

DOCKETED	
Docket Number:	21-IEPR-06
Project Title:	Building Decarbonization and Energy Efficiency
TN #:	240146
Document Title:	Transcript - Session 1 - 8-26-21 for IEPB Commissioner Workshop on Building Decarbonization
Description:	Transcript - 8.26.21: Session 1-IEPR COMMISSIONER WORKSHOP ON BUILDING DECARBONIZATION EMBODIