
- 13 This Decommissioning Plan is an important part of
- 14 reuse of the site, as staff went through in its
- 15 presentation. It's important to understand that this
- 16 project has been fully contracted out and has some very
- 17 tight timelines that we're meeting.
- 18 Staff has been very, very good in working with us
- 19 to get to decommissioning and get to be able to start work
- 20 out there as soon as possible. We were currently working
- 21 to be able to do that by Monday.
- We'd like to thank members and staff that have
- 23 been particularly helpful in communicating with us, in
- 24 hearing our issues, in helping for us to draft -- go from a
- 25 draft Decommissioning Plan to a final Decommissioning Plan

- 1 very quickly. And specifically, I'd like to call Kerry
- 2 Willis, Elizabeth Huber who you've heard from Eric Knight,
- 3 and Geoff Lesh, Project Manager John Heiser, and finally
- 4 Shawn Pittard, who we believe did the review over the
- 5 holiday weekend.
- 6 We really appreciate that work. We've been
- 7 working clearly with staff very hard in submitting all of
- 8 our compliance plans. We received many comments back and
- 9 were turning around those as quick as we can.
- 10 Again, we hope that we'll be able to get the
- 11 final notice to proceed on the first part of
- 12 decommissioning early next week. We would like to just ask
- 13 for your approval on this Decommissioning Plan.
- 14 And there's one thing on a personal level I'd
- 15 like to make sure that I say is I know some of the
- 16 Commissioners know one of the persons on the phone has
- 17 worked for NextEra Energy for a long time, and has
- 18 represented all of the projects that I have worked on with
- 19 them in from the Commission. He is retiring. His name is
- 20 Kenneth Stein. It's important I think for Commissioners to
- 21 sometimes hear that there's people on the other side in the
- 22 private world that make these projects happen and Mr. Stein
- 23 is one of them. And I'd just like to wish him a happy
- 24 retirement. It's a pleasure working with him. And I know
- 25 the Commission will miss him as well. Thank you.

- 1 CHAIR HOCHSCHILD: Thank you.
- MS. GALLARDO: And this is Noemi again. Chair, I
- 3 do not see any other hands at the moment. And wanted to
- 4 clarify that we brought on Scott, given his relationship
- 5 and with approval of staff. So, he can stay on if you have
- 6 additional questions.
- 7 CHAIR HOCHSCHILD: Thank you. Well, before I
- 8 turn it over to Commissioner Douglas I'll just say, you
- 9 know, this is a big milestone. The SEGS project was an
- 10 incredibly significant project in the history of renewable
- 11 energy in this country. You know, the largest of its kind
- 12 in the solar thermal arena. And really, I think was one of
- 13 the things that helped cause people to start to think big
- 14 about renewables. And so, I just want to give a tribute to
- 15 all of the team, you know, that did the original project.
- 16 I look at how hard, at that time when this facility was
- 17 built, you know, it was to kind of build something of that
- 18 scale, and I'm just amazed, and inspired. And, you know,
- 19 that was kind of -- sort of opened the door to this
- 20 incredible growth that we've seen now around the state,
- 21 around the country, around the world on renewables, and a
- 22 big milestone. So, this is a significant chapter in the
- 23 history of renewables and I just wanted to make note of
- 24 that.
- 25 But with that, let me turn it over to

- 1 Commissioner discussion, starting with Commissioner
- 2 Douglas.
- 3 COMMISSIONER DOUGLAS: Well, great and thank you,
- 4 Chair Hochschild for those comments. I do know that the
- 5 chapter of the SEGS projects, and getting those off the
- 6 ground was a really big achievement, and a big challenge,
- 7 and a really impactful event for us as we look at the
- 8 trajectory of renewables in California and in the world,
- 9 really, when you look, as you say, at people thinking big
- 10 on solar.
- 11 And thank you to Scott for mentioning Kenny
- 12 Stein's retirement. Congratulations Kenny, if you're there
- 13 and listening.
- I want to say that, you know, I also appreciate
- 15 the hard work, and quick and effective work, and outreach
- 16 that was done by staff for this plan, and support the
- 17 approval of the facility Decommissioning Plan. Staff not
- 18 only did a thorough written analysis and assessment of
- 19 potential impacts, as they always do, they also worked hard
- 20 in the area of public engagement including holding a
- 21 workshop earlier this year to ensure that nearby property
- 22 owners and other interest members of the party had an
- 23 opportunity to understand the decommissioning process.
- I wanted to note as well the project owner's
- 25 responsiveness in making changes to the plan in response to

- 1 some of staff's feedback.
- 2 And so, you know, I'm delighted that this site
- 3 after decommissioning will, or is intended to be repurposed
- 4 as a solar PV facility. And I look forward to making a
- 5 motion on this item once we finish comments.
- 6 CHAIR HOCHSCHILD: Thank you. Other
- 7 Commissioners wishing to make a comment on this item?
- 8 COMMISSIONER MCALLISTER: Yeah, I'd like to just
- 9 very briefly.
- 10 CHAIR HOCHSCHILD: Great.
- 11 COMMISSIONER MCALLISTER: So, yeah, so I totally
- 12 agree with your comments, Chair Hochschild, about just the
- 13 fundamental vision shift that this plant caused. I
- 14 remember early on in grad school, you know, doing a visit
- 15 and then it took -- actually, international visits, there's
- 16 like road trips, you know, down to see this facility
- 17 because it really made a global splash. And so, folks were
- 18 paying attention from all over the world. And so, when
- 19 they'd come to California it was sort of like, you know, a
- 20 trip to Mecca to go down and see this big solar plant. And
- 21 yeah, a really, really huge milestone. So, it's
- 22 interesting to see, you know, where we are today and how
- 23 the maturation of the solar industry has just accelerated.
- 24 And closing this, this is a relatively I think, you know,
- 25 early chapter in a very long and thick book that we're

- 1 closing here. So, that's great.
- 2 Congratulations to Scott and everyone involved.
- 3 And, you know, it's changed over the years, you know, a
- 4 number of times and, you know, had some ups and downs over
- 5 the years. But it really performed and was a stalwart part
- 6 of the grid. So, yeah, really, really gratifying to see
- 7 this project reach its conclusion.
- 8 CHAIR HOCHSCHILD: Well said, Commissioner.
- Any other comments? You know, if not, the only
- 10 other point I'd make, you know, when you think about the
- 11 evolution of renewables is that each sequential step, you
- 12 know it's not like when you do a big solar thermal project
- 13 that the failure as it, you know, gets decommissioned 30
- 14 some years later actually it's really a success. It helped
- 15 unlock a lot of investment.
- And then, you know, technology moves forward.
- 17 But, you know, I don't think that solar photovoltaics would
- 18 be where they were if not for some of the early solar
- 19 thermal investments. And you just get people's minds
- 20 thinking more expansively when you build anything big at
- 21 scale. And so, there is this kind of beautiful technology
- 22 evolution over time as we bring down costs, and mature the
- 23 technology, and the efficiency and so forth. And I would
- 24 just again mark this as a very significant milestone on
- 25 that journey.

1	And a tribute to, you know, doing something
2	first. Being the first big project of its kind, it's
3	always much, much harder. And, you know, just what you
4	have to go through with any new technology. So, a real
5	tribute to those early pioneers. And congratulations.
6	With that, I would entertain a motion from
7	Commissioner Douglas, if you wanted to move the item.
8	COMMISSIONER DOUGLAS: Yes, I move the item.
9	CHAIR HOCHSCHILD: Thank you.
10	Commissioner McAllister, would you be willing to
11	second?
12	COMMISSIONER MCALLISTER: I second the item.
13	CHAIR HOCHSCHILD: Okay, all in favor say aye.
14	Commissioner Douglas?
15	COMMISSIONER DOUGLAS: Aye.
16	CHAIR HOCHSCHILD: Commissioner McAllister?
17	COMMISSIONER MCALLISTER: Aye.
18	CHAIR HOCHSCHILD: Commissioner Gunda?
19	COMMISSIONER GUNDA: Aye.
20	CHAIR HOCHSCHILD: Commissioner Monahan?
21	COMMISSIONER MONAHAN: Aye.
22	CHAIR HOCHSCHILD: And I vote aye as well.
23	That item passes unanimously thanks to Scott, and
24	staff, and everyone else.
25	Let's move on now to Item 5, 2022 Title 20 Data
	76

## CALIFORNIA REPORTING, LLC 229 Napa Street, Rodeo, California 94572 (510) 313-0610

- 1 Collection Regulation Modifications.
- 2 MR. EGGERS: Good morning Chair, Commissioners,
- 3 I'm Ryan Eggers of the Energy Assessments Division. I'm
- 4 here today to provide you an informational brief on the
- 5 Energy Commission's upcoming Phase 2 Data Rulemaking, as
- 6 well as to inform you of staff's intentions of opening
- 7 formal rulemaking proceedings on June 18th, which is 9 days
- 8 from now.
- 9 The next slide, please. While some of you have
- 10 been directly involved in this work, to take a step and
- 11 answer the question of why is staff doing this and what
- 12 does California get out of this, it's to improve the Energy
- 13 Commission's forecast and assessments. Specifically, to
- 14 improve our work in ensuring energy reliability for all of
- 15 California and helping advance our state energy goals.
- With more detailed and complicated analysis being
- 17 performed and required of the Energy Commission every year,
- 18 staff additionally requires new and exceedingly granular
- 19 information in order to provide the Energy Commission with
- 20 the best analysis possible. Thus, Energy Commission data
- 21 regulations need to change and evolve as well to meet the
- 22 analytical requirements of the people of California.
- The next slide, please. For this phase of data
- 24 regulation changes, this rulemaking package can be broken
- 25 down into two types of changes. Collecting and tracking

- 1 new data, which there are three new asks, and cleanup of
- 2 general language.
- For new data items, staff is proposing collection
- 4 of hydrogen, biodiesel, and renewable diesel production
- 5 data, which includes inventory and feedstock data as well.
- 6 This information is needed for fuel supply energy knowledge
- 7 accounting which relates to energy state or state energy
- 8 goal tracking, and fuel availability assessments for
- 9 reliability assessment work.
- 10 The second ask is property-assessed clean energy
- 11 data, also known as PACE data, will give information on
- 12 clean energy retrofit projects allowing for more precise
- 13 tracking of energy-efficient improvements throughout the
- 14 state.
- The third, and finally, natural gas storage
- 16 system data will give information on operational activities
- 17 of natural gas storage facilities. This will further the
- 18 work of the Energy Commission's Natural Gas Team in their
- 19 efforts in hydraulic modeling that is being undertaken for
- 20 contingency planning activities, and analysis of natural
- 21 gas systems vulnerability.
- 22 For general regulations cleanup, for which there
- 23 are numerous changes, they can be broken into the first
- 24 category, being data submission procedural changes.
- 25 Changes here are being made to make it easier to submit

- 1 inland filings by data reporters.
- 2 The next category is general language
- 3 modernization. Here we're moving wind reporting
- 4 requirements to the code sections that contain all other
- 5 generation reporting requirements, as well as standardizing
- 6 water usage data requirements for generators.
- 7 Additionally, changes here are being made to
- 8 update other data elements as increased understanding of
- 9 the required information has been obtained.
- 10 The third and final category is confidentiality
- 11 process changes. For this work, changes are being made to
- 12 undertake to streamline the confidentiality processes and
- 13 to make code sections consistent with the Public Request
- 14 Act requirements.
- 15 The next slide, please. This has been a project
- 16 long in making, but to cover some key timeline highlights
- 17 staff has already held a prerulemaking workshop to gather
- 18 stakeholder comments. That was held October 27th of last
- 19 year.
- 20 As mentioned, our filing and posting date for
- 21 this rulemaking will be June 18th of this year.
- 22 A public rulemaking hearing for this proceeding
- 23 is scheduled for August 6th of this year for additional
- 24 stakeholder comment.
- 25 Staff's plan is to then get these regulations

- 1 enacted by January 1st of next year to begin data
- 2 reporting.
- 3 The next slide, please. Our next big step is
- 4 opening this rulemaking proceeding. If successful, I do
- 5 hope to be once again presenting in front of you in
- 6 September, for a vote on this regulation package.
- 7 That concludes my presentation and I'm available
- 8 to answer any questions you may have. Thank you.
- 9 CHAIR HOCHSCHILD: Thank you, Ryan. We'll go
- 10 straight to Commission discussion since this is a non-
- 11 voting item, beginning with Commissioner Gunda.
- 12 COMMISSIONER GUNDA: Yeah, Chair, thank you. I
- 13 just have a couple of notes of thanks and highlight the
- 14 importance of this data, as Ryan mentioned. Just really
- 15 want to commend Ryan Eggers for his persistence and
- 16 continued efforts on this. It's been, as he mildly put, a
- 17 long, long work here for over 18 months or so. So, thanks
- 18 to Ryan for all his work.
- 19 Also want to highlight the collaborative effort
- 20 between the different divisions in coming up with these
- 21 different data requests, as well as the CCO for data ports,
- 22 specifically Karen Holmes in the Chief Counsel's Office for
- 23 all the help she provided in moving this forward.
- 24 The data is very, very key on our expanding
- 25 analytical work. We have a lot of assessments that we are

- 1 finding both on the electricity system, as well as the gas
- 2 system, but also overall reliability including fuels, as
- 3 well as the emergency systems that we're planning to do.
- 4 So, it's an important step and I thank Ryan for
- 5 his work and wish him luck as we go to the next phase.
- 6 CHAIR HOCHSCHILD: Thank you. Any other
- 7 Commissioners wishing to make a comment on this item?
- 8 Okay, yeah, Commissioner McAllister.
- 9 COMMISSIONER MCALLISTER: Yeah, so thank you,
- 10 Ryan, thanks Chair, thanks Commissioner Gunda. I just
- 11 wanted to highlight, build on what Commissioner Gunda said.
- 12 You know, it's gratifying to see this move forward. You
- 13 know, these -- we have very deep authority in data
- 14 collection at the Energy Commission and it's really part of
- 15 our core responsibility and has been ever since the
- 16 founding of the Energy Commission.
- 17 And, you know, that was an analog era and that
- 18 was when the utilities really did much more data collection
- 19 and, you know, it cost a lot more. You know, you had to
- 20 generate more data sort of really proactively out in the
- 21 field, and it was very laborious, and we had very limited,
- 22 you know, many fewer data points, you know.
- 23 And so now that we're in the digital age, you
- 24 know, the Energy Commission is moving into that age at full
- 25 speed. And I think, you know, we have these challenges

- 1 that we talk about every business meeting and have already
- 2 today, but huge opportunity to leverage all this data
- 3 that's out. In particular, you know, phase one established
- 4 kind of our plan for getting AMI data, and a number of
- 5 other things. And this phase two rulemaking is going to
- 6 really push that further into some specific areas, increase
- 7 our ability to do detailed gas system analysis which is
- 8 going to be critical going forward.
- 9 And the PACE data, you know, PACE is having a
- 10 little bit of hard times these days, but it's an area that
- 11 has financed a lot of existing building upgrades. And as
- 12 we try to get our heads around what happens there and how
- 13 we approach that sector, it's critical to understand what's
- 14 happening, what the costs are, and kind of understand,
- 15 really, what the energy implications of that, of those
- 16 efforts actually are. And so, collecting that data is
- 17 really key for good policymaking.
- 18 So, really, I just wanted to frame this as
- 19 underpinning the Energy Commission's increasing sort of
- 20 seriousness and incredible competence in these analytical
- 21 arenas so we can advise the Governor, advise the
- 22 Legislature on what policy directions they may want to
- 23 take.
- 24 So, thanks Ryan for that, really appreciate it.
- 25 CHAIR HOCHSCHILD: Thank you, Commissioners.

- 1 Unless there's other comments on Item 5, we'll move on.
- 2 What I'd like to do, colleagues, with your permission, is
- 3 take up Item 6, complete that in its entirety and then
- 4 break for lunch.
- 5 So with that let's move ahead to Item 6,
- 6 California Schools Healthy Air, Plumbing and Efficiency
- 7 Program.
- 8 MR. FONG: Thank you. Good morning Chair and
- 9 Commissioners. I'm Jonathan Fong, Manager of the School
- 10 Stimulus Office in the Renewable Energy Division. With me
- 11 today from the Chief Counsel's Office is Matthew Pinkerton
- 12 and Allan Ward.
- Today, staff is recommending adoption of program
- 14 guidelines for the two California Schools Healthy Air,
- 15 Plumbing and Efficiency, or CalSHAPE grant funding
- 16 programs. Both programs established under Assembly Bill
- 17 841.
- 18 Next slide, please. CalSHAPE is comprised of two
- 19 programs that provide much needed support to California
- 20 schools, providing grants to improve indoor air quality and
- 21 energy efficiency by ensuring HVAC systems are assessed,
- 22 maintained, and operated correctly. Additionally,
- 23 replacing aging plumbing fixtures and appliances will help
- 24 schools conserve water.
- These programs include scopes of work that

- 1 require the use of qualified testing personnel, and skilled
- 2 and trained workforces to implement these programs. This
- 3 will result in quality jobs across the state and assist in
- 4 contributing to California's economic recovery.
- 5 The next slide, please. Assembly Bill 841 was
- 6 signed into law in September of 2020 and directed the CEC
- 7 to form and administer the School Energy Efficiency
- 8 Stimulus, or SEES Program.
- 9 Moving forward, staff will refer to the SEES
- 10 program as the CalSHAPE Program. The new program name is
- 11 more succinct, easier to remember and, hopefully, will be
- 12 easier to pronounce.
- 13 The CalSHAPE Program consists of two programs.
- 14 The ventilation program that provides grants to assess,
- 15 maintain, and repair or replace ventilation systems. And
- 16 the plumbing program that provides grants to replace aging
- 17 and inefficient plumbing fixtures and appliances. These
- 18 programs will provide assistance to schools to assess and
- 19 maintain their system, and reduce water usage through the
- 20 replacement of fixtures with water saving and Energy Star
- 21 appliances.
- Next slide, please. Program funding comes from
- 23 the large gas and electric utilities' energy efficiency
- 24 rolling portfolio funds and is based on the utilities'
- 25 annual budget advice letters, which are submitted to and

- 1 approved by the California Public Utilities Commission.
- 2 The CEC receives funds from these utilities on a
- 3 quarterly basis for three years, from 2021 through 2023.
- 4 The quarterly receipt of payment is important to highlight
- 5 because unlike other grant programs, CalSHAPE does not
- 6 receive all of the funding up front and the full amount of
- 7 annual funding may not be available on the year it's
- 8 collected, nor are the funds always accrued on the same
- 9 schedule.
- 10 For program year 2021, the funds available for
- 11 the program is estimated to be about \$266 million.
- 12 For the entire program, the overall budget is
- 13 estimated to be \$500 million, with the potential to be
- 14 higher. We say potential because the utility budgets are
- 15 approved annually, so the budgets for 2022 and 2023 are
- 16 only an estimate at this point.
- 17 Additionally, although the funds are collected
- 18 for three years, the statute does allow for the CEC to
- 19 administer the program through December of 2026.
- 20 As required by the statute, 75 percent of the
- 21 program funds are allocated to the ventilation program and
- 22 25 percent of the funds are allocated to the plumbing
- 23 program.
- 24 The CEC is required to ensure that funds from
- 25 each utility must be spent on projects located in the

- 1 utility service territory from which they were received.
- 2 What this means is that the CEC cannot use funds derived
- 3 from one utility territory to grant a project outside of
- 4 that territory.
- 5 The next slide, please. For the initial phase of
- 6 the program, grants will be awarded to local education
- 7 agencies, or LEAs for short. LEAs are school districts as
- 8 defined in the Education Code, which includes county boards
- 9 of education, county superintendents of schools, and direct
- 10 instructional services by the state, and charter schools.
- 11 The initial phase of CalSHAPE awards will be
- 12 limited to schools that are located in an area that meets
- 13 at least one of the five criteria for designation as an
- 14 underserved community as defined in the statute, which is a
- 15 community with a median household income of less than 80
- 16 percent of the state average, within an area identified as
- 17 among the most disadvantaged 25 percent in the state.
- 18 According to the California Environmental Protection
- 19 Agency's CalEnviroScreen tool, a community in which at
- 20 least 75 percent of the public schools in the project area
- 21 are eligible to receive free or reduced price meals under
- 22 the National School Lunch Program, or a community located
- 23 on lands belonging to a federally recognized California
- 24 Indian tribe.
- 25 With such a broad definition of underserved

- 1 schools, staff estimates that nearly 60 percent of the
- 2 schools in the state will meet at least one of these five
- 3 criteria. By prioritizing schools in this initial phase,
- 4 we're able to provide grants to schools that are in the
- 5 most need of support.
- 6 The next slide, please. As discussed, the
- 7 CalSHAPE Program has specific criteria for LEAs located in
- 8 underserved communities. To assist in screening for
- 9 program eligibility, staff has developed a web tool that
- 10 can be access from our program webpage. This tool
- 11 incorporates data layers, such as IOU service territory,
- 12 EnviroScreen data, Census data, and other pertinent data
- 13 from the Department of Education.
- 14 As we're showing in this short video, anyone is
- 15 able to use this web tool to search for a school or LEA,
- 16 view the underserved community filters, and determine if
- 17 the school may be eligible to participate in our initial
- 18 phase of programs.
- 19 Additionally, for ease of reference, all of this
- 20 information can also be exported from this web too in an
- 21 Excel format and downloaded for future reference.
- The next slide, please. The program guidelines
- 23 before you today are the result of staff's efforts to
- 24 engage with stakeholders to better understand the
- 25 challenges LEAs face and how program guidelines can be

- 1 developed to meet our needs to successfully implement the
- 2 CalSHAPE Programs.
- 3 Staff posted draft guidelines for both programs
- 4 in January of this year, and held a public workshop on
- 5 January 22nd to solicit feedback from stakeholders.
- 6 Additionally, we posted revised staff guidelines at the end
- 7 of March and hosted a second workshop in April.
- 8 Both workshops were very well attended, with over
- 9 500 attendees at each of the workshops.
- 10 Throughout the development of these guidelines
- 11 staff has also worked with stakeholders from the HVAC and
- 12 plumbing industry, directly with LEAs, and other interested
- 13 stakeholders.
- 14 Staff has considered all public input received in
- 15 the development of the final guidelines presented today for
- 16 adoption.
- 17 Staff would also like to point out that a letter
- 18 was filed to the CalSHAPE docket on Monday, June 7th, on
- 19 behalf of the Joint Committee on Energy and Environmental
- 20 Policy, the Western States Council of Sheet Metal Workers,
- 21 and the California Association of Sheet Metal and Air
- 22 Conditioning Contractors.
- The joint letter, specific to the CalSHAPE
- 24 ventilation program guidelines submitted, provided an
- 25 alternative method of calculating the HVAC assessment and

- 1 maintenance maximum awards. And additionally, staff
- 2 believe that representatives from those commenters are here
- 3 today as well.
- 4 The next slide, please. For the CalSHAPE
- 5 ventilation program, the initial phase of program awards is
- 6 limited to HVAC assessment and maintenance grants and is
- 7 available for planned projects or reimbursement for
- 8 projects that were contracted for and performed after
- 9 August 1, 2020, as consistent with the statute.
- 10 Grant awards will be equal to the amount requested by
- 11 an LEA and verified by a contractor's estimate for the
- 12 reasonable cost to perform the work.
- 13 Applicants for the HVAC assessment and
- 14 maintenance pathway will also receive 20 percent of the
- 15 requested amount for repairs, upgrades, or replacements to
- 16 make the system functional or more energy efficient. The
- 17 initial grant awards will not include additional funding
- 18 for repairs, upgrades or replacements above the 20 percent
- 19 contingency threshold.
- Those grants for larger system repair or
- 21 replacement project may be available in a future phase of
- 22 program awards.
- The next slide, please. The CalSHAPE plumbing
- 24 program will provide grants to replace aging, and
- 25 inefficient plumbing fixtures and appliances with water-

- 1 conserving units. The items eligible for replacement for
- 2 the plumbing program are listed on this slide.
- 3 Program grant awards will be equal to the amount
- 4 request by an LEA and verified by contractor assessments
- 5 for the costs directly related to the replacement of
- 6 eligible plumbing fixtures and appliances.
- 7 We've discussed here today guidelines for both
- 8 the ventilation and plumbing programs. And just to be
- 9 clear, each program is separate and an LEA can apply for
- 10 either program.
- 11 The next slide. As part of implementation of the
- 12 CalSHAPE programs, staff have developed an online
- 13 application and reporting system. The online system was
- 14 designed with a focus of ease of use and a simplified
- 15 process for applications to support participation from all
- 16 LEAs regardless of size. And here for reference is a
- 17 screen shot of the proposed online system.
- 18 Staff anticipates that registration of the
- 19 portion of the tool will be available this month, which
- 20 would allow for LEAs and authorized representatives to
- 21 begin creating accounts. We will post notices to the
- 22 CalSHAPE list serve announcing the opening of the
- 23 registration. And additionally, staff will prepare user
- 24 instructions and informational videos which we will also
- 25 post to our program website.

1 Th	ere are	limitations	on	when	CEC	can	begin	to
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- 2 accept and approve applications, and we're not able to
- 3 enter into agreements for program grants until after the
- 4 2021-2022 budget is enacted.
- 5 Staff anticipates opening the application period
- 6 for the first funding round of applications shortly after
- 7 that. And staff will issue a notice with all necessary
- 8 information for initial grant applications well before the
- 9 funding round opens.
- The next slide, please. To wrap up, I'd like to
- 11 first thank all Renewable Energy Division staff, staff from
- 12 the Chief Counsel's Office, and advisors from both
- 13 Commissioners Douglas and McAllister's offices who have all
- 14 worked incredibly hard behind the scenes to implement the
- 15 CalSHAPE programs an prepare the guidelines that you see
- 16 before you today.
- 17 I would also like to thank our IT Division in
- 18 helping to develop the online tool, and Siting Division
- 19 staff for developing the GIS web tool.
- 20 Finally, I'd like to recognize and thank all of
- 21 our stakeholders who have participated in this process.
- 22 Without direct engagement, we could not have developed
- 23 these guidelines presented here today.
- With that, staff is recommending that the CEC
- 25 approve the CalSHAPE ventilation program guidelines and the

- 1 CalSHAPE plumbing program guidelines. Additionally, staff
- 2 is recommending that the CEC approve the determination that
- 3 adoption of these guidelines is exempt from CEQA.
- 4 And this concludes staff's presentation and I'm
- 5 available to answer any questions you may have.
- 6 CHAIR HOCHSCHILD: Thank you, Jonathan, that's a
- 7 terrific presentation.
- 8 Before we move to public comment, I just want to
- 9 ask really quickly, am I understanding it correctly we
- 10 expect to move \$261 million this year?
- 11 MR. FONG: Correct, Chair. I mean that is the
- 12 program available funding and we will be releasing that
- 13 funding for both the ventilation and plumbing programs.
- 14 CHAIR HOCHSCHILD: Great. Okay, thank you.
- 15 Let's move first to public comment on Item 6.
- MS. GALLARDO: This is Noemi Gallardo, Public
- 17 Advisor. We do have a few hands raised. So, we'll start
- 18 with Chris Walker. Chris, a reminder to please spell your
- 19 name, indicate your affiliation if any. Your line is open,
- 20 you may begin. Chris, your line --
- 21 MR. WALKER: Excuse me. I'm sorry. Chris Walker
- 22 on behalf of CAL SMACNA. That is C-H-R-I-S W-A-L-K-E-R, on
- 23 behalf of the California Association of Sheet Metal and the
- 24 Air Conditioning Contractors, otherwise known as CAL
- 25 SMACNA.

1 CalSHAPE is an important program. It's importa	rtant
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- 2 for the long term health of our students and teachers. We
- 3 support all the work that staff has put into it and,
- 4 specifically, the work of Commissioners Douglas and
- 5 McAllister through the public outreach process.
- 6 Unfortunately, the final guidelines that were
- 7 provided do have one concern to us. And this was as
- 8 outlined in the comment letter submitted to the docket on
- 9 Monday. The primary concern is that the guidelines include
- 10 current grant caps that will only address a small portion
- 11 of the schools in need.
- Our contractors have been increasingly bidding
- 13 this work for school districts across the state. The
- 14 experience has accumulated to the point where we are now
- 15 getting good data on what those costs will be. It is clear
- 16 that these systems are complex and each school is different
- 17 when looking at elementary, middle and high schools. And
- 18 there is even variation between these when accounting for
- 19 age, design, and climate zone where they have been built.
- We support and understand that cost containment
- 21 is necessary, but the current strategy using a \$40,000 cap
- 22 on assessment and a \$500 for installation for a CO2 device
- 23 will not work. For what we assume to be almost 85 percent
- 24 of the schools, it will fall above that threshold.
- 25 As referenced in the comment letter to the

- 1 docket, we do see some general patterns based upon the
- 2 number of units per school. Our proposal would provide a
- 3 \$20,000 base, plus \$1,500 per unit, and would increase the
- 4 cost for CO2 to \$750 from the \$500 limit.
- 5 We would also include an appeal process to
- 6 address the unique school systems that would fall outside
- 7 this formula.
- 8 Based upon this, if the Commission is unable to
- 9 change or alter the price caps in today's hearing, we
- 10 respectfully request a short delay for the Commission to
- 11 consider these price caps and perhaps adopt, at a future
- 12 meeting, a revised proposal.
- 13 Thank you for your time and attention today.
- MS. GALLARDO: Thank you. The next comment is --
- 15 let's see our commenter is Christopher Ruch. And
- 16 Christopher, apologize if I mispronounced your name.
- 17 Please restate your name, spell it, and indicate your
- 18 affiliation if any. Your line is open and you may begin.
- MR. RUCH: Yes. Thank you to the Chair,
- 20 Commissioners and CEC staff for your work on this matter
- 21 and the opportunity to speak today. My name is Christopher
- 22 Ruch. That's C-H-R-I-S-T-O-P-H-E-R, Ruch, R-U-C-H, and I
- 23 represent the National Energy Management Institute,
- 24 otherwise known as NEMI.
- The ventilation verification process as outlined

- 1 in AB 841 is designed to verify the operation of existing
- 2 heating, ventilation, and air conditioning for HVAC
- 3 infrastructure. The goal is to get the maximum value out
- 4 of taxpayer-funded HVAC infrastructure.
- 5 AB 841 assessment procedure was based on ASHRE
- 6 recommendations, a UC Davis Western Cooling Efficiency
- 7 Center white paper, and the research of previous HVAC grant
- 8 projects.
- 9 It is important to note here that the assessment
- 10 is not just a checklist of problems. Initially, the
- 11 assessment includes a physical verification of current
- 12 operation. If not meeting the minimum required operation,
- 13 the assessment provides a 20 percent contingency fund for
- 14 immediate repairs and adjustments that could be made to
- 15 bring the system into compliance.
- 16 As a technician, which is where I spent most of
- 17 my career, I'd commonly find examples of the following.
- 18 Outside air dampers that had been closed completely off on
- 19 a particularly hot or cold day and left that way, that just
- 20 needed to be adjusted back to the minimum requirements.
- 21 Gaps where air was bypassing filters. Inadequate air flow
- 22 due to faulty ductwork configurations, or excessive
- 23 leakage. Broken or clogged condensate drains which result
- 24 in not only water damage, but poor indoor air quality.
- 25 And a big one was over time occupants may block

- 1 off ceiling registers because they are uncomfortable. And
- 2 once we all get back into the office, hopefully after June
- 3 15th, I encourage you to look around and you'll notice that
- 4 there are several registers that are now covered by
- 5 furniture, or people have taped or blocked closed. And
- 6 this is likely because the system was never properly
- 7 balanced from the beginning or, commonly, because the room
- 8 use changed which is common for educational facilities.
- 9 But fundamentally, this is an indication of
- 10 inadequate air distribution. Meaning that you could have a
- 11 perfectly functioning unit on the roof, providing great
- 12 outside air, but if air is not being distributed correctly
- 13 the occupant you have a problem and they're not getting the
- 14 benefits.
- 15 As funds allow, these example issues would be
- 16 repaired and adjusted during the assessment process, with
- 17 the contingency funds.
- 18 Now, clearly if a unit is immediately scheduled
- 19 for a replacement, the scheduled-for-replacement pathway
- 20 should be used. However, if the HVAC unit is going to be
- 21 depended on for adequate filtration by our teachers and our
- 22 students, which includes my daughter, all steps of the
- 23 assessment should be followed which includes immediate
- 24 repairs and adjustments to the units can provide the
- 25 minimum indoor air quality requirements.

- 1 Once again, I thank you for your time and your
- 2 consideration of this matter.
- MS. GALLARDO: Thank you.
- 4 Next speaker is Thomas Enslow. Thomas, reminder
- 5 to spell your name and state your affiliation if any. Your
- 6 line is open and you may begin.
- 7 MR. ENSLOW: Thank you. Tom Enslow, T-O-M E-N-S-
- 8 L-O-W, testifying today on behalf of the Western States
- 9 Council of Sheet Metal Workers and the California State
- 10 Pipe Trades Council.
- 11 First, we'd like to thank staff and Commissioners
- 12 for the great job they've done in putting together these
- 13 guidelines. It was a hard task with a very short time
- 14 period, and limited information.
- However, we echo SMACNA's concerns and request
- 16 the Commission delay approval of the ventilation program
- 17 guidelines until the next meeting to allow adjustment to
- 18 the maximum award threshold.
- 19 Inadequate ventilation in schools is not only a
- 20 health issue, studies have also shown that it's a barrier
- 21 to student performance. The high CO2 levels that we
- 22 regularly seen in classrooms, and the studies have been
- 23 shown to actually impair performance by up to 15 percent.
- 24 And poorly maintained HVAC systems are also less efficient
- 25 and waste energy. This program will address all these

- 1 issues.
- 2 Unfortunately, the thresholds proposed in the
- 3 latest version of the guidelines are inadequate to allow
- 4 all but the smallest schools to adequately assess and
- 5 adjust their ventilation systems.
- 6 This too-low-of-a-threshold, with the function of
- 7 staff not having access to hard data on this cost of this
- 8 work until after the draft is (indiscernible) --
- 9 In the last couple of weeks, however, contractors
- 10 have begun bidding these projects with schools to do this
- 11 work during the summer recess, and we have been able to
- 12 review almost 30 of these bids which have -- but they show
- 13 that the current \$40,000 assessment maximum would only be
- 14 sufficient for the very smallest of elementary schools and
- 15 specialty schools.
- 16 Over 85 percent of the schools, including all
- 17 middle schools and high schools for the bids that we looked
- 18 at would not be able to participate in this program at that
- 19 level.
- Yeah, so it is the largest of schools, with the
- 21 highest student population, who are most likely to have
- 22 ventilation issues and large numbers of students in
- 23 classrooms where indoor air quality is really a concern.
- 24 The current threshold would inequitably exclude these
- 25 schools.

- 1 There is a solution, though, as SMACNA has stated
- 2 in their comments. As bids have become available for
- 3 review, we've been able to establish a more equitable
- 4 formula based on the number of HVAC units in a school.
- 5 SMACNA's proposal, which we have reviewed, confirms that an
- 6 assessment maximum of \$20,000, plus \$1,500 per unit would
- 7 create a maximum that quite accurately reflects the broader
- 8 range of school sizes that need to be addressed.
- 9 There will still be schools with more complex
- 10 systems, such as variable air line systems that may not fit
- 11 this formula. And for that reason, we recommend an appeal
- 12 process being established for those few unusual
- 13 circumstances.
- We also ask that the maximum award for a CO2
- 15 monitor be raised from \$500 to \$750 per monitor, which
- 16 would reflect the average cost of equipment, plus
- 17 installation in the bids.
- 18 Finally, the Pipe Trades Council supports the
- 19 ventilation program as well as needed to address this
- 20 issue. We ask that the plumbing program be approved today.
- 21 The plumbing program needs to get off the ground so that
- 22 schools can replace old fixtures during the summer recess.
- 23 We want to get going on this while the schools, you know,
- 24 aren't in session and we can get this work done. Thank you
- 25 for your time.

1 MS. GALLARDO:	This i	s Noemi	, the	Public	Advisor
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- 2 again. That was the last hand raise, but let me make one
- 3 last call for commenters. And those on the phone please
- 4 press \*9 to indicate you would like to make a comment, \*6
- 5 to unmute. This is the last call for comments.
- 6 Chair, I do not see any other hands, we can move
- 7 forward.
- 8 CHAIR HOCHSCHILD: Thank you, Noemi. Thank you
- 9 to all the stakeholders for sharing their perspectives.
- 10 Let's move on to Commissioner discussion,
- 11 starting with Commissioner Douglas.
- 12 COMMISSIONER DOUGLAS: It took me a while to find
- 13 my unmute button. So, yeah, a couple thoughts. You know,
- 14 I wanted to say I appreciate the excellent presentation by
- 15 staff, let me start with that. And the entire Renewable
- 16 Energy Division and CCO team has put a tremendous amount of
- 17 work and effort into it -- into this, as have my entire
- 18 office, and Commissioner McAllister's as well. The ITT
- 19 team has worked fast and hard to develop supporting program
- 20 technology. And the CPUC has been deeply involved with the
- 21 Energy Commission in helping us move this forward.
- With its focus on upgrades to heating, air
- 23 conditioning, ventilation and water efficiency systems in
- 24 public schools, AB 841 created important and compelling
- 25 programs that will help improve quality of life for

- 1 students and school site personnel, and increase efficiency
- 2 as well.
- 3 And there are very aggressive statutory timelines
- 4 for the Energy Commission to implement this program. The
- 5 Energy Commission has worked hard and fast to meet these
- 6 timelines, while also ensuring transparency in the work
- 7 process, and conducting very extensive stakeholder outreach
- 8 such as what we heard today, which came in recent comments
- 9 from some of the commenters.
- 10 And so, we wanted to have a conversation at the
- 11 business meeting just to have an overall check in on where
- 12 we are, and when and how we hope and plan to get this done.
- 13 As you heard from our commenters, particularly
- 14 representatives from SMACNA, the Energy Commission received
- 15 new financial data and information from stakeholders
- 16 regarding the project maximum amounts that we proposed,
- 17 just this week regarding the ventilation program.
- 18 As I understand it, staff had asked for this data
- 19 some time ago to help the Energy Commission make fully
- 20 informed funding allocations in the guidelines and SMACNA
- 21 has been working for some time to obtain it and provide it.
- 22 And it just so happened that they weren't able to obtain it
- 23 themselves in a format that they were prepared to provide
- 24 until very, very recently.
- So, you know, so we received the data after the

- 1 agenda posted. I think we were both -- I'll let
- 2 Commissioner McAllister speak for himself. We were both
- 3 expecting and prepared to take action, and propose action
- 4 on this today. But the new information, while it came in
- 5 later than we would like, it is significant and I think it
- 6 is important for us to take a little bit of time to assess
- 7 it before we move forward to approve the guidelines.
- 8 So, I'd like to pause and let Commissioner
- 9 McAllister speak, but I do want to say that our
- 10 recommendation is going to be that we don't act on this
- 11 item today and that we instead direct staff to evaluate
- 12 this new information, and to make corresponding guideline
- 13 changes if warranted, and bring the ventilation and
- 14 plumbing program guidelines back for our consideration at
- 15 the next business meeting with the discussion of staff's
- 16 assessment of the new information.
- 17 So, that's where I think we want to go on this,
- 18 but I think Commissioner McAllister should speak as well.
- 19 COMMISSIONER MCALLISTER: Thanks Commissioner
- 20 Douglas. And thanks Jonathan and the whole team, Natalie,
- 21 and the whole crew in the Efficiency Division -- or sorry,
- 22 Renewable Division, and both of our staff and advisors for
- 23 their diligence, and acknowledging the PUC as well.
- 24 I'd point out actually -- so, thanks to Chris,
- 25 and Tom, and the other commenter. I wanted to just

- 1 highlight that actually this data collection is still
- 2 ongoing. We don't actually have the full complement of
- 3 data with specific project information.
- 4 And I wanted to just ask staff to describe, you
- 5 know, the process by which we did receive data that did
- 6 make it into the proposed guidelines just to sort of, you
- 7 know, get a bit of a broader view of like what the
- 8 landscape looks like from our perspective at the Commission
- 9 building up to the guidelines. So, that's one question.
- 10 You know, there's still a few details -- so, we
- 11 still have some details to work out. And I agree with
- 12 Commissioner Douglas' assessment that a short delay is
- 13 warranted. Hopefully, we can get this back to the next,
- 14 the June business meeting so we can take action in June.
- 15 But, you know, a lot of work behind the scenes. The IT,
- 16 you saw the beautiful GIS tool.
- 17 And there's just a lot of interest in this
- 18 program. This has been an (indiscernible) program, it's
- 19 complex, the slicing and dicing by geography presents
- 20 challenges in terms of the ability to fund significant
- 21 projects, assessments and then projects in the various
- 22 parts of the state.
- So, I just want to acknowledge those complexities
- 24 and as sort of a context for understanding how it took a
- 25 bit of time to get some of this information in.

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- 2 the broader landscape of the cost information that we did
- 3 have for the development of the proposed guidelines.
- 4 MR. FONG: Oh, definitely Commissioner. You
- 5 know, when staff paused in the end of April to host the
- 6 second workshop, the idea of the maximum grant awards was
- 7 one of the topics that we wanted to highlight. So, we had
- 8 initiated that, reached out to different LEAs. Because as
- 9 we mentioned, there's a provision in these guidelines for
- 10 reimbursement. So, we wanted to find as many LEAs who had
- 11 either already started the process or even some that had
- 12 completed it. So, we had a small universe of cost
- 13 estimates, actual data, the physical HVAC reports from a
- 14 small snippet. And that's where we kind of developed the
- 15 quideline proposal that we have before you today.
- But, you know, as the commenters mentioned, the
- 17 landscaping is so complex, you know, what we had available
- 18 to us was probably a small sample size. So, you know,
- 19 knowing 10,000 schools across the state, you know, the more
- 20 information we have the better. So, you know, the new
- 21 information, albeit late, is really going to help, you
- 22 know, refine the information that we were able to receive
- 23 already.
- 24 COMMISSIONER MCALLISTER: Great. Thanks very
- 25 much for that.

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- 2 add much, other than just asking, you know, whether it's
- 3 feasible for us to carve off the water side and approve
- 4 that separately at this meeting, and then take the HVAC
- 5 program and push it to the next meeting? So, in terms of
- 6 just logistics and feasibility, how does staff feel about
- 7 that? And perhaps counsel as well, if we could get you to
- 8 weigh in.
- 9 MR. FONG: So, sure Commissioner. Given that the
- 10 guidelines are separate, you know, and stand alone, posted
- 11 separately, I mean the two programs, the ventilation and
- 12 plumbing are separate. So, I would also defer to the
- 13 Counsel's Office. But I think the way we posted them and
- 14 are presenting them, they are separate.
- 15 COMMISSIONER MCALLISTER: Great.
- 16 CHAIR HOCHSCHILD: Does Chief Counsel have a
- 17 position on that, as to whether there's any problem with --
- 18 MS. BARRERA: Hi Chair. This is Linda Barrera,
- 19 Chief Counsel of the Energy Commission. That's correct,
- 20 the Commission can choose to separate both items and move
- 21 to address Item 6A at a future business meeting and vote on
- 22 Item B, you know, during the business meeting -- at this
- 23 business meeting.
- 24 CHAIR HOCHSCHILD: Okay. I just had a question,
- 25 Jonathan, if you wanted to respond to any of the specific

- 1 points raised by any of the stakeholders during public
- 2 comment at all, anything that came up that you wanted to
- 3 address directly?
- 4 MR. FONG: Oh, thanks Chair. No, I mean both
- 5 Chris, Chris and Tom have been really huge participants
- 6 along the way. You know, as they mentioned this was
- 7 information we had asked since -- you know, for many
- 8 months. And unfortunately, because of the complexity of
- 9 the landscape that's the late filing. But, you know, in
- 10 response to their proposal, the dollar per unit, you know,
- 11 as a metric for the maximum was one of the items we did
- 12 highlight in our April 28th workshop. You know, we
- 13 received other recommendations on like either a dollar per
- 14 student, or dollar per school.
- 15 So, there were a number of different methods that
- 16 were coming about in terms of how do we ensure those
- 17 reasonable costs. So, you know, we welcomed the filing
- 18 that we saw using that dollar per unit metric.
- 19 And, you know, as Commissioner McAllister said,
- 20 some other data is forthcoming so that we can provide, you
- 21 know, in short order back to the Commission, you know, our
- 22 full analysis, and recommendation, and revised guidelines.
- 23 CHAIR HOCHSCHILD: Okay. Any other comments?
- 24 I'm sorry, Commissioner McAllister?
- 25 COMMISSIONER MCALLISTER: No, I was just ready to

- 1 make a motion if nobody has any comments, or Commissioner
- 2 Douglas.
- 3 CHAIR HOCHSCHILD: Okay. Commissioner Gunda or
- 4 Commissioner Monahan, any other comments on this program?
- 5 COMMISSIONER GUNDA: Yeah, this is Siva Gunda. I
- 6 just wanted to add quickly I'm glad that we landed on
- 7 moving a part of the guidelines forward.
- 8 I just wanted to ask Jonathan, in terms of the
- 9 delayed guidelines what is the -- I mean obviously there's
- 10 a huge upside in ensuring that we have the right numbers
- 11 and moving forward with a good program. And I'm thankful
- 12 to the commentators for providing that information.
- Just what are the downsides in terms of actually
- 14 kind of seeing the benefits to the schools? I mean does
- 15 the delayed adoption -- you know, what are the impacts of
- 16 that on our goals?
- MR. FONG: Sure. You know, since the delay will
- 18 be very short and we hope to get the data we need, and
- 19 provide back to the Commission on the revised set of
- 20 quidelines.
- 21 You know, as we mentioned in the short
- 22 presentation, because of the timing with adoption of the
- 23 budget, you know, the proposal to revise the guidelines
- 24 should fall in line where we can still open these, the
- 25 application period, you know, shortly thereafter. So, the

- 1 delay will be minor.
- But I think, you know, as we're saying we're
- 3 finding that method should have, you know, wide range
- 4 benefits.
- 5 COMMISSIONER GUNDA: Yeah, thank you so much
- 6 Jonathan. Thanks for all the work of all the divisions. I
- 7 think I will just encourage our commentators and the
- 8 broader stakeholders to help us with the data as you see
- 9 fit, the sooner the better to help move these guidelines
- 10 forward. Thank you.
- 11 CHAIR HOCHSCHILD: Okay. Just one final comment
- 12 and then I'll turn it back to Commissioner Douglas and
- 13 Commissioner McAllister for their recommendation. And I'll
- 14 defer to your recommendation of you two on this.
- 15 But my view is given the urgency of the need
- 16 here, if there is an opportunity to move a portion of the
- 17 program forward today where we have agreement, I'm all for
- 18 that.
- I did want to say we'll also -- we can schedule a
- 20 special Commission meeting just to deal with this, once
- 21 Jonathan and his team have resolved it.
- 22 And I also wanted to just give thanks again to
- 23 our former Vice Chair, Janea Scott, who had helped launch
- 24 this process back in the fall, and just our appreciation to
- 25 her as well.

1	So, Commissioner Douglas and Commissioner
2	McAllister, open to hearing your suggestions for how to
3	move forward.
4	COMMISSIONER DOUGLAS: Okay. Well, if we're
5	going to split this out and it sounds like we can, which is
6	really good news, then we could you know, maybe we could
7	ask the Chief Counsel's Office to just help us, or our
8	Chief Counsel to just help us with the motion.
9	But I think we can move to postpone the vote on
10	the CalSHAPE ventilation program and just move to adopt the
11	plumbing program.
12	MS. BARRERA: Yes, and this is Linda Barrera. If
13	I may, we can first take a vote to postpone the vote on
14	action 6A first, and then separately vote on action 6B.
15	CHAIR HOCHSCHILD: Okay. Why don't, Commissioner
16	Douglas, would you make the motion to postpone Item 6A?
17	COMMISSIONER DOUGLAS: Yes. I move to postpone
18	our vote on Item 6A.
19	CHAIR HOCHSCHILD: And Commissioner McAllister,
20	would you be willing to second that?
21	COMMISSIONER MCALLISTER: I second.
22	CHAIR HOCHSCHILD: Okay. All in favor say aye.
23	Commissioner Douglas?
24	COMMISSIONER DOUGLAS: Aye.

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CHAIR HOCHSCHILD: Commissioner McAllister?

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1	COMMISSIONER MCALLISTER: Aye.
2	CHAIR HOCHSCHILD: Commissioner Monahan?
3	COMMISSIONER MONAHAN: Aye.
4	CHAIR HOCHSCHILD: And Commissioner Gunda?
5	COMMISSIONER GUNDA: Aye.
6	CHAIR HOCHSCHILD: And then, Commissioner Douglas
7	and I vote aye as well.
8	That item passes unanimously.
9	And then, Commissioner Douglas would you be
10	willing to move Item 6B for adoption today?
11	COMMISSIONER DOUGLAS: Yes, so moved.
12	CHAIR HOCHSCHILD: Okay, Commissioner McAllister,
13	would you be willing to second?
14	COMMISSIONER MCALLISTER: Second.
15	CHAIR HOCHSCHILD: Okay. All in favor say aye.
16	Commissioner Douglas?
17	COMMISSIONER DOUGLAS: Aye.
18	CHAIR HOCHSCHILD: Commissioner McAllister?
19	COMMISSIONER MCALLISTER: Aye.
20	CHAIR HOCHSCHILD: Commissioner Monahan?
21	COMMISSIONER MONAHAN: Aye.
22	CHAIR HOCHSCHILD: And Commissioner Gunda?
23	COMMISSIONER GUNDA: Aye.
24	CHAIR HOCHSCHILD: And I vote aye as well.
25	That item passes unanimously.

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- 1 Thank you to all the stakeholders. And again,
- 2 just given the size of this program we will schedule, if we
- 3 need, a special Commission meeting just to take this second
- 4 item once staff has worked with stakeholders and we have a
- 5 proposal to talk through.
- 6 With that, thank you to everyone and let's break
- 7 for lunch, and reconvene why don't we say 1:30 back on
- 8 line, and we'll take up Item 7.
- 9 Thanks everybody.
- 10 (Off the record at 12:24 p.m.)
- 11 (On the record at 1:30 p.m.)
- 12 CHAIR HOCHSCHILD: Thank you. Just before we
- 13 move on to Item 7, I just again wanted to thank
- 14 Commissioner Douglas and Commissioner McAllister, as well
- 15 as Natalie Lee, and Jonathan Fong, and everyone else who
- 16 worked on the program that we adopted, started to adopt,
- 17 Item 6.
- 18 And to reiterate, we do have a meeting, another
- 19 Commission meeting on June 25th, so my hope is we'll be
- 20 able to take up the item at that meeting.
- 21 So, with that, let's move on to Item 7, Air
- 22 Resources Board.
- 23 MR. JOHNSON: All right. Good afternoon Chair
- 24 and Commissioners. My name is Mark Johnson and I'm with
- 25 the Fuels and Transportation Division. I am here to

- 1 present an \$850,000 proposed agreement with the California
- 2 Air Resources Board to build, commission, transport, and
- 3 deploy a hydrogen station testing device, also known as
- 4 HyStEP 2.0.
- 5 The next slide, please. The demand for hydrogen
- 6 as a transportation fuel in California is expected to
- 7 increase based on auto manufacturers' projections of
- 8 vehicles with increased planned investments on medium- and
- 9 heavy-duty vehicles as a response to Governor Newsom's
- 10 Executive Order N-79-20 that sets goals that all new
- 11 passenger cars and trucks sold in California to be zero
- 12 emission by 2035. All medium- and heavy-duty trucks and
- 13 buses operated in California to be zero emission by 2045
- 14 everywhere feasible. And all drayage trucks to be zero
- 15 emission by 2035.
- 16 The California Energy Commissioner is
- 17 kickstarting the market for fuel-cell electric vehicles by
- 18 funding hydrogen refueling stations. Currently, there are
- 19 51 hydrogen stations operating and selling retail hydrogen
- 20 in California. Based on the timelines provided to the CEC
- 21 by station developers, staff expects an additional 128
- 22 stations to be open within the next 5 years.
- This proposed agreement with the California Air
- 24 Resources Board will provide a hydrogen station testing
- 25 device that collects data which confirms that stations meet

- 1 industry performance and safety standards before opening to
- 2 the public. This proposed testing device will be an
- 3 upgrade and a second generation to the current hydrogen
- 4 station testing devices that operates in California. And
- 5 the photo on the left is of the current testing device.
- 6 The second generation device will have a higher
- 7 capacity that allows it to simulate back-to-back fuelings
- 8 and in the future may allow for testing of medium- and
- 9 heavy-duty hydrogen stations. These additional
- 10 capabilities will help strengthen consumer protection when
- 11 fueling their fuel cell electric vehicles.
- 12 The next slide, please. For this agreement, the
- 13 California Air Resources Board will develop and release a
- 14 competitive solicitation to build the proposed hydrogen
- 15 station testing device. CARB will award a subcontractor
- 16 who will then build the hydrogen station testing device,
- 17 and have its performance verified at the National Renewable
- 18 Energy Laboratory. It will be deployed, operated, and
- 19 maintained by the California Air Resources Board. As part
- 20 of this agreement, CARB will provide the CEC the testing
- 21 data obtained from each hydrogen station fueling protocol
- 22 testing.
- The next slide, please. Staff recommends
- 24 approval of this item and to adopt staff's recommendation
- 25 that this action is exempt from CEQA.

- 1 Staff is available to answer any questions you
- 2 may have. And Andrew Martinez from CARB is on the phone to
- 3 discuss as well. Thank you.
- 4 CHAIR HOCHSCHILD: Thank you. Let's move on to
- 5 public comment. Unless Mr. Martinez would like to make a
- 6 few comments at this time.
- 7 MS. GALLARDO: This is Noemi, the Public Advisor.
- 8 Andrew does have his hand up, so I will open up his line.
- 9 Andrew, your line is open, you may begin.
- MR. MARTINEZ: Thank you, Noemi. Thank you,
- 11 everybody. CARB would like to thank the Commissioners for
- 12 inviting us to provide these brief comments today in
- 13 support of the proposed interagency agreement. We'd also
- 14 like to thank the staff of the CEC for their collaboration
- 15 with CARB on developing this agreement.
- 16 CARB has operated the current HyStEP device since
- 17 2016, testing new hydrogen fueling stations' ability to
- 18 follow industry standard fueling protocols that ensure
- 19 customers receive a fast, safe, and reliable fill at
- 20 California's hydrogen fueling stations.
- 21 Development of a new HyStEP device will allow
- 22 CARB to continue this testing and meet the needs of the
- 23 large number of stations under development and funded for
- 24 future builds.
- The HyStEP Testing Program has played a

- 1 significant role in ensuring that today's open retail
- 2 stations can quickly complete station testing and
- 3 commissioning based on reliable, trusted station testing
- 4 data, continuing to reinforce positive consumer experiences
- 5 as a key component to ensure future fuel cell vehicle
- 6 market growth and deployment.
- 7 The recent awards for new hydrogen fueling
- 8 stations that the Energy Commission made under GFO-19-602
- 9 put California on a path for unprecedented network growth
- 10 over the next several years. CARB's recent estimates
- 11 project the network could grow to over 170 stations as soon
- 12 as 2026. By current estimates, 20 to 30 stations could
- 13 open each year between 2023 and 2026.
- 14 This swift pace of network growth over the coming
- 15 years will require additional resources for station
- 16 testing. In addition to the stations funded by the Energy
- 17 Commission through GFO-19-602, private industry has made
- 18 significant advancement in station developed backed by
- 19 fully private financing. These privately-funded stations
- 20 will also need station testing like HyStEP provides.
- The first of these opened just last month in
- 22 Placentia and at least 14 more are expected to open in the
- 23 next few years. As development accelerates, private
- 24 interest in building new stations may continue to expand
- 25 the network even beyond CARB's most recent projections.

l With such a large	expansion of the network in the
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- 2 years ahead, and the proven value of the HyStEP program, it
- 3 is clear to CARB staff that the need for station testing
- 4 will only increase in the coming years. Additional tools
- 5 and resources are required to ensure that the HyStEP
- 6 program continues to support station development timelines.
- 7 As vehicles and stations continue to innovate, this new
- 8 HyStEP device will also be more capable of testing advanced
- 9 station design.
- 10 Because of these recent developments in the
- 11 hydrogen fueling industry and anticipating future need,
- 12 CARB staff strongly support the approval of this
- 13 interagency agreement and look forward to collaborating
- 14 with the CEC to bring the new HyStEP device to California.
- I want to thank you again for the opportunity to
- 16 provide these comments. CARB staff value our
- 17 collaborations with the CEC and being a trusted partner in
- 18 our shared pursuit of clean transportation for all
- 19 Californians.
- MS. GALLARDO: Thank you, Andrew. This is Noemi,
- 21 the Public Advisor, again. Chair, I'm going to check for
- 22 hands, unless you wanted to make any responses to Andrew.
- 23 CHAIR HOCHSCHILD: No, no questions from me.
- MS. GALLARDO: Sure.
- 25 CHAIR HOCHSCHILD: If we don't have any

- 1 additional members of the public wishing to comment, we'll
- 2 turn it to Commissioner Monahan. Is there anyone else
- 3 wanting to make --
- 4 MS. GALLARDO: Yes, let me make another call for
- 5 comments. So, just a reminder, please use the raise hand
- 6 icon. If you're on by phone and would like to make a
- 7 comment, press \*9 to indicate you'd like to make a comment,
- 8 and \*6 to unmute. This is the last call for comments on
- 9 Item 7 from the public.
- 10 I'm not seeing any hands, Chair, I think we can
- 11 move forward.
- 12 CHAIR HOCHSCHILD: Okay, thank you. Commissioner
- 13 Monahan?
- 14 COMMISSIONER MONAHAN: Well, I want to thank Mark
- 15 and the Hydrogen Team for this. And also thank Andrew
- 16 Martinez from CARB. I mean this is definitely, as you
- 17 heard, a collaboration between the agencies.
- 18 I will say, you know, this is -- we're really
- 19 groundbreakers, California, when it comes to hydrogen
- 20 station deployment. There's only one country, I think,
- 21 that has more stations open than we do, which is Japan.
- 22 And, you know, the safety aspects are really important.
- 23 And I do view this, and I'd be curious Mark, and
- 24 I guess Andrew can't speak anymore, but this is more of a
- 25 early market investment. And eventually, you know, when

- 1 the market is sustainable and the hydrogen industry is
- 2 sustainable of course these kinds of technologies, you
- 3 know, we won't be necessarily the ones investing in these
- 4 types of technologies, but it will migrate to the market,
- 5 to the broader market.
- 6 But in these early days of hydrogen and
- 7 especially as we are expanding to medium- and heavy-duty in
- 8 our investments we want to make sure that we're doing all
- 9 we can to enhance the safety of the system.
- 10 So, I strongly support this. I think it's a
- 11 great interagency collaboration, really important as we
- 12 expand out to medium- and heavy-duty, as well as light-duty
- 13 infrastructure.
- 14 CHAIR HOCHSCHILD: Thank you, Commissioner.
- 15 Any other Commissioners wishing to make a
- 16 comment?
- 17 Seeing none, Commissioner Monahan would you be
- 18 willing to move the item?
- 19 COMMISSIONER MONAHAN: I move this item.
- 20 CHAIR HOCHSCHILD: And Commissioner Gunda, would
- 21 you be willing to second?
- 22 COMMISSIONER GUNDA: Yes, actually second it.
- 23 CHAIR HOCHSCHILD: All right, all in favor say
- 24 aye.
- 25 Commissioner Monahan?

I	COMMISSIONER MONAHAN: Aye.
2	CHAIR HOCHSCHILD: Commissioner Gunda?
3	COMMISSIONER GUNDA: Aye.
4	CHAIR HOCHSCHILD: Commissioner Douglas?
5	COMMISSIONER DOUGLAS: Aye.
6	CHAIR HOCHSCHILD: Commissioner McAllister?
7	COMMISSIONER MCALLISTER: Aye.
8	CHAIR HOCHSCHILD: And I vote aye as well.
9	That item passes unanimously.
10	Let's turn now to Item 8, also the Air Resources
11	Board.
12	MR. RILLERA: Good afternoon Chair and
13	Commissioners. My name is Larry Rillera. I am staff with
14	the Fuels and Transportation Division. I am here to
15	present on Item Number 8.
16	I am also joined by Ashley Georgiou, my
17	counterpart from the California Air Resources Board, who is
18	here to provide on this effort and this partnership.
19	This item is a proposed \$1 million reimbursement
20	agreement with the California Air Resources Board for the
21	Energy Commission's IDEAL ZEV Workforce Pilot Project.
22	The next slide, please. This project has been
23	designed to provide critical benefits to California
24	communities, including training for incumbent and new
25	entrants in ZEV and ZEV related markets and industries,

119

- 1 embedding equity, access to good jobs and career pathway
- 2 opportunities, transitioning to a clean transportation,
- 3 more resilient economy, and addressing critical workforce
- 4 training and development needs identified by community
- 5 members through the Senate Bill 350 Low-Income Barriers
- 6 report equity process.
- 7 The next slide, please. Specifically, this
- 8 agreement will transfer \$1 million from CARB to the CEC for
- 9 a workforce training project. It identifies tasks such as
- 10 project administration, the development of a solicitation,
- 11 reimbursement of grant recipients, project meetings, and
- 12 conducting a forum to share lessons learned and
- 13 recommendations for future workforce collaboration.
- One hundred percent of CARB's transferred funds
- 15 will be used for the sole purpose of project work by grant
- 16 recipients. None of the funds will be used by the CEC for
- 17 agreement administration in order to maximize project reach
- 18 and impact.
- 19 The CEC and CARB have been deeply engaged in this
- 20 collaborative venture for over a year now. Capacity
- 21 building and staff sharing in this equity in workforce
- 22 training and development space has been nothing short of
- 23 stellar as each agency has blended fiscal priorities,
- 24 policy objectives, and a strong desire to effectuate and
- 25 respond to community needs in the ZEV space.

- 1 Lastly, CEC and CARB will speak and advocate from
- 2 one voice, supporting the IDEAL ZEV Workforce Pilot
- 3 Training and Development solicitation.
- 4 The next slide, please. In closing, staff
- 5 recommends the approval of this agreement with the
- 6 California Air Resources Board for \$1 million in
- 7 reimbursement, and approval of staff's determination that
- 8 the project is exempt from CEQA.
- 9 This concludes my presentation. I would again
- 10 note that Ashley Georgiou of CARB is here to provide
- 11 remarks. Thank you.
- 12 CHAIR HOCHSCHILD: Thank you. Let's go to public
- 13 comment.
- MS. GALLARDO: This is Noemi, Public Advisor.
- 15 Let me check real quick.
- 16 Ashley, I see that you have joined us. Would you
- 17 like to make any comments? Just want to make sure I carve
- 18 out that space for you.
- MS. GEORGIOU: Thank you so much Noemi and Larry.
- 20 Good afternoon Commissioners. As mentioned, my name is
- 21 Ashley Georgiou from the Air Resources Board, Larry's
- 22 counterpart in development of the IDEAL ZEV Workforce Pilot
- 23 and the agreement discussed today.
- 24 This is really an exciting time as this project
- 25 and our work together have been years in the making. I can

- 1 still remember very clearly the days of developing our
- 2 partner Senate Bill 350 Low Income Barriers report, which
- 3 really highlighted the need and the desire to expand
- 4 workforce development investments in projects, just like
- 5 we're discussing now, to meet the most critical needs as a
- 6 community.
- 7 This project can really be seen as the fruit of
- 8 collective understanding and action towards mutual clean
- 9 transportation equity, climate, as well as air quality
- 10 goals.
- 11 So, I just want to say and take this opportunity
- 12 to say thank you, particularly to Commissioner Monahan for
- 13 your leadership, but also the support for this incredible
- 14 endeavor and partnership. In addition, of course, to the
- 15 staff and the management team in the Fuels and
- 16 Transportation Division, as well as others at the Energy
- 17 Commission, of course.
- 18 This project is one of many examples of where
- 19 CARB and the Energy Commission have really been working to
- 20 lay the foundation for deeper synergy, ongoing
- 21 collaboration, as well as mutual learning. We're committed
- 22 to working with the Energy Commission, as well as our other
- 23 state and local partners, in lockstep throughout this
- 24 process to ensure that the zero emission vehicle workforce
- 25 training and development investments that we're making in

- 1 California's most impacted communities support economic
- 2 recovery, but also resilience.
- 3 Thank you so much for your time and having me
- 4 here today.
- 5 MS. GALLARDO: Thank you, Ashley.
- 6 This is Noemi, again. So, another reminder to
- 7 attendees, if you'd like to make a public comment please
- 8 use the raise hand feature. If you're on by phone press \*9
- 9 and then \*6 to unmute.
- 10 Chair, I am not seeing any other hands. I think
- 11 we can move forward.
- 12 CHAIR HOCHSCHILD: Let's move to Commissioner
- 13 discussion. Commissioner Monahan.
- 14 COMMISSIONER MONAHAN: Well, I want to
- 15 congratulate Ashley and Larry, and the legal teams that
- 16 were involved in this. Neither of them mentioned that
- 17 there was a lot of legal work that had to go into this
- 18 because as we all know, the ARB processes and the CEC
- 19 processes don't necessarily correspond. And so, it just
- 20 takes a lot of work to make sure that this looks seamless
- 21 to the outside world.
- 22 And that's our goal, right, we want to make it
- 23 really easy for our grantees to view the California
- 24 government as one. This is an example of that
- 25 collaboration and I hope it continues as we fund projects

- 1 that CARB is working on, and CARB funds projects that we're
- 2 working on where we see a lot of synergies and
- 3 opportunities. And it really is just about accelerating
- 4 the ZEV market.
- 5 So, I just want to say thank you. I know there's
- 6 like a pound of flesh that went into this by a number of
- 7 different interests, including one of my advisors. And I
- 8 want to say that it has to be worth it, because it really
- 9 is about making it easy for our grantees. And, hopefully,
- 10 the first step is the hardest one and that we've overcome a
- 11 lot of the legal quagmire issues and it will be easier the
- 12 next time around. So, just thanks to everybody who was
- 13 involved in this.
- 14 CHAIR HOCHSCHILD: Great. Thank you,
- 15 Commissioner.
- 16 Unless other Commissioners wish to chime in or
- 17 ask questions, I think we can move to a motion Commissioner
- 18 Monahan.
- 19 COMMISSIONER MONAHAN: I move to approve this
- 20 item.
- 21 CHAIR HOCHSCHILD: Okay, Commissioner Douglas
- 22 would you be willing to second?
- 23 COMMISSIONER DOUGLAS: Yes, I second this.
- 24 CHAIR HOCHSCHILD: Okay, all in favor?
- 25 Commissioner Monahan?

1	COMMISSIONER MONAHAN: Aye.
2	CHAIR HOCHSCHILD: Commissioner Douglas?
3	COMMISSIONER DOUGLAS: Aye.
4	CHAIR HOCHSCHILD: Commissioner McAllister?
5	COMMISSIONER MCALLISTER: Aye.
6	CHAIR HOCHSCHILD: Commissioner Gunda?
7	COMMISSIONER GUNDA: Aye.
8	CHAIR HOCHSCHILD: And I vote aye as well.
9	I think that's the fastest million dollars we've
10	ever approved. So, thank you and congratulations
11	everybody. Appreciate very much the collaboration with
12	CARB. I just want to say, you know, I'm really pleased
13	with the collaboration generally and, you know, the
14	transition from Chair Nichols to Chair Randolph and just
15	keeping that relationship, you know, fully engaged and
16	healthy is a priority for us. And just this is another
17	example of that successful collaboration. So, thanks to
18	all the staff on both sides.
19	COMMISSIONER MONAHAN: Oh, and can I just say
20	also, another example of a good acronym is IDEAL,
21	inclusion, diversity, equity, access and local. That's a
22	good one.
23	CHAIR HOCHSCHILD: Yeah.
24	COMMISSIONER MONAHAN: So, kudos to the team.
25	CHAIR HOCHSCHILD: We have had some terrible 125
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- 1 acronyms here. ARFVTP and all the others, so we celebrated
- 2 it when we get a good one. Thank you as well, good point.
- 3 Thank you, everybody.
- 4 So, let's turn now to Item 9, California
- 5 Conservation Corps.
- 6 MR. RILLERA: Great. Thank you and good
- 7 afternoon again Chair and Commissioners. My name is Larry
- 8 Rillera, Fuels and Transportation Division. I will also be
- 9 presenting on this one, on Item Number 9 with the
- 10 California Conservation Corps.
- 11 This item is a proposed \$1 million agreement with
- 12 the California Conservation Corps for a brand-new IDEAL
- 13 Transportation Electrification Training Project.
- 14 The next slide, please. This project has been
- 15 designed to provide critical benefits to California
- 16 communities, including training for transportation
- 17 electrification including electric vehicle charging. It
- 18 will also provide ZEV-career pathways that can lead to good
- 19 jobs, including pre-apprenticeship training with potential
- 20 employers. It intentionally embeds equity in participation
- 21 for all. It will expand the state's investments of
- 22 Greenhouse Gas Reduction Funding for energy purposes.
- 23 And lastly, I would also like to note that as an
- 24 additional benefit of the project this continues
- 25 partnerships in investments in the workforce component of

- 1 the AB 2127 report, as discussed earlier today.
- The next slide, please. The proposed item before
- 3 you today is rooted in decades long success by the
- 4 California Conservation Corps to develop men and women
- 5 between the ages of 18 and 25.
- In 2019, the Corps was funded with Greenhouse Gas
- 7 Reduction Fund money and established the Energy Corps
- 8 program with the majority of funds used to benefit
- 9 disadvantaged communities. The Energy Corps provides
- 10 trained labor for public agency and non-profit energy
- 11 efficiency and renewables projects. Energy Corps members
- 12 receive energy industry level training while working on
- 13 lighting retrofits, energy surveys, and solar panel
- 14 installations.
- 15 For this proposed IDEAL Transportation
- 16 Electrification Training Project, the Energy Commission,
- 17 with the California Conservation Corps, will build on the
- 18 Energy Corps Program by adding a zero-emission vehicle
- 19 infrastructure-related component.
- 20 Specifically, the project will provide \$1 million
- 21 to the Corps to develop curriculum, classroom instructional
- 22 materials, and secure project partners. It will develop
- 23 and implement the Transportation Electrification Training
- 24 Plan. And lastly, it will teach training on how to replace
- 25 non-working chargers, construct and install new EV

- 1 chargers, and commission, maintain, and service new
- 2 chargers as well.
- 3 The training project is designed to initially
- 4 roll out at the Norwalk Energy Corps Center. And during
- 5 the term of the agreement will expand to the three other
- 6 locations in the state, including Vista, Fresno, and
- 7 Sacramento. Participation in the program is expected to
- 8 triple in size over the course of the project.
- 9 The next slide, please. In closing, staff
- 10 recommends approval of this agreement with the California
- 11 Conservation Corps for \$1 million and approval of staff's
- 12 determination that the project is exempt from CEQA.
- This concludes my presentation.
- 14 I will also note that Juan Mercado from the
- 15 Conservation Corps is here to provide supporting comments.
- 16 Thank you.
- 17 CHAIR HOCHSCHILD: Thank you. Any public comment
- 18 on this item?
- 19 MS. GALLARDO: This is Noemi. Yes, we do have a
- 20 hand raised. That's Juan Mercado, as Larry just pointed
- 21 out they do have comments. Juan, I am opening your line,
- 22 please feel free to speak.
- 23 MR. MERCADO: Thank you, Noemi. Thank you very
- 24 much. My name is Juan Mercado and I'm the District
- 25 Director for the Energy Corps in Southern California, with

- 1 the California Conservation Corps.
- 2 I first want to thank all the Commissioners for
- 3 moving forward and approving this project. It's very
- 4 exciting for us moving on to other different types of
- 5 technology. You know, everyone knows the California
- 6 Conservation Corps is a resource, we do trail work and
- 7 other emergencies, but we also have a CCC Energy Corps.
- 8 Like Larry said, it was established with the --
- 9 not officially, but then it went into under GGRF, and
- 10 that's where it funded under the Air Resources Board.
- 11 We are very excited to, you know, move this
- 12 project forward. It's something that especially with the
- 13 Governor's mandate that's building the infrastructure, and
- 14 most important training the next generation of Corps
- 15 members is very important.
- 16 These funds will also let us work with other
- 17 partners, like Cerritos College and other colleges across
- 18 the state. It also expands our program in different areas.
- 19 Like Larry mentioned, our Vista location, our Norwalk, and
- 20 then our Fresno, and our Sacramento location.
- 21 Our growth in scale of our program can -- you
- 22 know, we can train more folks, Corps members into our
- 23 program and our participants. This will be a very big job
- 24 creation for us. It will create more jobs in the industry.
- 25 It will create career pathways to transportation

- 1 electrification and get our Corps members ready for the
- 2 upcoming technologies that EV charging stations will bring.
- And I really, myself, I've got to say I really
- 4 like the IDEAL, which is the inclusive, diverse, equity,
- 5 accessible and local. That's something for us that is very
- 6 important. A lot of our work needs to be in the low-income
- 7 and disadvantaged areas. Also, our Corps members that we
- 8 serve are in low-income and disadvantaged areas.
- 9 So, we're really excited to move this project
- 10 forward. And I want to thank all the Commissioners today
- 11 for letting me speak, and we're very excited about this.
- 12 Thank you very much.
- 13 CHAIR HOCHSCHILD: Thank you.
- Noemi, any additional members of the public
- 15 wishing to make a comment?
- MS. GALLARDO: Yes, we do have another hand
- 17 raised and that's Larry Notheis. And Larry, I apologize, I
- 18 most likely mispronounced your name. I am going to open
- 19 your line. A reminder to please restate your name, spell
- 20 it, and indicate your affiliation, if any. Your line is
- 21 open.
- MR. NOTHEIS: Great, thank you. My name is Larry
- 23 Notheis and that's okay with the name pronunciation. L-A-
- 24 R-R-Y N-O-T-H-E-I-S.
- I am one of the Deputy Directors for the

- 1 California Conservation Corps and I just wanted to take a
- 2 moment to say thank you to the Chair and to all the
- 3 Commissioners for looking at this proposal and, hopefully,
- 4 supporting it.
- 5 A special thanks to Commissioner Monahan because
- 6 I hear a rumor that you would like to visit one of our
- 7 projects and thank you very much for that.
- 8 And then lastly, just thank you for supporting
- 9 the youth and the young adults of California who are going
- 10 to become the future conservationists and energy workers
- 11 through this program, and also supporting the diversity,
- 12 equity and inclusion that is part of our program to help
- 13 those underserved communities, like Larry and Juan said.
- 14 And then lastly, just to thank Larry for his
- 15 support, his dedication, all his hard work in making this
- 16 come to fruition, and being able to be in front of all of
- 17 you today. So, thank you.
- 18 CHAIR HOCHSCHILD: Thank you so much.
- 19 Any further public comments, Noemi?
- MS. GALLARDO: I do not see any other hands.
- 21 CHAIR HOCHSCHILD: Okay, let's turn to Commission
- 22 discussion, Commissioner Monahan.
- 23 COMMISSIONER MONAHAN: Well, I mean I think this
- 24 is following a theme, collaboration with the Air Resources
- 25 Board kind of building off their initial investments to

- 1 expand the California Conservation Corps to include energy,
- 2 and then building on that to help train workers in the
- 3 build out of zero emission vehicle infrastructure.
- 4 So, it really brings everything together. I mean
- 5 what we're trying to do is foster a holistic system where
- 6 we create good jobs here in California, building out the
- 7 infrastructure that we're going to need to meet our climate
- 8 goals, clean the air and also, you know, expand access to
- 9 transportation electrification broadly. So, this really
- 10 bring sit all together.
- I just want to thank Larry. He's been such a
- 12 champ in so many areas with the Clean Transportation
- 13 Program, really trying to think outside the box of how do
- 14 we really, truly invest in communities as we are
- 15 accelerating clean transportation. I just have looked upon
- 16 Larry as a partner in so many ways. He stepped up even
- 17 with the ZEV Infrastructure Strike Force to help think
- 18 through equity around ZEV infrastructure investments and
- 19 has just been a great partner.
- 20 And, you know, I want to thank Juan and Larry
- 21 from the California Conservation Corps for coming and
- 22 speaking. I've got to say, I'm sure I'm not the only
- 23 Commissioner that would like to visit a site. So, I think
- 24 all of his feel, you know, our hearts expand when we see
- 25 the youth, especially ones who come from poor backgrounds

- 1 and are struggling to find a good job. You know, we want
- 2 to create a more equitable system broadly and these
- 3 investments are just sort of the ones that I think we need
- 4 to make as a state. We need to expand those investments
- 5 and ensure that everyone benefits from the clean energy
- 6 economy that we're trying to foster.
- 7 So, looking forward to supporting this
- 8 investment.
- 9 CHAIR HOCHSCHILD: Thank you, Commissioner.
- 10 You know, the only thing I would add is, as I
- 11 mentioned earlier, we have this once-in-a-generation May
- 12 revise budget, which for the Energy Commission means over a
- 13 billion dollars we're going to be putting into electric
- 14 vehicle-related investments and infrastructure.
- But on top of that there's a very real prospect,
- 16 fingers crossed, of a massive federal infrastructure
- 17 package which would include additional funds for these
- 18 areas. So, I think this kind of training investment's
- 19 really well timed and necessary.
- 20 Unless there are any additional comments from my
- 21 colleagues, I would entertain a motion from Commissioner
- 22 Monahan.
- 23 COMMISSIONER GUNDA: Commissioner -- Chair, can I
- 24 --
- 25 CHAIR HOCHSCHILD: Yes, go ahead.

- 1 COMMISSIONER GUNDA: Sorry, just wanted to add,
- 2 you know, CCC is very close to heart. So, I had the
- 3 opportunity to work with CCC when they were just about
- 4 launching the Energy Corps, with Director Bill Mubarak
- 5 (phonetic). In May 2000s I had the opportunity to
- 6 firsthand experience training the Corps members. I,
- 7 myself, taught a number of t hose Corps members on energy
- 8 surveys. I am just incredibly gratified to see this
- 9 proposal. I just completely believe in the mission of CCC
- 10 and it's kind of an important role in being a second chance
- 11 program for a number of our youth. And so, I'm just really
- 12 grateful to see this.
- 13 And thanks Larry, and Juan, and Larry from CCC
- 14 for making your comments.
- 15 CHAIR HOCHSCHILD: Well said. Thank you so much,
- 16 Commissioner.
- 17 Unless there's any additional comments,
- 18 Commissioner Monahan are you willing to make the motion for
- 19 Item 9?
- 20 COMMISSIONER MONAHAN: Yes, I move to approve
- 21 Item 9.
- 22 CHAIR HOCHSCHILD: Okay, Commissioner Gunda,
- 23 would you be willing to second?
- 24 COMMISSIONER GUNDA: Absolutely second it.
- 25 CHAIR HOCHSCHILD: All in favor say aye.

1	Commissioner Monahan?
2	COMMISSIONER MONAHAN: Aye.
3	CHAIR HOCHSCHILD: Commissioner Gunda?
4	COMMISSIONER GUNDA: Aye.
5	CHAIR HOCHSCHILD: Commissioner Douglas?
6	COMMISSIONER DOUGLAS: Aye.
7	CHAIR HOCHSCHILD: Commissioner McAllister?
8	COMMISSIONER MCALLISTER: Aye.
9	CHAIR HOCHSCHILD: And I vote aye as well.
10	That item passes unanimously.
11	Let's turn now to Item 10, Aspen Environmental
12	Group.
13	MR. ERNE: Good afternoon Chair and
14	Commissioners. I'm Dave Erne with the Energy Assessments
15	Division, here to request approval of a contract with Asper
16	Environmental Group to provide technical support to the
17	Assessments Division.
18	The next slide. This technical support contract
19	has been very valuable to the Assessments Division,
20	particularly in allowing us to get access to specialized
21	expertise. The contract is being awarded to Aspen. Aspen
22	was the prior winner. Aspen provided a substantial amount
23	of benefit to us in the recent past.
24	I have some examples of how this contract was
25	used in the past. So, when Aliso Canvon leak occurred,

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1 Aspen helped to do some seasonal gas reliability analy	1	spen helped	to do	some	seasonal	gas	reliability	′analy	/S1
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- 2 and price assessments for us, to help us understand the
- 3 impact of the Aliso Canyon leak.
- As you know, earlier this year we published the
- 5 SB 100 Joint Report. The Aspen team was helpful in
- 6 bringing modeling capability to look at scenarios for the
- 7 future of California's electric system and the integration
- 8 of additional renewables, and what that means to the state.
- 9 And that's very critical analysis that we had to be able to
- 10 create that report.
- 11 And they've also been helping with improving our
- 12 electricity demand forecast and are working on, now, our
- 13 natural gas demand forecast and improving those as well.
- So, this kind of vehicle is important in bringing
- 15 that specialized expertise.
- 16 The next slide. The scope of work of this
- 17 contract is very broad and we specifically made it that way
- 18 so that we can continue to have access as we expand our
- 19 analysis. Some things that we anticipate that we could be
- 20 utilizing this contract for moving forward would be things
- 21 like expanding our SB 100 reliability analysis, looking at
- 22 transmission and additional renewables in the state.
- 23 For natural gas assessments to better understand
- 24 the system, ways to transition the system moving forward
- 25 such as understanding the reliability implications and its

- 1 connection with the electricity system as we move towards a
- 2 more -- reduced greenhouse gas emissions.
- 3 And lastly, as we get more information where data
- 4 comes is, as was brought up earlier today, you know, large
- 5 amounts of data coming in we have the ability to extract a
- 6 tremendous amount of value from that data that we've never
- 7 had before. And so, we anticipate looking at strategies
- 8 that we can extract greater insights from that data as it
- 9 comes in. So, all ways that we anticipate this contract
- 10 can give us value.
- 11 The next slide. And so, staff recommends
- 12 approval of the contract and I'm here to answer any
- 13 questions you may have.
- 14 CHAIR HOCHSCHILD: Thank you, David.
- 15 Any public comment on this item, Noemi?
- MS. GALLARDO: This is Noemi, the Public Advisor.
- 17 I don't see any hands at the moment. Let me just remind
- 18 folks, especially those on the phone, you can press \*9 to
- 19 raise your hand, \*6 to unmute.
- I do not see any hands, Chair.
- 21 CHAIR HOCHSCHILD: Okay. Well, thank you, David
- 22 for that presentation and for all your professionalism in
- 23 this role, and your previous role, of course coming from
- 24 ERDD. Great to have you on this.
- 25 Let's go to Commissioner discussion now,

- 1 Commissioner Gunda.
- 2 COMMISSIONER GUNDA: Yes, thank you, Chair. Just
- 3 wanted to reiterate what David mentioned and then what you
- 4 mentioned about David. David has been an excellent
- 5 colleague in EAD and bringing his fresh thinking and
- 6 perspectives from ERDD, and so it's been great.
- 7 So, I think I just want to highlight the
- 8 importance of the Aspen contract. As David mentioned, we
- 9 have a bunch of things coming to have this year, including
- 10 the device modeling we're thinking for SB 100, modeling of
- 11 the natural gas system, and ensuring that the DER analysis
- 12 is really baked into our long-term protections both on the
- 13 demand, but also the supply side. I think it's vital we
- 14 have tech support.
- 15 Aspen in the past -- as Deputy Director for the
- 16 Division in the past, I had a chance to work with the Aspen
- 17 team. Personally had a lot of success with ensuring the
- 18 products were rigorous and we got the analysis that we
- 19 needed.
- 20 And so, I'm looking forward to supporting this
- 21 and thank you, David, for your presentation.
- 22 CHAIR HOCHSCHILD: Are you looking forward to
- 23 supporting it enough to make a motion?
- 24 COMMISSIONER GUNDA: Absolutely, yes. Yeah, I
- 25 would move Item 10.

1	CHAIR HOCHSCHILD: Thank you.
2	Commissioner McAllister, are you willing to
3	second that?
4	COMMISSIONER MCALLISTER: I second the item.
5	CHAIR HOCHSCHILD: All right, all in favor say
6	aye.
7	Commissioner Gunda?
8	COMMISSIONER GUNDA: Aye.
9	CHAIR HOCHSCHILD: Commissioner McAllister?
10	COMMISSIONER MCALLISTER: Aye.
11	CHAIR HOCHSCHILD: Commissioner Douglas?
12	COMMISSIONER DOUGLAS: Aye.
13	CHAIR HOCHSCHILD: Commissioner Monahan?
14	COMMISSIONER MONAHAN: Aye.
15	CHAIR HOCHSCHILD: And I vote aye as well.
16	That item passes unanimously.
17	Let's turn now to Item 11, California Clean
18	Energy Fund, CalCEF Ventures.
19	MR. FERREIRA: Hello everyone, and good afternoon
20	Chair and Commissioners. My name is Michael Ferreira and I
21	work in the Energy Research and Development Division.
22	I'm here today seeing approval of a sole source
23	agreement with the California Energy Fund for \$10 million
24	to establish and manage the CalSEED Low Carbon Gas Program
25	which will provide Cleantech entrepreneurs with small
	139

1	grants	for	technologi	es that	can	decarbonize	the	natural
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- 2 gas sector.
- The next slide, please. One overall benefit of
- 4 the CalSEED LCG program is advancing the clean energy
- 5 economy by funding promising Cleantech startups in the
- 6 early state of development.
- 7 Additionally, be decarbonizing the natural gas
- 8 sector, this program will lead to improved health from
- 9 reduced greenhouse gas emissions and criteria air
- 10 pollutants, as well as greater safety from technologies
- 11 that can improve natural gas infrastructure.
- 12 The next slide, please. This small grants
- 13 program will be modeled after the successful CalSEED
- 14 program funded under EPIC, which provides entrepreneurs
- 15 starting capital in the form of \$150,000 grants to develop
- 16 their ideas into proof-of-concepts, as well as mentoring,
- 17 technical consulting and business development services.
- 18 Entrepreneurs selected for CalSEED are also
- 19 eligible to compete for \$450,000 in follow-on funding
- 20 through a business plan competition to scale their concepts
- 21 to the prototype stage.
- 22 Since the program's start in 2018, the EIC
- 23 CalSEED program has funded 91 startups that have gone on to
- 24 receive over \$37 million in public funding and \$28 million
- 25 in private investment, with two of the companies having

- 1 since been acquired through mergers.
- The next slide, please. This small grant program
- 3 will fill a critical gap in cleantech finance, providing
- 4 proof-of-concept funding for technologies that can
- 5 decarbonize hard-to-electrify end uses such as industrial
- 6 process heating, and medium- and heavy-duty transportation.
- 7 Looking at the figure on the right, this small
- 8 grant program will help decarbonize end users in two
- 9 sectors, representing over 60 percent of the state's carbon
- 10 emissions.
- In order to successfully decarbonize these end-
- 12 uses, significant innovation and entrepreneurship is needed
- 13 to introduce new technology solutions to the market.
- 14 At the same California is transitioning away from
- 15 natural gas, the state is focused on improving the safety
- 16 of the aging natural gas infrastructure.
- New technology solutions are needed that can
- 18 predict, detect, and repair infrastructure vulnerabilities
- 19 with greater speed and precision, thereby protecting
- 20 community safety.
- 21 The next slide, please. Staff recommends
- 22 approval of this contract and staff's findings that this
- 23 contract is exempt from CEQA.
- 24 This concludes my presentation. Staff is
- 25 available for questions. Thank you.

- 1 CHAIR HOCHSCHILD: Thank you.
- 2 Let's go to public comment on this item.
- 3 MS. GALLARDO: This is Noemi, the Public Advisor.
- 4 I do see at least one hand raised. So, that is Joy Larson.
- 5 And Joy, reminder to please spell your name and indicate
- 6 your affiliation if any. Your line is open, you may begin.
- 7 MS. LARSON: Hi, good afternoon, Commissioners.
- 8 My name is Joy Larson, J-O-Y L-A-R-S-O-N. I'm the Program
- 9 Director for CalSEED, at California Clean Energy Fund, New
- 10 Energy Nexus. And thank you for this opportunity to make
- 11 comments in support of this proposed resolution.
- In the first four cohorts of CalSEED that is
- 13 funded through EPIC we've seen some notable commercial
- 14 successes, as Michael talked about. We've funded 97
- 15 companies and after just four years, three of those
- 16 companies have been acquired, 12 have seen
- 17 commercialization or reported some product sales. And
- 18 taken together, the CalSEED companies have raised an
- 19 additional \$78 million in follow-on funding.
- 20 So, we're grateful for this opportunity to
- 21 continue a small grants program with low carbon gas
- 22 technologies. Low carbon gas has had its place in the
- 23 energy transition and there are a lot of new ideas out
- 24 there.
- 25 For example, every year we see a lot of

- 1 applications for new green hydrogen technologies and we've
- 2 seen investors show increased interest in green
- 3 technologies after they've been di-risked. So, we have
- 4 definitely seen the need for government funding for early
- 5 stage technologies in this space.
- 6 We share the CEC's goals to accelerate
- 7 electrification and rapid decarbonization by funding
- 8 scientific and technological breakthroughs that early stage
- 9 higher risk and higher reward.
- 10 Additionally, we will continue the equity in and
- 11 equity out framework of the CalSEED program where we
- 12 actively promote the grant opportunity to diverse
- 13 entrepreneurs and ensure that projects that are funded have
- 14 the potential to bring benefits, like increased safety, to
- 15 all of California.
- We're grateful to Michael Ferreira and the ERDD
- 17 team at the CEC for their continued partnership in
- 18 strategically accelerating the energy transition. And if
- 19 approved, we're excited to see the projects that will be
- 20 funded through this opportunity. Thank you very much.
- 21 CHAIR HOCHSCHILD: Thank you.
- 22 Any additional public comments on this item,
- Noemi?
- MS. GALLARDO: Let me make one last call. Folks
- 25 on the phone, if you'd like to make a public comment

- 1 please press \*9 to raise your hand, \*6 to unmute. Others,
- 2 if you could raise your hand using the feature on the
- 3 screen.
- 4 Chair, I see no hands.
- 5 CHAIR HOCHSCHILD: Okay. Well, thank you. Let
- 6 me thank everybody and the team at CalSEED for all of this
- 7 work. I do think CalSEED is the right analogy, it really
- 8 is a garden. And, you know, these startups that we're
- 9 trying to support I mean, you know, they are going to be
- 10 better positioned to succeed with some good care, and
- 11 feeding, and water, and nutrient-rich soil, and sunlight,
- 12 and all the things that this grant will help accomplish.
- 13 That additional support and de-risking really helps get
- 14 them in a better position for follow-on funding, and
- 15 acquisition, and growth.
- So, just a phenomenal job so far and I'm very
- 17 pleased to support this.
- 18 Let me turn to my colleagues, next starting with
- 19 Commissioner McAllister.
- 20 COMMISSIONER MCALLISTER: Yeah, thank you, Chair.
- 21 I'm great support of this. It's really good to see us on
- 22 multiple fronts actually, including this one, moving
- 23 forward on the decarbonization of our gas system and our
- 24 more difficult sectors that account -- as the electricity
- 25 sector shrinks in its emissions, it accounts for a higher,

1	and higher percentage of our emissions.	And so, I think we
2	need all of the innovation we can get.	I think your

- 3 gardening analogy is great.
- 4 And really excited to see what comes out of this
- 5 grant and the broader innovation efforts.
- 6 CHAIR HOCHSCHILD: Thank you.
- 7 Unless there's other Commissioners wishing to
- 8 comment, Commissioner McAllister would you be willing to
- 9 make the motion?
- 10 COMMISSIONER MCALLISTER: Yes, I'll move Item 11.
- 11 CHAIR HOCHSCHILD: And Commissioner Gunda, would
- 12 you be willing to second?
- 13 COMMISSIONER GUNDA: Second the motion.
- 14 CHAIR HOCHSCHILD: All in favor say aye.
- 15 Commissioner McAllister?
- 16 COMMISSIONER MCALLISTER: Aye.
- 17 CHAIR HOCHSCHILD: Commissioner Gunda?
- 18 COMMISSIONER GUNDA: Aye.
- 19 CHAIR HOCHSCHILD: Commissioner Monahan?
- 20 COMMISSIONER MONAHAN: Aye.
- 21 CHAIR HOCHSCHILD: And Commissioner Douglas?
- 22 COMMISSIONER DOUGLAS: Aye.
- 23 CHAIR HOCHSCHILD: And I vote age as well.
- 24 That item passes unanimously.
- Let's turn now to Item 12, Guidehouse.

1	MR.	UY:	Greetings	Chair	and	Commissioners.	Mζ	V

- 2 name is Kevin Uy with the Energy Research and Development
- 3 Division. Staff is seeking approval of this agreement to
- 4 develop a long-term natural gas research strategy.
- Next slide, please. This study will benefit
- 6 Californians by informing future natural gas
- 7 decarbonization research at the CEC. This research aims to
- 8 advance the state of natural gas decarbonization
- 9 technologies, and ultimately contribute to achieving the
- 10 state's aggressive carbon neutrality goals.
- 11 The next slide, please. This study, requested by
- 12 the CPUC as part of its approval of the CEC's 2019 Natural
- 13 Gas Budget Plan, will produce a long-term natural gas
- 14 research strategy, including assessment of decarbonization
- 15 technologies and research needs. The study will leverage
- 16 the scenarios established in the SB 100 joint agency
- 17 report, such as high electrification, high hydrogen, and
- 18 zero combustion, and provide comprehensive research
- 19 recommendations based on those scenarios. These
- 20 recommendations will inform future research on technology
- 21 development, demonstration, and deployment in the CEC's
- 22 Natural Gas Research Program and help the state transition
- 23 to a net-zero carbon natural gas system.
- Next slide, please. Staff recommends approval of
- 25 this award, as well as staff's determination that this

- 1 action is exempt from CEQA. I am available to answer any
- 2 questions you may have. In addition, Guidehouse has
- 3 prepared a written response which they would like read into
- 4 record. Thank you.
- 5 CHAIR HOCHSCHILD: Thank you.
- Any public comment on this item?
- 7 MS. GALLARDO: This is Noemi, the Public Advisor.
- 8 I do have the public comment from Guidehouse, so I'll read
- 9 that now. This is specifically from Amul Sathe, the
- 10 Director. His last name is spelled S-A-T-H-E, first name
- 11 is A-M-U-L.
- "Guidehouse is a leading global provider of
- 13 consulting services to the public and commercial markets.
- 14 We are at the forefront of R&D planning, and management,
- 15 and decarbonization working with major public sector R&D
- 16 organizations in North America and Europe, and assisting
- 17 global utilities in developing and implementing deep
- 18 carbonization strategies.
- 19 Guidehouse has supported the Commission on
- 20 multiple contracts for more than two decades, including
- 21 technical support for the PIER, Electric and Natural Gas,
- 22 and EPIC programs, the Demand Analysis Office, and studies
- 23 on electric generation, transmission, and distribution
- 24 systems.
- 25 Governor Brown's Executive Order B-55-18 set a

- 1 goal for the California economy to achieve carbon
- 2 neutrality by 2045. Critical to achieving the 2045 goal
- 3 will be decarbonizing the state's natural gas system using
- 4 a variety of technologies and strategies for all aspects of
- 5 the supply chain. This project will help achieve this goal
- 6 by providing independent analysis to develop a long-term
- 7 natural gas research strategy. This plan is vital to
- 8 prioritizing the most impactful ways the Energy Commission
- 9 should spend its Natural Gas Research Fund.
- 10 Development of the long-term natural gas research
- 11 strategy will further send a strong signal to technology
- 12 innovators that California is serious about its
- 13 decarbonization journey. It will also show leadership to
- 14 other public agencies across the globe, who are similarly
- 15 putting forth decarbonization goals.
- We thank the Commission for funding this
- 17 important work and proposing to award this to Guidehouse.
- 18 We look forward to this project and continuing our two
- 19 decades plus partnership with the Commission."
- MS. GALLARDO: That concludes the Guidehouse
- 21 comments.
- 22 And I do not see hands raised at the moment.
- 23 Reminder to folks on the phone to raise your hand by
- 24 pressing \*9 and to unmute using \*6.
- No other hands, Chair.

- 1 CHAIR HOCHSCHILD: Okay, thank you.
- 2 Let's move to a discussion. This is, you know, I
- 3 think another terrific step in our efforts to decarbonize.
- 4 I just wonder if, Commissioner McAllister, if you have any
- 5 thing you'd like to add on this one?
- 6 COMMISSIONER MCALLISTER: Just quickly, yeah, we
- 7 need this work to help chart the path ahead. And there are
- 8 lots of different things that need to be accomplished. And
- 9 I think having a clear idea of that and pro organization is
- 10 really worthwhile, so support this effort.
- 11 CHAIR HOCHSCHILD: Great, thank you.
- 12 COMMISSIONER MCALLISTER: So, with that --
- 13 CHAIR HOCHSCHILD: Unless there's other comments
- 14 --
- 15 COMMISSIONER MCALLISTER: -- happy to move the
- 16 item if there's not.
- 17 CHAIR HOCHSCHILD: Yeah, that would be great,
- 18 thank you. If you'd move the item, thank you.
- 19 COMMISSIONER MCALLISTER: Okay, I will move Item
- 20 12.
- 21 CHAIR HOCHSCHILD: Commissioner Gunda, would you
- 22 be willing to second?
- 23 COMMISSIONER GUNDA: Second the item.
- 24 CHAIR HOCHSCHILD: All right, all in favor say
- 25 aye.

1	Commissioner McAllister?
2	COMMISSIONER MCALLISTER: Aye.
3	CHAIR HOCHSCHILD: Commissioner Gunda?
4	COMMISSIONER GUNDA: Aye.
5	CHAIR HOCHSCHILD: Commissioner Douglas?
6	COMMISSIONER DOUGLAS: Sorry. Aye.
7	CHAIR HOCHSCHILD: Commissioner Monahan?
8	COMMISSIONER MONAHAN: Aye.
9	CHAIR HOCHSCHILD: And I vote aye as well.
10	That item passes unanimously.
11	Let's move on to Item 13, Strategic Pathways and
12	Analytics for Tactical Decommissioning of Portions of
13	Natural Gas Infrastructure.
14	MS. ORTIZ: Good afternoon Chair and
15	Commissioners. My name is Reta Ortiz. I'm an Energy
16	Commission Specialist in the Energy Research and
17	Development Division.
18	Today, I'm presenting two recommended awards from
19	our Tactical Decommissioning solicitation. This
20	solicitation required applicants to collaborate with
21	stakeholders to determine where natural gas infrastructure
22	retreat is plausible, economically viable, an customer
23	supported.
24	The next slide, please. These projects will
25	support stakeholder engagement and long-term planning of $$150$

- 1 the gas system and foster collaboration with utilities,
- 2 researchers, and communities to develop strategies for a
- 3 more equitable and cost-effective transition of the
- 4 distribution system. Assessments of different
- 5 decommissioning strategies under a wide range of variables
- 6 will ensure gas transition includes health, environmental,
- 7 and economic benefits to ratepayers.
- 8 The next slide, please. According to the U.S.
- 9 Pipeline and Hazardous Materials Safety Administration, the
- 10 average age of California's natural gas system is more than
- 11 40 years old, reaching the end of its service life. It is
- 12 estimated that replacing the distribution system would cost
- 13 between \$1 to \$5 million per mile. Before utilities invest
- 14 in replacing the current infrastructure, it is important to
- 15 investigate opportunities for strategic electrification and
- 16 decommissioning. Applicants will develop replicable site
- 17 selection criteria and decision-making frameworks for
- 18 electrification and decommissioning projects. Using the
- 19 developed framework, awardees will conduct a feasibility
- 20 study and provide plans for three candidate pilot sites,
- 21 with at least one being in a disadvantaged or low-income
- 22 community.
- The next slide, please. The first proposed
- 24 project is with the RAND Corporation. They will develop a
- 25 multi-disciplinary analytical framework to identify

- 1 candidate decommissioning locations in Southern California.
- 2 Unique to this project, RAND will collaborate with two
- 3 single-use utilities, SoCalGas and Southern California
- 4 Edison. SoCalGas will provide the required gas
- 5 infrastructure and customer data, and conduct the macro-
- 6 economic modeling. Southern California Edison will provide
- 7 necessary electric infrastructure data and subject matter
- 8 experts. RAND will also work with the cities of Long Beach
- 9 and Santa Monica, and elicit community engagement and
- 10 customer support of candidate sites.
- 11 The next slide, please. The second project is
- 12 led by Energy and Environmental Economics, Inc., E3, with
- 13 support from Gridworks, PG&E, East Bay Community Energy,
- 14 and will engage local community-based organizations. They
- 15 will develop a data-driven analytical framework that will
- 16 include electrification opportunities across PG&E's service
- 17 territory in the East Bay. PG&E will work with E3 and
- 18 provide important customer and infrastructure data, as well
- 19 as provide subject matter experts. The E3 team will engage
- 20 the cities of Fremont, West Oakland, Berkeley, and Tracy
- 21 and gain customer feedback and support for candidate sites.
- 22 The project will engage -- this project will engage with
- 23 communities to develop a deep understanding of their
- 24 priorities on GHG reductions, energy costs and reliability,
- 25 comfort and health, and the role of natural gas.

	1	The	next	slide.	please.	Staff	recommends
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- 2 approval of these two grant awards and adoption of staff's
- 3 determination that these projects are exempt from CEQA.
- 4 The RAND Corporation has provided a written statement that
- 5 they would like read into the record.
- 6 Thank you, and I'm available to answer any
- 7 questions.
- 8 CHAIR HOCHSCHILD: Thank you.
- 9 Let's go to public comment, now.
- MS. GALLARDO: All right, this is Noemi, the
- 11 Public Advisor. I do have that comment from RAND, which
- 12 I'll read now. Specifically, this is from Kelly Klima, K-
- 13 E-L-L-Y K-L-I-M-A.
- "On behalf of our team, we would like to thank
- 15 the CEC for supporting our effort on strategic pathways and
- 16 analytics for technical decommissioning of portions of
- 17 natural gas. California's policies for reducing emissions
- 18 associated with natural gas will induce transformational
- 19 changes to our fuel system. This has the potential for
- 20 resulting in severe inequities both in areas with single-
- 21 fuel utilities, as well as in disadvantaged or vulnerable
- 22 communities.
- 23 The RAND team looks forward to conducting this
- 24 policy research to both help inform decommissioning policy,
- 25 and also to help identify pilot sites for decommissioning.

- 1 We feel very fortunate that the CEC is supporting this work
- 2 and look forward to next steps as California continues to
- 3 lead in climate change policy."
- 4 MS. GALLARDO: That concludes the comment. And
- 5 Chair, I do see a hand raised. Let me see here. So, just
- 6 a reminder to folks to please spell your name and to
- 7 indicate your affiliation, if any.
- 8 Tim Carmichael, you are up and I am opening your
- 9 line. You may begin.
- 10 MR. CARMICHAEL: Good afternoon. Can you hear
- 11 me?
- MS. GALLARDO: Yes.
- MR. CARMICHAEL: Good afternoon Commissioner
- 14 Hochschild, members of the Commission. I'm Tim Carmichael,
- 15 T-I-M C-A-R-M-I-C-H-A-E-L, speaking on behalf of Southern
- 16 California Gas Company.
- 17 Appreciate the opportunity to provide some brief
- 18 public comments in support of the RAND Corporation's grant
- 19 proposal, or CEC's grant to the RAND Corporation to fund
- 20 research to develop a community-level, multidisciplinary,
- 21 and objective analytical effort that assesses the
- 22 practicalities of building electrification and identifying
- 23 locations in Southern California where decommissioning can
- 24 potentially occur in a just, equitable, and cost-effective
- 25 manner.

1	Ms.	Ortiz	covered	the	project	team	and	the	in-
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- 2 kind matching, so I'll just cover just a couple other
- 3 points. The proposed project will pull together detailed
- 4 data of the gas system, along with socioeconomic data for
- 5 candidate communities to evaluate different decommissioning
- 6 sites and approaches.
- 7 Functionally, the proposed project will put the
- 8 SoCalGas system, with our data and hydraulic system data,
- 9 under the microscope and will allow researchers to focus on
- 10 requirements, as well as understanding both from a
- 11 feasibility cost and rate of penetration stand point on
- 12 what electrification may mean to our system.
- This, and similar proposed analysis is critically
- 14 important to provide a deeper sectoral view of greenhouse
- 15 gas mitigation strategies applicable to the building
- 16 sector, offering a more holistic perspective that accounts
- 17 for technical and engineering considerations, as well as a
- 18 more granular and informed data around customer conversion
- 19 challenges.
- To advance the public interest in the provision
- 21 of essential utility services an examination of the
- 22 interaction between strategic electrification of the
- 23 distribution system and decommissioning is imperative to
- 24 inform and implement key policy tools as California updates
- 25 legal and regulatory frameworks to support a 2045 net zero

- 1 transition.
- 2 Thank you again for the opportunity to provide
- 3 comments and we urge your support for this grant.
- 4 CHAIR HOCHSCHILD: Thank you.
- 5 Any further public comments on Item 13?
- 6 MS. GALLARDO: This is Noemi, Public Advisor. I
- 7 do not see any hands. But just real quick, folks on the
- 8 phone press \*9 to raise your hand, \*6 to unmute. Others
- 9 use the raised hand icon.
- No more hands, Chair.
- 11 CHAIR HOCHSCHILD: Okay, thank you.
- 12 Yeah, I'll just say I think this area is really
- 13 ripe for this kind of investment, and the analysis
- 14 assessments, and engagements with the key stakeholders are
- 15 going to bear a lot of fruit. So, very happy to support
- 16 both of these grants.
- 17 Commissioner McAllister, did you want to chime
- 18 in?
- 19 COMMISSIONER MCALLISTER: Just briefly, yeah. I
- 20 think, I agree with you the time is perfect for this. And
- 21 both of these proposals, both of these awardees I think are
- 22 going to produce really critical work for our planning
- 23 going forward. Also, they both complement the skills that
- 24 we're building here at the Commission on the gas side.
- 25 And, you know, as we sort of build the bridges between the

- 1 gas conversation and the electric conversation under SB
- 2 100, I think that filling in all these informational and
- 3 analytical gaps is really just helping. It's going to help
- 4 to propel the conversation forward in a very, I think,
- 5 objective and participatory way, which is really how we're
- 6 going to get to yes on all this stuff. So, really
- 7 appreciate both of these and the broader effort.
- 8 CHAIR HOCHSCHILD: Okay. Any further comments?
- 9 Commissioner Monahan, yeah.
- 10 COMMISSIONER MONAHAN: Just a quick one because I
- 11 just want to complement, well, for both this item and the
- 12 previous one just the thoughtfulness that went into this
- 13 with the staff. I agree with everything you've said, Chair
- 14 and Commissioner McAllister has said around the importance
- 15 of these investments and really trying to understand this,
- 16 you know, what does it mean to fully decarbonize our -- or,
- 17 you know, zero out carbons from our overall economy. And
- 18 these kinds of grants help understand the pros and cons,
- 19 and the costs, and having so many different project
- 20 partners. It was really just very impressive the range of
- 21 stakeholders that are engaged in these analytical projects.
- 22 I mean, kind of mind-blowing, actually.
- So, I want to just thank everyone. And thank
- 24 Jim, and Michael, and you know, just the whole diverse
- 25 ecosystem of folks that are involved in these grants,

- 1 really impressive.
- 2 CHAIR HOCHSCHILD: Well, well said, thank you.
- 3 Commissioner Gunda.
- 4 COMMISSIONER GUNDA: Yeah, Chair, thank you. I
- 5 think I just want to start off by thanking Kevin and Reta
- 6 for their presentations. And specifically want to note
- 7 Reta's kind of comments on some of the, you know, things
- 8 that we discussed yesterday she already incorporated. So,
- 9 just thank you, Reta, for your responsiveness there.
- I agree with Commissioner McAllister and I think
- 11 CEC has an important function of ensuring that, you know,
- 12 the dialogue is robust, comprehensive, and inclusive that's
- 13 really underpinned with objective and transparent, you
- 14 know, information.
- 15 So, I feel like these two projects really will
- 16 provide us some important data point son the opportunities,
- 17 the complexities, the challenges of how we evolve the gas
- 18 system, the infrastructure and assets in the policy
- 19 framework of high electrification that we all see as an
- 20 important strategy of decarbonization.
- 21 So, I'm just grateful that we're beginning the
- 22 conversation and funding these studies. I'm grateful and
- 23 thankful to the Assessments Division for developing
- 24 complementary skills, as Commissioner McAllister noted, and
- 25 working closely with the PR R&D. And thank R&D staff for

- 1 including Commission staff from across the Commission and
- 2 all the divisions in these important conversations.
- 3 I also want to thank the stakeholder
- 4 participation in the Gas Working Group that we currently
- 5 have at the Commission. Appreciate the participation of
- 6 the utilities, the gas utilities in that important
- 7 conversation, shaping these important policy questions and
- 8 developing understanding into this data.
- 9 I think the best path for California, as we
- 10 pursue our goals, is data driven that is holistic and
- 11 complete in the way we understand the system. So, I just
- 12 am thankful that we are beginning this conversation and
- 13 doing that in partnership. So, thank you.
- 14 CHAIR HOCHSCHILD: Thank you.
- 15 Commissioner Douglas, did you want to add
- 16 anything?
- 17 COMMISSIONER DOUGLAS: You know, just briefly. I
- 18 had a chance to get a briefing on this item and I
- 19 appreciated that. It was a nice exchange, good
- 20 presentation here. And I do appreciate the strategic focus
- 21 here on what it takes to achieve physical decommissioning,
- 22 while also prioritizing community perspectives.
- So, you know, I'm supportive of this and looking
- 24 forward to seeing the results.
- 25 CHAIR HOCHSCHILD: Yeah. Well, I think sort of

- 1 the take home point is this kind of thing is much better
- 2 done when it's planned, rather than unplanned.
- 3 COMMISSIONER DOUGLAS: Yeah.
- 4 CHAIR HOCHSCHILD: And I think it's, you know,
- 5 also a tribute to your terrific work, Commissioner Douglas,
- 6 on planning for renewables, and transmission, and so forth.
- 7 That bears a lot of fruit. And I just really look forward
- 8 to the results of these two grants and I'm happy to
- 9 support.
- 10 Let's see, Commissioner McAllister are you
- 11 willing to make the motion?
- 12 COMMISSIONER MCALLISTER: Yes, I'm happy to move
- 13 Item 13.
- 14 CHAIR HOCHSCHILD: Commissioner Gunda, would you
- 15 be willing to second?
- 16 COMMISSIONER GUNDA: Happy to second.
- 17 CHAIR HOCHSCHILD: Okay, all in favor say aye.
- 18 Commissioner McAllister?
- 19 COMMISSIONER MCALLISTER: Aye.
- 20 CHAIR HOCHSCHILD: Commissioner Gunda?
- 21 COMMISSIONER GUNDA: Aye.
- 22 CHAIR HOCHSCHILD: Commissioner Monahan?
- 23 COMMISSIONER MONAHAN: Aye.
- 24 CHAIR HOCHSCHILD: And Commissioner Douglas?
- 25 COMMISSIONER DOUGLAS: Aye.

1	CHAIR HOCHSCHILD: And I vote aye as well.
2	That item passes unanimously.
3	Let's turn now to Item 14, Entrepreneurial
4	Ecosystems.
5	MR. NG: Okay, good afternoon Chair and
6	Commissioners. My name is Anthony Ng, with the Research
7	and Development Division. And today I am here to request
8	approval of five awards totaling just under \$53 million.
9	These five projects comprise the foundational
10	elements of the EPIC program's Entrepreneurial Ecosystem
11	which collectively provide support for early stage clean
12	energy companies by connecting them with the funding,
13	training, resources, and expertise needed to help turn
14	technologies and concepts into businesses and products that
15	can benefit ratepayers, consumers, and companies.
16	The next slide, please. These projects were
17	initially approved by the CEC in 2016 and the impact these
18	programs have had so far have been encouraging. Over 200
19	companies have been supported by these five programs and
20	they have gone on to attract over \$1.6 billion in follow-or
21	public and private investments. These companies employ
22	over 1,000 people throughout the state, they hold over 400
23	patents, and 4 companies have had successful exist in
24	either acquisitions or initial public offering.

The next slide, please. Taking a step back just

25

- 1 to add a little bit of context, these projects were started
- 2 in response to feedback we had been hearing from
- 3 stakeholders that there was a growing gap in private sector
- 4 support for clean energy technologies. The venture capital
- 5 and investor model that had worked so well for software
- 6 startups was not translating well over to clean energy
- 7 startups. Compared to software, clean energy innovations
- 8 took far too much time and capital to reach market. The
- 9 Entrepreneurial Ecosystem was the CEC's effort to fill that
- 10 gap.
- 11 The next slide, please. The result were these
- 12 five interconnected projects, four regional energy
- 13 innovation clusters, and the California Sustainable Energy
- 14 Entrepreneur Development Initiative.
- 15 Approval of this item today will provide the
- 16 additional time and funding for these five projects to
- 17 continue providing critical support for California's clean
- 18 energy entrepreneurs.
- 19 While the five projects collectively represent
- 20 one effort, I'll spend a little bit of time talking about
- 21 each one individually.
- The next slide, please. First is Cleantech San
- 23 Diego, who runs the Southern California Energy Innovation
- 24 Network. Covering the San Diego, Inland Empire and
- 25 Imperial Valley regions, Cleantech San Diego provides

- 1 customized service plans to fit entrepreneurs' technology
- 2 and business needs.
- 3 Examples of services include connections with
- 4 investors and industrial partners, opportunities for pilot
- 5 demonstrations, as well as consulting on business model
- 6 development and customer discovery.
- 7 The next slide, please. Next is Activate Global.
- 8 Activate operates the Cyclotron Road program in conjunction
- 9 with Lawrence Berkeley National Lab, a two-year fellowship
- 10 program focused on helping scientists bring their research
- 11 to market. With a focus on hard tech, fellows can leverage
- 12 the facilities at LBNL, while also going through a rigorous
- 13 curriculum to turn ideas into businesses.
- 14 The next slide, please. Next is California State
- 15 University Fresno who manages the Blue Tech Valley program.
- 16 Covering the central valley, north state, and central
- 17 coast, Blue Tech Valley covers the largest geography out of
- 18 the innovation clusters. Blue Tech Valley partners with
- 19 other CSU's across the state such as Bakersfield, Monterey,
- 20 and Chico to form a hub-and-spoke model to cover the large
- 21 area. Blue Tech Valley specializes in agricultural and
- 22 water-related energy technologies and provides unique
- 23 resources such as irrigation testing laboratories, as well
- 24 as farm demonstration sites.
- 25 The next slide. Our last innovation cluster is

1	the Los	Angeles	Cleantech	Incubator.	LACI	operates	several
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- 2 programs that provide one- to two-year support for
- 3 companies ranging from precommercial products all the way
- 4 to those seeking Series B investments. With a focus on
- 5 technologies related to clean energy, zero emission
- 6 mobility, and circular economy, LACI provides entrepreneurs
- 7 with advisory services, business development support, and
- 8 pilot opportunities.
- 9 The next slide. Our final project is the CalSEED
- 10 Initiative. As you heard earlier from my colleague Mike,
- 11 this is our small grants program focused on funding early
- 12 stage concepts. Awardees receive initially \$150,000 to
- 13 develop promising concepts, with a chance to compete for an
- 14 additional \$450,000 to further develop prototypes.
- 15 Additionally, CalSEED awardees are put through a business
- 16 development curriculum through cleantech open, and gain
- 17 access to an extensive network of potential partners and
- 18 investors.
- 19 The next slide, please. That concludes my
- 20 presentation. Staff recommends approval of this item and
- 21 adopting staff determination that projects are exempt from
- 22 CEQA.
- 23 I'm happy to answer any questions you may have.
- 24 CHAIR HOCHSCHILD: Thank you, Anthony.
- Let's move on to public comment.

## 164

- 1 MS. GALLARDO: This is Noemi, the Public Advisor.
- 2 We do have several hands raised. The first one is Danny
- 3 Kennedy. Danny, a reminder to please spell your name for
- 4 the record, indicate your affiliation if any. I will open
- 5 your line and you may begin.
- 6 MR. KENNEDY: Hello, thank you. This is Danny
- 7 Kennedy, D-A-N-N-Y K-E-N-N-E-D-Y. And I am the CEO of New
- 8 Energy Nexus and the California Clean Energy Fund is the
- 9 organization I manage in California. And I'm so excited
- 10 and pleased to speak to you and thank you for this
- 11 opportunity to continue to grow this garden, as the
- 12 Commissioner was talking about earlier, of entrepreneurs
- 13 and this entire ecosystem that you've built since 2015 very
- 14 intentionally, but also allowing some sort of wild edges
- 15 and new ideas to pop up, and spring up from the fertile
- 16 ground you've created.
- 17 So, I wanted to start by thanking particularly
- 18 the team that Anthony works with, Eric, and Josh, and
- 19 Laurie and the whole gang that help make all of these
- 20 activities in the ecosystem possible. And also thanks to
- 21 our team at the California Clean Energy Fund that
- 22 administers CalSEED, Joy Larson, who you heard from
- 23 earlier, Sara Chester, Dawn Maser, Kelly Soria, Christina
- 24 Bolsom (phonetic), all incredible people that have
- 25 supported these dozens and dozens of startups each year for

- 1 the last several years.
- 2 As well as the partners that we have with the
- 3 CalSEED Program. The Cleantech Oakland that you've heard
- 4 runs the accelerator for them. The Greenlining Institute
- 5 that has really helped build our social equity in/social
- 6 equity out outcomes. The Center for Sustainable Energy,
- 7 Momentum, Lawrence Berkeley National Lab. All of them have
- 8 been great. As well as the cluster organizations in the
- 9 ecosystem to create this.
- 10 But most of all I want to thank the entrepreneurs
- 11 and really encourage the Commission to continue to support
- 12 it with this decision today.
- 13 You know, as mentioned we've had 90 some so far
- 14 in the CalSEED Program. Most are, you know, these
- 15 fantastic, ambitious young people looking to change the
- 16 world, and stop the climate problem we have on earth. But
- 17 also a lot of older people, and people from all walks off
- 18 life on that same journey and with that struggle.
- 19 Real great successes. You know, just want to
- 20 call out again the fact that we have had actual exists in
- 21 sort of less than four years. When we talk about
- 22 accelerating innovation, stories like Cuberg should really
- 23 be highlighted. This is a team that came out of Stanford
- 24 University in 2017, when we just started CalSEED, they were
- 25 in the first cohort. They also wen through the CalTestBed

- 1 program which the CEC funds. They were acquired earlier
- 2 this year by Northvolt. They're a lithium metal battery
- 3 component. You know, a fairly hardware, hardtech solution
- 4 to sort of an industrial component that normally would not
- 5 see an exit in a decade. So, we're really seeing the
- 6 fruits of this garden growing faster and getting products
- 7 to market sooner.
- 8 There's a bunch of battery startups with
- 9 supported sethion (phonetic) core shell. You heard earlier
- 10 from Power Flicks (phonetic) in the EV charging arena that
- 11 has actually had an exit as well. And that obviously is
- 12 leading to the lithium valley garden in the corner of the
- 13 state, in Imperial County, which is growing with CEC
- 14 support, and the startup ecosystem is overlapping strongly
- 15 with that.
- So, I'd really, you know, compel you to support
- 17 this and continue to get behind it. I wanted to highlight
- 18 the underrepresented on the teams that have been supported
- 19 through CalSEED so far. Some quick numbers, 17 percent of
- 20 the fund, 3 and a half million or more, have been awarded
- 21 to companies located strictly in low-income, disadvantaged
- 22 area communities. And over 38 percent, or \$8.1 million
- 23 have been awarded to entrepreneurs from underrepresented
- 24 groups. So, we sort of beat our diversity inclusion
- 25 numbers that we committed to at the start of the program,

- 1 but we want to do better yet in the next go-round, in the
- 2 next 3 to 5 years with this support.
- 3 And we're also collaborating very highly with all
- 4 the other ecosystem organizations. I used to call CalSEED
- 5 the brakes on the skids, but I think the garden analogy is
- 6 a much better one. But 30 percent of our companies have
- 7 been funded with companies that are also supported by
- 8 Activate, or LACI, or Blue Tech Valley, and Cleantech San
- 9 Diego. So, 21 percent of our companies in CalSEED are
- 10 already going into the CalTestBed Program, which is a
- 11 statewide with the University of California, Office of the
- 12 President.
- In other words, the synergies are happening, the
- 14 systems working, the ecosystem is rich and diverse. I want
- 15 to thank the CEC for the opportunity to build it and really
- 16 excited to get on with this next five years. Shine on,
- 17 thank you.
- 18 CHAIR HOCHSCHILD: Thank you, Danny.
- Noemi, do we have any additional public comment
- 20 on this item?
- 21 MS. GALLARDO: Yes, we do. The next person is
- 22 Marty Turock. Marty, apologies if I mispronounce your
- 23 name. Please restate it and spell it, and then indicate
- 24 your affiliation if any. Your line is open now.
- 25 MR. TUROCK: Good afternoon Chair Hochschild,

- 1 Commissioners, and Deputy Director Laurie ten Hope. My
- 2 name is Marty Turock, you got it right on. M-A-R-T-Y T-U-
- 3 R-O-C-K. And I'm calling in today on behalf of Cleantech
- 4 San Diego and the Southern California Energy Innovation
- 5 Network.
- 6 First and foremost, I would like to thank each of
- 7 you in the California Energy Commission for its visionary
- 8 leadership in establishing this California Entrepreneurial
- 9 Ecosystem that Cleantech San Diego is so honored to be a
- 10 part of.
- 11 For the past five years I've had the privilege of
- 12 managing the state's southernmost cluster. That's the
- 13 Southern California Energy Innovation Network, which
- 14 supports breakthrough clean energy technologies being
- 15 developed in Imperial, Riverside, San Bernardino, and San
- 16 Diego Counties.
- 17 The impact we've seen this program make on our
- 18 region's cleantech innovation industry is truly remarkable,
- 19 and Cleantech San Diego is beyond grateful to the
- 20 California Energy Commission for your investment in its
- 21 success.
- 22 Since it's launch in 2016, I'm proud to report
- 23 that 50 energy startups have been served by our innovation
- 24 cluster, 37 of which are currently active in the program.
- 25 74 percent of these companies have diverse representation

1	of women,	minorities,	and '	Veterans	in	their	leadersh	ir

- 2 teams. Together they employ over 320 people and have
- 3 raised more than \$160 million in follow-on capital
- 4 investments from public and private sources since being
- 5 accepted into the program. It's worth noting that that
- 6 represents a more than 30-fold return on investment, all
- 7 with direct benefits to California electric ratepayers.
- 8 Over the last five years we've seen our
- 9 entrepreneurs not only raise capital, but they've won
- 10 highly competitive technology competitions, deployed their
- 11 technologies around the world, and helped further
- 12 California's leadership in transitioning to a clean energy
- 13 economy.
- 14 Clearly, the commercial successes of eMotorWerks,
- 15 who was acquired by Enel X, and Nuvve, have accelerated
- 16 market transformation in vehicle-grid integrated smart EV
- 17 charging not only in California, but around the world.
- 18 Similarly, the fastest and most sophisticated
- 19 Durham software platforms available from CleanSpark and
- 20 XENDEE can quarantee the bankability of DER and microgrid
- 21 projects, which is contributing to their accelerated
- 22 adoption.
- 23 And this is because of your support of our
- 24 program and in turn the dedicated commitment of the
- 25 entrepreneurs that we're working with.

1 5	50,	in o	closing	Mr.	Chairman	and	Commissioners,
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- 2 thank you again for your leadership and now supporting the
- 3 state's Entrepreneurial Ecosystem for another fives years.
- 4 you've really created an exciting and promising path to
- 5 market for entrepreneurs through the state.
- 6 I'd also like to take this opportunity to thank
- 7 Eric Stokes, Anthony Ng, and Oliver. Our success is tied
- 8 to the support that they provide and we're so fortunate to
- 9 have them as strong partners on our team.
- 10 It's an absolute honor to steward this program
- 11 and to see the positive impact it's having on the state's
- 12 clean energy economy and climate action goals. Along with
- 13 our current member companies, we have a solid pipeline of
- 14 new startups that we look forward to supporting over the
- 15 next five years in commercializing new clean energy
- 16 technologies for the benefit of all Californians.
- 17 So, thank you so much.
- 18 CHAIR HOCHSCHILD: Thank you.
- MS. GALLARDO: All right, so this Noemi, the
- 20 Public Advisor. We do have one more public comment. That
- 21 is Lauren Harper. Lauren, a reminder to please spell your
- 22 name, indicate your affiliation if any. Your line is open,
- 23 you may begin.
- MS. HARPER: Good afternoon. My name is Lauren
- 25 Harper, L-A-U-R-E-N H-A-R-P-E-R. And I am the Energy Team

1	Program	Manager	at.	t.he	Los	Angeles	Cleantech	Incubator.

- 2 I'm delighted to be here today and on behalf of LACI
- 3 provide supportive comments for Item 14.
- As a recipient of the Commission's EPIC program
- 5 since 2016, LACI has provided direct incubation services
- 6 support to 54 startup companies through its Innovators
- 7 Program alone. Collectively, these companies have raised
- 8 over \$834 million in venture capital and \$46 million in
- 9 follow-on funding during that time span.
- 10 With the proposed increased funding, LACI will
- 11 build upon its success by serving approximately 57 startups
- 12 within one year, culminating into 234 startups over the
- 13 next five years, with the objective of increasing our
- 14 diversity in our founders.
- 15 We appreciate the CEC's opportunity to support
- 16 and -- the CEC's support and partnership, and we look
- 17 forward to continuing to work together to help the state
- 18 unlock clean energy technology break throughs, as well as
- 19 build an inclusive green economy. Thank you for your
- 20 consideration and opportunity to provide public comments
- 21 today. And it's a pleasure and a delight to work with your
- 22 teammates and your staff every single day. Thank you.
- 23 CHAIR HOCHSCHILD: Thank you.
- Noemi, is that all the public comment?
- MS. GALLARDO: Yes, that's all the public

- 1 comment, I see no more hands.
- 2 CHAIR HOCHSCHILD: Okay. Well, thank you to all
- 3 of the stakeholders for providing those comments.
- 4 Thunderous agreement from me and I think from my colleagues
- 5 on all that.
- A few points I want to make. First of all, I
- 7 ju8st really want to thank again Anthony NG, Eric Stokes,
- 8 the whole team, Laurie ten Hope, incredible work on this.
- 9 I love the geographic distribution of these hubs. I love
- 10 the comprehensive approach, the big thinking. You know,
- 11 couldn't be more proud of the strategy and approach here.
- 12 You know, I would just say we are here at the
- 13 Energy Commission to serve these entrepreneurs. You know,
- 14 our goal is really to set the policy direction, work with
- 15 the Legislature and the Governor on the overall goals.
- 16 And, you know, we're really here then, once those are set,
- 17 to support the success of this whole ecosystem and all the
- 18 entrepreneurs.
- 19 And if you think about where we're at today,
- 20 right, 1.2 million solar roofs, we're adding 400 solar
- 21 roofs a day in California, almost 900,000 electric vehicles
- 22 sold in the state. We're adding 650 a day. Then you go
- 23 back to 15 years ago when those felt like pipe dreams, and
- 24 it was a bunch of entrepreneurs working out of their
- 25 garages to build those industries, and not they're building

- 1 it.
- 2 And the same is going to happen, I think, with
- 3 battery storage. We've got 40,000 systems in and adding a
- 4 bout 40 a day. But that's, you k now, growing rapidly.
- 5 And there's so much else that all these
- 6 entrepreneurs in these various hubs are engaging in, and
- 7 have huge potential for growth. And they're better off for
- 8 being part of an ecosystem that is really tending to all
- 9 the needs, and sticking them together, and helping really
- 10 to make use of all of the resources we have in the state.
- 11 I think this program does a terrific job of that.
- I especially wanted to thank Jen Martin Gallardo
- 13 for filling a position which I created right after I came
- 14 here, of really being our advocate and ombudsman for grant
- 15 recipients to help the process go better when people are
- 16 applying for grants. And they get a friction-free, and
- 17 simple, and as accessible as it possibly can be. She's
- 18 done a phenomenal job working not just in this program, but
- 19 across all of our programs on that to better serve
- 20 applications for grants, and entrepreneurs and I'm very
- 21 pleased with that progress.
- So, I just wanted to say that. And I also,
- 23 again, wanted to stress how many of the climate solutions
- 24 that are really emerging in California run through the
- 25 electric grid in one fashion or another. And as we now,

- 1 you know, approach a hundred percent clean energy, we need
- 2 everything that connects to the grid to be a good citizen
- 3 of the grid. And there's so much happening in this space,
- 4 as well, in terms of making all these great new solutions
- 5 help support grid reliability and renewables integration.
- 6 I'm really excited by that prospect as well.
- 7 With that, let me turn it to my colleague
- 8 Commissioner McAllister for any comment.
- 9 COMMISSIONER MCALLISTER: Great.
- 10 CHAIR HOCHSCHILD: Go ahead.
- 11 COMMISSIONER MCALLISTER: Great, thank you Chair
- 12 Hochschild. I just -- I won't repeat what you said, I
- 13 agree wholeheartedly. And, you know, this is \$53 million
- 14 injected straight into the Entrepreneurial Ecosystem here
- 15 for decarbonization and that's a big deal. So, I want to -
- 16 so, thanks Danny for your really visionary comments. And
- 17 Marty, good to hear your voice as well. And just it's nice
- 18 to be able to leverage the diversity across our big,
- 19 beautiful state, and really get fertilizer all over the
- 20 garden, you know, it's a big garden. So, really want to --
- 21 it's a big, organic garden let's say.
- But yeah, so anyway wholeheartedly support this
- 23 item, clearly.
- 24 CHAIR HOCHSCHILD: Thank you.
- 25 Anyone else wishing to make a comment?

- 1 Commissioner Douglas? Okay.
- 2 All right, then I'd welcome a motion,
- 3 Commissioner McAllister, on this item.
- 4 COMMISSIONER MCALLISTER: Indeed, I'll move Item
- 5 14.
- 6 CHAIR HOCHSCHILD: Okay. Commissioner Douglas,
- 7 would you be willing to second that?
- 8 COMMISSIONER DOUGLAS: Yes, I second that.
- 9 CHAIR HOCHSCHILD: All right. All in favor say
- 10 aye.
- 11 Commissioner McAllister?
- 12 COMMISSIONER MCALLISTER: Aye.
- 13 CHAIR HOCHSCHILD: Commissioner Douglas?
- 14 COMMISSIONER DOUGLAS: Aye.
- 15 CHAIR HOCHSCHILD: Commissioner Monahan?
- 16 COMMISSIONER MONAHAN: Aye.
- 17 CHAIR HOCHSCHILD: Commissioner Gunda?
- 18 COMMISSIONER GUNDA: Aye.
- 19 CHAIR HOCHSCHILD: And I vote age as well.
- That item passes unanimously.
- 21 And that's the biggest item we've approved in a
- 22 while. So, congratulations to all, thanks for all the hard
- 23 work to get us here.
- 24 All right, let's move on to Item 15, Evaluation
- 25 of Bi-Directional Energy Transfers and Distributed Energy

- 1 Resource Integration for Medium- and Heavy-Duty Fleet
- 2 Electrification.
- 3 MR. WENDER: Good afternoon Chair and
- 4 Commissioners. My name is Ben Wender. I'm an electric
- 5 generation system specialist in the Energy Research and
- 6 Development Division.
- 7 Today I'm presenting two recommended awards from
- 8 the EPIC solicitation of that long title you just
- 9 mentioned. Two other projects from this solicitation were
- 10 approved at the May business meeting and two additional
- 11 projects will be brought to a future business meeting.
- 12 The next slide, please. The proposed awards will
- 13 bring multiple benefits to Californians. The technologies
- 14 developed through these awards will facilitate charging of
- 15 large electric vehicles, like heavy-duty trucks, in ways
- 16 that reduce stress on the electric grid, increase use of
- 17 distributed energy resources, and reduce the cost of
- 18 charging for fleets transitioning to electric vehicles.
- 19 These technologies can also provide resilience benefits for
- 20 sites and communities where they are deployed, while
- 21 maximizing emission reductions from both the electric and
- 22 transportation sectors.
- The next slide. The objective of the
- 24 solicitation and the projects recommended today is to
- 25 develop integrated distributed energy resource packages to

- 1 help charge fleets of medium- and heavy-duty electric
- 2 vehicles. Transportation electrification will contribute
- 3 to growing requirements on California's electricity system
- 4 with three example scenarios of electric demand growth
- 5 shown here. The projects will demonstrate distributed
- 6 energy and high-power charging technologies to reduce the
- 7 cost of charging, increase utilization of renewable
- 8 electricity, and provide on-site back-up power to increase
- 9 resilience.
- 10 The next slide, please. In the first project, TA
- 11 Operating will deploy 200 kilowatts of solar PV, 500
- 12 kilowatts of battery storage, and a 100 kilowatt hydrogen
- 13 fuel cell to power multiple 500 kilowatt fast chargers, as
- 14 well as battery integrated 150 kilowatt DC fast chargers at
- 15 a public access truck stop in Ontario, California. The
- 16 hydrogen fuel cell, battery storage, and PV will operate
- 17 together to provide long-duration backup in the event of
- 18 power outages. As shown here, the site is adjacent to
- 19 Interstate 10 and serves more than 15,000 medium- and
- 20 heavy-duty vehicles per month, providing a highly visible
- 21 and highly trafficked demonstration site.
- The next slide, please. The second project, with
- 23 Sysco, will deploy 1.5 megawatts of rooftop solar PV, 4
- 24 megawatt hours of stationary storage, and 1.2 megawatts of
- 25 high-power chargers to charge a fleet of 40 new electric

- 1 semi-trucks operating at a food distribution warehouse
- 2 located in Riverside. The project will demonstrate
- 3 integrated fleet scheduling, charger management, and
- 4 distributed energy resource management to provide low-cost,
- 5 high reliability, resilient charging solutions. The image
- 6 on the right shows the CalEnviroScreen 3.0 scores for the
- 7 demonstration site, which locates in the 95th percentile of
- 8 pollution vulnerability and burden. The Inland Empire
- 9 Community Foundation will facilitate engagement with local
- 10 residents with an emphasis on workforce development, local
- 11 employment opportunities, and local health benefits.
- 12 The next slide. Staff recommends approval of
- 13 these two grant awards and adoption of staff's
- 14 determination that these projects are exempt from CEQA.
- 15 I'm available for any questions, as are representatives
- 16 from both of the proposed recipients.
- 17 Thank you all very much and that concludes my
- 18 presentation.
- 19 CHAIR HOCHSCHILD: Thank you so much, Ben.
- Let's move on to public comment.
- 21 MS. GALLARDO: This is Noemi, the Public Advisor.
- 22 I do not see any hands at the moment. So, let me give a
- 23 reminder to attendees. Please raise your hand using the
- 24 raise hand icon. If you're on by phone, press \*9 to raise
- 25 your hand, \*6 to unmute.

1	And	now.	it.	does	look	like	we.	have	а	hand	raised	_
1	1 1 1 1 C	11000		accc	T C C 12	T T12C	VV C	1100 0 0	a	IIaIIa	T G T D C G	•

- 2 So, this is Brett. Brett, reminder to please restate your
- 3 name, spell it, and indicate your affiliation if any. Your
- 4 line is open, you may begin.
- 5 MR. HECKER: Good afternoon. My name is Brett
- 6 Hecker, B-R-E-T-T H-E-C-K-E-R. I am currently Vice
- 7 President of Gasoline Renewable Fuels and Pricing for
- 8 TravelCenters of America, and have been with the
- 9 organization for just over 17 years.
- I am deeply humbled to be here today and want to
- 11 thank you personally, and on behalf of Travel Centers of
- 12 America for considering our project.
- 13 Under new leadership, our company is deeply
- 14 committed to helping in the fight against climate change
- 15 and becoming a part of the solution. This is evidenced by
- 16 the fact that we have recently developed a new department
- 17 within TA, called ETA, which will be led by our new Senior
- 18 Vice President of Alternative Energy and Sustainability.
- 19 He has years of experience and a wealth of knowledge in
- 20 this space.
- 21 I will also be transferring to this new
- 22 department, along with several others to show our
- 23 dedication to this transformation.
- 24 This project is the first of many that we plan to
- 25 deploy in the coming months and years. Our goal is to

- 1 design, deploy, and demonstrate new technologies for public
- 2 access with the goal of making them scalable, cost
- 3 effective, and reliable. This is extremely important for
- 4 our customers as they convert their fleets to be recharged
- 5 or refueled by various alternative energy sources.
- 6 Our network of sites is ideal for this initiative
- 7 and others as our sites are strategically positioned along
- 8 most, if not all, major interstates in both the State of
- 9 California and the entire United States. We hope this
- 10 project is the first of many that makes EV infrastructure
- 11 more readily available, which will in turn provide
- 12 confidence to fleets and others considering the necessary
- 13 shift to alternative energy vehicles.
- In closing, we look forward to working with you
- 15 and I'm confident we will be successful partners. I just
- 16 want to say thank you again, both personally and on behalf
- 17 of TravelCenters of America. Thank you.
- 18 CHAIR HOCHSCHILD: Thank you.
- Noemi, are there any additional public comments
- 20 on Item 15?
- 21 MS. GALLARDO: Let me check. A reminder to
- 22 folks, please use the raised hand feature, or press \*9 if
- 23 you're on by phone to indicate you'd like to make a
- 24 comment, and then \*6 to unmute.
- Chair, I do not see any hands, we can move

- 1 forward.
- 2 CHAIR HOCHSCHILD: Thank you. Well, let me just
- 3 thank the team for putting this together. I'm really
- 4 excited to support this.
- As I've mentioned before, I think the envelope of
- 6 possibilities for electrification, particularly in the
- 7 transportation sector, is expanding every year. And things
- 8 like medium- and heavy-duty fleet electrification even a
- 9 few years ago were not seen as realistic, and now very much
- 10 is going that way. And this is an important step in that
- 11 direction. So, really glad to see this coming through.
- 12 It's particularly important for low-income and
- 13 disadvantaged communities that have to bear the burden of
- 14 pollution from medium- and heavy-duty. So, I'm really
- 15 excited to support this.
- I will see any of my colleagues would like to
- 17 make a comment. Commissioner Monahan.
- 18 COMMISSIONER MONAHAN: Thanks Chair. And thanks,
- 19 Ben, really great set of projects that have been -- you
- 20 know, the ones that have been made, and now this set, and
- 21 we'll have some more coming forward.
- I've got to say I just love that TravelCenters of
- 23 America is investing in electric transportation, both for
- 24 fuel cells and battery electric. I mean I just think it's
- 25 the future and the fact that we have great partners here

- 1 that are really trying to think through how do we make this
- 2 good for customers. How do we really create this ecosystem
- 3 where when you're refueling your zero emission vehicle you
- 4 can get some food, and you can do some other things, and
- 5 you can rest. So, this idea of like charging your vehicle
- 6 isn't the same as filling your gas vehicle. You know, it's
- 7 you've got to wait a little bit longer.
- 8 And as we try to think through the best ideas for
- 9 vehicle-grid integration it just takes a more flexible
- 10 model for refueling.
- 11 So, I'm excited about this set of investment and
- 12 really give kudos to the team and to the grantees for
- 13 applying for this and being willing to take on this
- 14 challenge of developing an entirely new system for
- 15 refueling our vehicles.
- 16 CHAIR HOCHSCHILD: Thank you, Commissioner.
- 17 Unless there are other Commissioners wishing to
- 18 comment on this, let's see, Commissioner Monahan would you
- 19 be willing to move Item 15?
- 20 COMMISSIONER MONAHAN: I move Item 15.
- 21 CHAIR HOCHSCHILD: Okay, and Commissioner
- 22 McAllister would you be willing to second?
- 23 COMMISSIONER MCALLISTER: I'll second it.
- 24 CHAIR HOCHSCHILD: All right.
- 25 Commissioner Monahan?

1	COMMISSIONER MONAHAN: Aye.
2	CHAIR HOCHSCHILD: Commissioner McAllister?
3	COMMISSIONER MCALLISTER: Aye.
4	CHAIR HOCHSCHILD: Commissioner Douglas?
5	COMMISSIONER DOUGLAS: Aye.
6	CHAIR HOCHSCHILD: And Commissioner Gunda?
7	COMMISSIONER GUNDA: Aye.
8	CHAIR HOCHSCHILD: And I vote aye as well.
9	Item 15 passes unanimously.
10	We'll go now to Item 16, the ACEE Program:
11	Advancing and Commercializing Energy Efficiency in
12	California's Industrial, Agricultural, and Water Sectors.
13	MR. LOZANO: Good afternoon Chair and
14	Commissioners. My name is Michael Lozano, with the Energy
15	Efficiency Research Office, and I am Co-Solicitation
16	Manager for this grant funding opportunity.
17	I'm here today to present the GFO titled
18	advancing and commercializing energy efficiency in
19	California's Industrial, Ag, and Water Sectors, and what
20	we're calling the ACEE program.
21	The next slide, please. This GFO has two groups,
22	dairy and dairy-related operations, and wastewater
23	treatment. The first group, California is home to 1.7
24	million dairy cows who produce the milk that is the
25	foundation of a \$6 billion dairy industry. This is also an $184$

- 1 industry that can benefit from innovative ways to keep the
- 2 cows happy to produce high quality milk, and also for
- 3 digitations of its operations to allow plant operators to
- 4 optimize process operations for energy efficiency, and
- 5 increased productivity.
- 6 For dairies, the project goals are to use
- 7 artificial intelligence and machine learning, with sensors
- 8 of hardware for low-cost, but impactful solutions for
- 9 California dairies.
- 10 Group two is wastewater treatment. On average,
- 11 California treats 4 billion gallons of wastewater per day,
- 12 with an annual energy consumption of 1,700 gigawatt hours.
- 13 Most of these facilities are reaching the end of their
- 14 design life and can benefit from technologies that can
- 15 increase capacity, reduced overall footprint, and lower
- 16 energy and operational costs.
- 17 The next slide, please. The first project is
- 18 with UC Davis, group one. As part of this project UCD
- 19 will combine an existing model of spray-cololing of cows,
- 20 but with a model on cow core body temperature and related
- 21 physiological responses, including such things as increased
- 22 respiration, sweating. And that's to get accurate real-
- 23 time cooling needs based on outdoor air temperature,
- 24 humidity, airspeed, roof temperature and climate zone.
- Overall, the new control algorithm will account

- 1 for the cow's heat gains and losses due to metabolism,
- 2 respiration, water intake, all to adjust spray cooling to
- 3 minimize heat stress while reducing electricity and water
- 4 usage. UCD will demonstrate the technology at five
- 5 dairies, three of which are listed on this slide. The
- 6 project anticipates 2 percent market adoption per year, and
- 7 by year 10 to save 50 gigawatt hours and 12 billion gallons
- 8 of water.
- 9 The next slide, please. The second project is
- 10 with the Zira Group. Zira will deploy a more advanced
- 11 version of Zira's artificial intelligence and machine
- 12 learning platform that will promote comprehensive
- 13 operational digitization, and generate insights and drive
- 14 action based primarily on data acquired from electricity
- 15 meters.
- 16 As part of this, preliminary technology will be
- 17 enhanced to include installation and monitoring of
- 18 electricity meters on such things as cooling systems,
- 19 compressed air and major pumps at the dairy processing
- 20 plants. These three areas comprise about 50 percent of
- 21 electricity usage at the sites under consideration. And
- 22 Zira will start with 5 dairies, 3 of which are already
- 23 identified, and expand to 30 total to fully train the
- 24 artificial intelligence and machine learning algorithms to
- 25 reliably perform the real-time analytics, and it will

- 1 develop9ed recommended actions on energy savings and
- 2 preventative maintenance. The goal is 1-year payback with
- 3 20 percent electricity reduction.
- 4 The next slide, please. The third project and
- 5 the final for Group 1 is with Enpowered Solutions.
- 6 Enpowered Solutions will deploy their dairy AI and machine
- 7 learning, artificial intelligence technology at 5 dairy
- 8 facilities. This platform of hardware, software and
- 9 sensors will measure and intelligently optimize the energy
- 10 used by 3 key processes within the dairy. Namely,
- 11 pasteurization, cleaning in place, and storage. These
- 12 processes consume more than 80 percent of the energy used
- 13 in a typical dairy.
- 14 The artificial intelligence component of DairyAI
- 15 will use predictive analytics to turn raw data from their
- 16 processes and control variables into actual decisions about
- 17 the operations of the plant utility systems. The goal of
- 18 this project is a 2-year payback, with 10 percent
- 19 electricity reduction.
- The next slide, please. The fourth project and
- 21 the first of Group 2, is with Caliskaner Water
- 22 Technologies. This project includes the design,
- 23 installation, demonstration, and evaluation of three
- 24 advanced primary treatment systems and three advanced
- 25 secondary treatment systems.

1 This project will conduct baseline testi	1 Thi	s proj	iect v	will	conduct	baseline	testin
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- 2 individually of the three primary treatment and the three
- 3 secondary treatment technologies, and then conduct combined
- 4 primary and secondary treatment combinations.
- 5 So, basically this is three primary treatment
- 6 technologies in parallel and in series with that will be
- 7 three secondary treatment technologies, and you can mix and
- 8 match.
- 9 This is a comprehensive project that will
- 10 showcase next gen wastewater treatment technologies, with
- 11 the three primary and three secondary treatment
- 12 technologies, and they will be evaluated individually and
- 13 in combined flow.
- 14 The wastewater community will benefit from seeing
- 15 such diverse methods and can choose the best fit for their
- 16 application. In addition, ancillary benefits include
- 17 things such as odor reduction and other quality-of-life
- 18 benefits for the surrounding communities that isn't usually
- 19 included with, you know, electricity savings and water
- 20 savings.
- 21 At 25 percent adoption of these primary and
- 22 secondary treatment processes, and 25 percent estimated
- 23 energy efficiency gain, these combined technologies are
- 24 estimated to save 125 gigawatt hours per year.
- 25 The next slide, please. The last project is with

- 1 Gate 5 Energy Partners. This project will demonstrate the
- 2 Gate 5 system, which is the modular advanced primary and
- 3 secondary treatment system that can also turn biosolids
- 4 into biofuels for on-site energy production.
- 5 We're doing a partial funding of this project
- 6 with the available solicitation funds, so we'll only be
- 7 doing the advanced primary and secondary treatment portion.
- 8 The Gate 5 system filters and diverts as much
- 9 solids as possible to reduce the energy required for
- 10 aeration during secondary treatment. And that's basically
- 11 what you see in this diagram here.
- 12 The project anticipates 60 percent reduction in
- 13 aeration energy and 25 percent increase of treatment
- 14 capacity. The work to be undertaken for this is covered in
- 15 the CEQA documents prepared by the lead agency at Santa
- 16 Margarita Water District in 2014, including a Mitigated Neg
- 17 Dec.
- 18 The next slide, please. Staff recommendation.
- 19 Staff recommends approval of all five projects in this
- 20 item, as well as staff determination that Item 16a through
- 21 16b are exempt from CEQA.
- 22 I'm going to read the next part. "With respect
- 23 to 16e, Gate 5 Energy Partners, they find that based on the
- 24 lead agency Santa Margarita Water District's December 20,
- 25 2013 Final Initial Study, as revised on February 5, 2014,

- 1 their Mitigated Neg Dec, Mitigated Monitoring and Reporting
- 2 Plan, and their Resolution No. 2014-02-02 approving and
- 3 adopting the Mitigated Neg Dec and the Mitigating
- 4 Monitoring and Reporting Plan, the proposed project
- 5 presents no significant or substantially more severe
- 6 environmental impacts beyond those already considered."
- 7 This concludes my presentation. Thank you for
- 8 your time. I am available to answer any questions.
- 9 CHAIR HOCHSCHILD: Thank you so much.
- 10 Let's go first to public comment.
- MS. GALLARDO: And this is Noemi, the Public
- 12 Advisor. Reminder to folks to use the raised hand feature
- 13 if you'd like to make a public comment. For those on the
- 14 phone that would be \*9 and then \*6 to unmute.
- 15 Chair, I do not see any hands.
- 16 CHAIR HOCHSCHILD: Okay, thank you.
- 17 Well, these look terrific. I obviously am
- 18 especially mindful of the fact that we're in drought
- 19 conditions and there's some water savings here as well. So,
- 20 really thanks to you, Michael, and the rest of the staff
- 21 for putting these projects together.
- Would welcome any comments, starting with
- 23 Commissioner McAllister on this item.
- 24 COMMISSIONER MCALLISTER: Yes, I got a nice
- 25 briefing on this and am very supportive of both of the

- 1 tranches, the dairy projects and the wastewater treatment
- 2 projects. I do think both of these items, while we're
- 3 doing a lot of them, they -- you know, particularly water,
- 4 you know, it weights a lot and it uses a huge amount of the
- 5 energy in our state. And I think there's just a lot of
- 6 potential to dig in. I'm really happy to see these
- 7 projects and this learning is really going to lead to great
- 8 things, I think, with -- there are lots of wedges of
- 9 opportunity in both of these sectors I think going forward.
- 10 So, I'm glad to see us taking advantage of that
- 11 and really moving on to these sectors that are more
- 12 difficult, but are a big part of the solution. So, I'm
- 13 happy to support this.
- 14 CHAIR HOCHSCHILD: Thank you.
- Unless there's other comments from my colleagues
- 16 -- yeah, Commissioner Monahan.
- 17 COMMISSIONER MONAHAN: Yeah, just really briefly.
- 18 I, too, got a briefing from staff, so thank you for that.
- 19 And I'm really interested in how we use our grants to
- 20 demonstrate to others in that sector how they could save
- 21 money by reducing their energy use. And so, that idea of
- 22 how we use our limited grant funds to be able to scale up
- 23 and to evaluate the migration of technologies to other
- 24 facilities is, I think, a really important one. And one
- 25 that I give, you know, credit to the EPIC program for

1	really	trvina	to	track.	well	when	we	make	these

- 2 investments, what kinds of other investments flow as a
- 3 result of them.
- 4 CHAIR HOCHSCHILD: Agreed.
- 5 Commissioner Gunda, were you going to make a --
- 6 COMMISSIONER GUNDA: Yeah, Chair, thank you.
- 7 Just quickly, I just wanted to take this opportunity to
- 8 thank the entire team for all the tranches and investment,
- 9 you know, projects that we just heard. And specifically,
- 10 thanks to Michael for the thoughtful he provided. And
- 11 thanks to all the questions and feedbacks. So, thank you
- 12 so much Michael and the team.
- 13 CHAIR HOCHSCHILD: Great. And, you know, it is
- 14 my hope going forward that we continue to focus on water.
- 15 I think we may be in for a long drought cycle. And I
- 16 visited Australia to give a talk a few years ago, and they
- 17 went through this 13-year drought that really, really
- 18 pushed hard on a bunch of different technologies and
- 19 approaches, and they've ended up with some permanent
- 20 improved practices on water. And I hope, really, in
- 21 everything we're doing that we're mindful of the new era
- 22 that we're in and continue to push on all of these water
- 23 conservation strategies, as well as energy.
- So, with that, unless there's any other comments,
- 25 I'd entertain a motion from Commissioner McAllister on Item

1	16.
2	COMMISSIONER MCALLISTER: Yes, for sure I wanted
3	to just take the opportunity to congratulate the EPIC team
4	on a huge set of projects today at the business meeting,
5	including this one. So, lots of great stuff moving
6	forward.
7	So, I will move Item 16.
8	CHAIR HOCHSCHILD: I thought you were going to
9	say it's an EPIC achievement but
10	(Laughter)
11	COMMISSIONER MCALLISTER: I knew you would.
12	CHAIR HOCHSCHILD: We're getting a little loopy
13	here after five and a half hours of the meeting. Well
14	said.
15	So, motion by Commissioner McAllister.
16	Commissioner Gunda, would you be willing to second.
17	COMMISSIONER GUNDA: I second the motion.
18	CHAIR HOCHSCHILD: All in favor say aye.
19	Commissioner McAllister?
20	COMMISSIONER MCALLISTER: Aye.
21	CHAIR HOCHSCHILD: Commissioner Gunda?
22	COMMISSIONER GUNDA: Aye.
23	CHAIR HOCHSCHILD: Commissioner Douglas?
24	COMMISSIONER DOUGLAS: Aye.
25	CHAIR HOCHSCHILD: And Commissioner Monahan?

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1	COMMISSIONER MONAHAN: Aye.
2	CHAIR HOCHSCHILD: And I vote aye as well.
3	That item passes unanimously.
4	All right, congratulations guys. Thanks
5	everybody.
6	Let's move on to Item 17, approval of the
7	Business Meeting Minutes.
8	Are there any public comments on that, Noemi?
9	MS. GALLARDO: This is Noemi, the Public Advisor.
10	I'm not seeing any hands at the moment. Let me just make
11	one more call out for that. Anyone interested in making
12	public comment on Item 17, please use the raised hand
13	feature or press *9 if you're on by phone.
14	And I do not see any hands, Chair.
15	CHAIR HOCHSCHILD: Okay. Unless there's
16	Commissioner discussion, Commissioner Douglas would you be
17	willing to move Item 17.
18	COMMISSIONER DOUGLAS: So, yes I move Item 17.
19	CHAIR HOCHSCHILD: And Commissioner Monahan,
20	would you be willing to second that.
21	COMMISSIONER MONAHAN: I second that.
22	CHAIR HOCHSCHILD: All in favor say aye.
23	Commissioner Douglas?
24	COMMISSIONER DOUGLAS: Aye.
25	CHAIR HOCHSCHILD: Commissioner Monahan?

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1	COMMISSIONER MONAHAN: Aye.
2	CHAIR HOCHSCHILD: Commissioner McAllister?
3	COMMISSIONER MCALLISTER: Aye.
4	CHAIR HOCHSCHILD: And Commissioner Gunda?
5	COMMISSIONER GUNDA: Aye.
6	CHAIR HOCHSCHILD: And I vote aye as well.
7	That passes unanimously.
8	Let's move on to Lead Commissioner or Presiding
9	Member Reports, starting with Commissioner Gunda.
10	COMMISSIONER GUNDA: Thank you, Chair. A lot of
11	things happening and I wanted to just take a moment to
12	highlight some, but maybe not all of it. But just want to
13	first of all thanking the staff in EAD, Siting, and
14	Transportation for answering a number of queries over the
15	last, you know, month trying to help support reliability
16	questions for the summer, as well as understanding the
17	drought conditions, and just kind of figuring out, you
18	know, how we're looking for the summer and how well
19	prepared we are. So, just wanted to extend my thanks to
20	all the staff in all the divisions, and the management.
21	A few high level pieces. I want to highlight
22	that I was part of the CPUC's AAPI event earlier this
23	month. You know, I wanted to thank Chair Hochschild, you
24	again for bringing the dialogue of social justice into the
25	Energy Commission and keeping it as a focus. And I'm just
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1	reallv	happy	to	see	those	discu	assions	happening	at	our

- 2 sister agencies and having the opportunity to speak to
- 3 that, and being able to be vulnerable and talk about, you
- 4 know, all the things we need to be talking about to help
- 5 address, you know, the future of our great state.
- 6 So, the second one I just wanted to highlight is
- 7 the SB 100 workshop. I'm sure Commissioner Douglas is
- 8 going to talk about it. I'm really thankful for her
- 9 leadership on kicking off this interagency work.
- 10 Specifically for me, I kind of took away a number of
- 11 opportunities for modeling that came out of that workshop
- 12 and will continue to think through, Commissioner Douglas
- 13 and I, on how best to respond to those and make it a work
- 14 plan for the CEC, and engage our sister agencies.
- We also have been talking to UC Riverside and
- 16 other educational institutions on the opportunity for them
- 17 to participate in voluntary load reduction and load
- 18 flexibility, as a part of our reliability strategy for the
- 19 state. In light of that, you know, Le-Quyen, you know is
- 20 helping pull together a roundtable where we can think
- 21 through the opportunities for educational institutions
- 22 helping us be a part of the solution for this summer and
- 23 beyond.
- I also had an opportunity to participate in a DAP
- 25 hosted natural gas discussion earlier this week, or last

- 1 week. Last week, sorry. And it really kind of informed me
- 2 that, you know, a lot of the states are kind of thinking
- 3 about the same questions and grappling with the same
- 4 issues. And it was just kind of good to have a network of
- 5 peers to think through some of the questions we're dealing
- 6 with here.
- 7 And Commissioner McAllister and I had
- 8 opportunities to talk through some gas decommissioning
- 9 tools and just appreciate the work that the state, the
- 10 IOUs, our partners in CCS, everybody's doing on moving the
- 11 state towards decarbonization goals.
- I want to just take a minute to note that I had
- 13 the opportunity of having the company of Liz Gill, in the
- 14 office of my advisor, second advisor. She started last
- 15 week. Thanks to Liz, she will make me look better than I'm
- 16 supposed to look. So, thank you, Liz. And I also have
- 17 Sudhakar Konala joining the office next week. And they
- 18 will be focusing on demand and supply sides.
- In the interim, thank you Chair for loaning Le-
- 20 Quyen and she's continuing to be fabulous. And Nina, thank
- 21 you so much for keeping us moving forward.
- With all that, you know, I'm just moving along.
- 23 There seems to be a lot of work and I just feel very
- 24 blessed to have all four of you as colleagues and mentors
- 25 to me. Thanks.

1	CHAIR	HOCHSCHILD:	Well,	thank	vou	and

- 2 congratulations to Liz and Sudhakar. And I would stress
- 3 that Le-Quyen, it is a loan. I would be helpless without
- 4 her. So, great.
- 5 Let's move on to Commissioner Douglas.
- 6 COMMISSIONER DOUGLAS: Thank you very much, Chair
- 7 Hochschild. I had, it was probably an eventful period
- 8 since the last business meeting, so I'll keep this update
- 9 brief.
- But we, you know, after years of work and a lot
- 11 of effort, we were able to participate with the Biden
- 12 administration in an announcement that really opens up
- 13 offshore wind in California on both the Central Coast, and
- 14 also the North Coast. There's going to be a quite a bit of
- 15 work now going forward to get to the next stages of that.
- 16 And in fact, we're already coming up with a plan for the
- 17 Energy Commission to help support the outreach effort by
- 18 pulling together a quick webinar, giving stakeholders a
- 19 picture of what to expect going forward, and helping tee up
- 20 a task force meeting which will follow shortly thereafter.
- 21 So, I'm excited about that. I'm very excited
- 22 about that.
- 23 And we also had -- we held our Tribal Energy
- 24 Resiliency Conference. We try to do a conference involving
- 25 California Native American Tribes just about every year to

198

- 1 every other year. And of course we didn't do it last year
- 2 because of the pandemic. This one was virtual. But the
- 3 attendance was fantastic. And we had participation from
- 4 multiple state agencies. We had federal participation. We
- 5 reached a very large number of tribes and we were really --
- 6 it was really a great event. And the Governor actually
- 7 joined us for part of the opening and joined the discussion
- 8 with the Chair. It was really fantastic and an exciting
- 9 event.
- 10 And finally, as Commissioner Gunda mentioned, we
- 11 had the inaugural SB 100 build out or implementation
- 12 workshop. And that was the culmination of a lot of agency
- 13 discussions and a lot of stakeholder meetings, where we are
- 14 really working to come to terms with what will it look like
- 15 on the ground to achieve our SB 100 goals. What do we need
- 16 to do to achieve the level of build out that we need, and
- 17 what are the choices in front of us, and the opportunities,
- 18 and the appropriate timing and sequencing of those
- 19 opportunities so that we take the steps that need to be
- 20 taken, and in a timely fashion.
- 21 It's going to be a significant effort, but I
- 22 think it's always valuable to look down the road and to
- 23 just assure that you're taking the steps you need to take
- 24 to get to the goals that you have. And we're building on a
- 25 tremendous amount of experience in this area that the

- 1 Energy Commission and our partner agencies have developed
- 2 over, really at this point, decades. But we have a lot of
- 3 work to do in this space.
- So, those are my updates. I kept it to probably
- 5 the big three. And thank you for letting me go a bit out
- 6 of order here.
- 7 CHAIR HOCHSCHILD: No, thank you Commissioner.
- 8 And also the Tribal Conference, which I had the opportunity
- 9 to join was just phenomenal. I'm so glad we do that and it
- 10 was a great chance to highlight all of the investments
- 11 we've made, including these seven tribal microgrids. And
- 12 just a magnificent thing.
- So, congratulations to you, to Tom and everyone
- 14 else who helped pull that together. And our colleague
- 15 Commissioner help at PUC. So, terrific job.
- 16 COMMISSIONER DOUGLAS: Thank you. Absolutely.
- 17 CHAIR HOCHSCHILD: Let's move on to Commissioner
- Monahan.
- 19 And Commissioner Douglas, you're excused, I know
- 20 you have to drop out a little early.
- 21 COMMISSIONER DOUGLAS: Thank you. Perfect.
- 22 CHAIR HOCHSCHILD: Thank you.
- 23 Let's move on to Commissioner Monahan.
- 24 COMMISSIONER MONAHAN: Yeah, well, I'll be brief.
- 25 A lot of my work has really focused on the Governor's

- 1 request, the May revise. And, you know, just engaging
- 2 stakeholders around support for the Governor's proposal.
- 3 And I was the representative for the CEC in front of the
- 4 Senate Budget Subcommittee on the broad suite of proposed
- 5 investments for the Energy Commission and not just
- 6 Transportation. Originally, I was tasked because we
- 7 thought the focus was going to be transportation, but then
- 8 the transportation focus there was a separate conversation
- 9 around that, and the Chair was doing things on reliability.
- 10 There was a lot of moving parts, things happening
- 11 simultaneously. So, that was a fun experience. And Tannan
- 12 (phonetic) did a bang up job on the ZEV piece of that
- 13 proposal. So, looking forward to see what happens on June
- 14 15th.
- 15 Did a number of public presentations I don't want
- 16 to go into, but there's a lot of interest in transportation
- 17 electrification, and a lot of cross-agency dialogue, and
- 18 even international dialogue with World Bank on this. So,
- 19 just interest everywhere on transportation electrification,
- 20 how do we do it right to support our clean grid goals.
- 21 I'm helping pull together the Asilomar
- 22 Transportation Conference that happens biannually with Dan
- 23 Sperling. It also is what's shaping up to be a really,
- 24 really good one this year. So much happening on the
- 25 transportation space, especially in the zero emission

- 1 vehicle arena. So, if any of you are interested, just
- 2 reach out to me around that.
- I was thinking, I was touched by what
- 4 Commissioner Gunda said about blessed to have you as
- 5 colleagues and mentors and I thought, oh, I feel the same
- 6 way. So, I think and, you know, not just -- you know, with
- 7 you all I feel that way and actually with the team, the
- 8 broader team at the CEC we just have a lot of hardworking,
- 9 dedicated people. And just appreciate learning from you,
- 10 learning from them, and this experience in general. That's
- 11 all.
- 12 CHAIR HOCHSCHILD: Well said. Well said, thank
- 13 you.
- 14 Commissioner McAllister.
- 15 COMMISSIONER MCALLISTER: All right. Well,
- 16 thanks Chair Hochschild. I'll try to be brief here. I
- 17 would be remiss without leaving -- if I did not leave with
- 18 the updates kind of to acknowledge all of the progress
- 19 that's been made on the Building Code update and all the
- 20 various pieces of that. I will not -- I'm not going to
- 21 acknowledge everybody. I'm not going to read out the list
- 22 because it was basically the whole Commission, almost.
- But we've made a lot of progress on the Part 6,
- 24 which is the mandatory Building Energy Efficiency Starts,
- 25 and the EIR that goes along with that. And then also Part

- 1 11 is moving forward, CalGREEN, the energy piece of
- 2 CalGREEN. So, all three of those really key pieces of the
- 3 Building Code update are moving forward.
- And I just have to say, you know, I mean really
- 5 amplifying what Commissioners Gunda and Monahan have said
- 6 about just the blessings we all have to be here. I mean
- 7 this is a huge village effort to impact every building that
- 8 gets built in California in a positive way.
- 9 So, and I know that our staff really internalizes
- 10 that and feels that every day when they engage on this
- 11 work.
- 12 So, thanks to all the divisions and all of the
- 13 staff that are involved in that. And we're not across the
- 14 finish line, it's all in process. But it's really looking
- 15 great and the quality of work has been excellent.
- 16 Also in the IEPR we did have a couple of -- well,
- 17 we had a workshop on building decarbonization. We also had
- 18 a building decarbonization workshop for staff to present
- 19 the AB 3232 Building Decarbonization Report. So, both of
- 20 those are really, I think seminal efforts as well, or the
- 21 3232 is a real seminal effort to push the envelope on our
- 22 planning for decarbonization, particularly of our existing
- 23 building stock.
- So, we've gotten a lot of really positive
- 25 feedback on that report and kudos to staff for that.

1	On	the	IEPR	generally,	and	including	the	building

- 2 decarb workshop we're trying to -- or I'm trying, really,
- 3 to make sure that we incorporate other state perspectives
- 4 and the national perspective. So, just any ideas that any
- 5 of you have for how to go about doing that? I mean, I know
- 6 many of you talked about that today, just how wonderful it
- 7 is to have colleagues that are looking at things from
- 8 different perspectives. And so, I want to just reiterate
- 9 we want to build -- given the fact that we have alignment
- 10 with the federal government and many states, it would be
- 11 great to just always keep that in mind about how we can
- 12 collaborate and learn from one another to meet these big
- 13 challenges.
- I wanted to just highlight the fact it's not just
- 15 in this country that people are looking at California. We
- 16 have a lot of, obviously, international work and all of us
- 17 do a fair amount of that. But just to highlight, I gave a
- 18 couple of talks to the three Yucatan States in Mexico about
- 19 electricity planning and renewables integration. And it
- 20 was sponsored by the U.S. State Department.
- 21 But in that realm and in many, many others the SB
- 22 100 work is just invaluable. It's an incredibly powerful
- 23 --
- 24 CHAIR HOCHSCHILD: Are you presenting in Spanish
- 25 when you're doing that?

1	COMMISSIONER	MCALLISTER:	Oh,	yeah.	Oh	yeah,	oh

- 2 yeah. So, those are full on Spanish. You know, it's
- 3 almost like being there.
- But people are so grateful. You know, one of
- 5 these talks was to the private sector, you know the
- 6 renewable developers, and all the third parties that want
- 7 to be engaged. And, you know, Mexico has a state-owned
- 8 electric sector. And the next was to the government
- 9 officials and some of the electric folks in that sector.
- 10 So, you know they are just thirsty to learn from
- 11 what we're doing. And this message that we have that it's
- 12 possible, you have to kind of get the antennas aligned, and
- 13 just you have anybody who's just starting this has to be a
- 14 manager of incredibly cheap renewables that, you know,
- 15 we've sort of seen the progression of. So, it's very
- 16 exciting.
- 17 And also want to just call out the EU Building
- 18 Efficiency event and thank Fritz and Alanna for all their
- 19 work putting that together. But the governments of
- 20 Belgium, and Demark, and the EU all worked together with
- 21 California to put together a really nice day of
- 22 presentations and dialogue.
- 23 And then finally, the Chile-California Council,
- 24 we're doing increasingly work there. You know, the
- 25 hemispheric twins that are Chile and California have a lot

- 1 of similar challenges. And so, it's really productive I
- 2 think to get together periodically, which we're doing
- 3 increasingly. But again, the SB 100 work is just really
- 4 great for that.
- 5 And then on the demand side, you know, all the
- 6 things we're doing with load flexibility, and building
- 7 decarb that also resonates very widely. So, the two ends
- 8 of the spectrum, you know, on the supply side and the
- 9 demand side, really the pieces are coming together and this
- 10 integration is really happening. It's exciting to see how
- 11 all these dots are being connected across the globe,
- 12 really.
- 13 And then I want to just thank Noemi, finally, for
- 14 your facilitating the discussion with the EJ community on
- 15 all the fronts, and all the issues that we deal with. Most
- 16 recently for me, building decarbonization. But I know that
- 17 you work with all the Commissioner offices on that. And
- 18 it's just invaluable to have someone kind of take the lead,
- 19 and organize, and just sort of make it happen. So, thanks
- 20 for that. Thanks to you, Noemi.
- 21 And then, I think Commissioner Gunda's going to
- 22 leave us, so thank you.
- 23 And then, also just to point out that this
- 24 meeting actually, every time we do a business meeting every
- 25 month it seems to get better, and more smooth, and the

- 1 tools get better, and just the orchestration. So, Noemi
- 2 and the team, thanks for helping that happen as well.
- 3 So, anyway, that's my comments for this month.
- 4 Thanks.
- 5 CHAIR HOCHSCHILD: Well, great. Thank you so
- 6 much, Commissioner.
- 7 And I'll be really be brief, but I'll just say,
- 8 you know, the June meeting is a (indiscernible) -- always
- 9 it's the end of the fiscal year, and it's the halfway point
- 10 of the year. And I just like to take stock a little bit.
- 11 And I just will say I am absolutely thrilled with
- 12 the progress we're making really across the board with the
- 13 Biden administration and offshore wind, the progress we've
- 14 done in Lithium Valley, getting the Lithium Valley
- 15 Commission going, making the Lithium recovery grants. And
- 16 incredible moment among transportation electrification, the
- 17 May revise budget, the executive order, the renewed focus
- 18 on that.
- 19 You know, the Energy Code has landed, I think, in
- 20 a terrific place, just incredible work by the whole
- 21 Efficiency team, Commissioner McAllister, Part 11 as well
- 22 as Part 6.
- 23 And just across the board. I mean, having EPIC
- 24 extended another ten years is amazing. This set of grants
- 25 that we're getting, you know, out the door today. And just

- 1 more generally I would say just the culture at the Energy
- 2 Commission feels like we're in a really healthy place. I
- 3 just see an incredible amount of dedication, and focus, and
- 4 collaboration, and talent across the board and it's just
- 5 amazing to see how many top shelf candidates we're getting
- 6 in for senior positions, now. People want to be a part of
- 7 this and I feel so blessed to be able to work with this
- 8 amazing team. And it's getting stronger over time, it's
- 9 very clear.
- 10 So, just real quickly, I'll be super brief here,
- 11 but I guess just two highlights. I did a hearing on
- 12 reliability before the Legislature and took a bunch of
- 13 questions, along with President Batjer, and Elliot Mainzer.
- 14 Commissioner Gunda joined me for that as well. It went
- 15 really well. We relayed a bunch of our efforts, and
- 16 strategy, and investments, and focus on supporting
- 17 reliability through the summer.
- 18 And then, also had one recently before the
- 19 Legislature on Lithium recovery, led on Assemblyman Eduardo
- 20 Garcia. And I think I'll just leave it at that.
- 21 So, let's move on to Item 19, the Executive
- 22 Director report.
- MR. BOHAN: Thank you. Good afternoon Chair and
- 24 Commissioners, I have nothing to report for June.
- 25 CHAIR HOCHSCHILD: Okay, thank you.

- 1 And Item 20, Public Advisor? Noemi, can you hear
- 2 me?
- 3 MS. GALLARDO: Hello there. Yeah, apologies for
- 4 that I was struggling.
- 5 So, just want to say I don't have a report. Just
- 6 want to say thank you, especially to Commissioner
- 7 McAllister for that acknowledgement of the work we're
- 8 putting in to do more extensive, robust collaboration with
- 9 environmental justice, and equity, and community leaders
- 10 throughout the state. And, you know, I want to thank all
- 11 of you for being willing to do that.
- 12 You know, your teams, your staff has invested a
- 13 lot of time into it, and I think it's really worthwhile,
- 14 and will deliver even better results for us.
- 15 And I also look at all of you as mentors, and
- 16 friends, and I'm grateful to be a part of this family that
- 17 we have here at the Energy Commission, so thank you so much
- 18 for that.
- 19 And to the audience, really appreciate your
- 20 participation and want to remind you to nominate leaders
- 21 for the Clean Energy Hall of Fame. This is your last
- 22 chance. The deadline is June 25th, which is fast
- 23 approaching. So, thank you.
- 24 And that's it for me.
- 25 CHAIR HOCHSCHILD: Thank you, Noemi.

- 1 All right, Item 21, public comment.
- MS. GALLARDO: Yes, so that's me again. Let me
- 3 review the instructions real quick. So, this is the period
- 4 for any person wishing to comment on information items or
- 5 reports of the meeting agenda, or any other item. Each
- 6 person has up to three minutes to comment, and comments are
- 7 limited to one representative per organization. We may
- 8 reduce the comment time, depending on the number of
- 9 commenters.
- 10 Reminder that we are now accepting public comment
- 11 through Zoom. Please use the raised hand icon to indicate
- 12 if you have comments. If you're on the phone, press \*9 to
- 13 raise your hand, and then \*6 to unmute.
- 14 After I announce that your line is open, please
- 15 spell your first and last name, state your affiliation if
- 16 you're representing an organization. Do not use the
- 17 speakerphone when talking because we won't hear you
- 18 clearly.
- 19 All right, so I will now look for hands. And we
- 20 do have one. That first person will be Matt Drinker.
- 21 Matt, reminder to please restate your name, spell it, and
- 22 indicate your affiliation if any. Your line is open, you
- 23 may begin. Matt, your line is open, you may begin.
- MR. DRINKER: Sorry, I was on mute. This is Matt
- 25 Drinker, M-A-T-T D-R-I-N-K-E-R. I'm with a company called

- 1 Aranet, A-R-A-N-E-T. We product wireless CO2 sensors and
- 2 we're used in dozens of major universities, school
- 3 districts throughout the world.
- 4 The verbiage in AB 81 prohibits wireless sensors
- 5 and we've been trying to get that changed to include our
- 6 product. We sent probably, at least half-a-dozen formal
- 7 letters to this effect and haven't heard anything back as
- 8 to yet. Curious as to know if that verbiage will be
- 9 changed in the near future.
- MS. GALLARDO: This is Noemi, the Public Advisor.
- 11 So, Matt, we do not engage in dialogue during the public
- 12 comment. This is your opportunity to use these three
- 13 minutes to speak. Do you have anything else that you want
- 14 to comment on?
- 15 MR. DRINKER: No, that's all. Like I said, you
- 16 know, we are in some of the most large and prestigious
- 17 universities all over the world, major school districts in
- 18 California. And we've had a lot of questions about if our
- 19 sensors will be applicable for this grant. We don't know
- 20 how to answer those except for the letters that we've sent
- 21 to the Commission that haven't been answered yet. And I
- 22 just wanted to state that fact. Thank you.
- MS. GALLARDO: Thank you, Matt.
- I don't see any other raised hands. Let me make
- 25 one last call. Folks on the phone, press \*9 if you'd like

1	to make a comment, *6 to unmute.
2	All right, Chair, I do not see any other hands.
3	CHAIR HOCHSCHILD: Okay, thanks. And Noemi, I'd
4	appreciate if you could follow up with that commenter
5	offline and see what the issue is.
6	I think that concludes public comment. And our
7	final item is Chief Counsel's Report. Linda.
8	MS. BARRERA: Good afternoon Chair and
9	Commissioners. I do not have a report today.
10	CHAIR HOCHSCHILD: That's very merciful of you.
11	Thanks everybody for a long day and we'll see you soon.
12	(The Business Meeting Adjourned at 3:42 p.m.)
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IN WITNESS WHEREOF,

I have hereunto set my hand this 25th day of June, 2021.

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IN WITNESS WHEREOF, I have hereunto set my hand this 25th day of June, 2021.

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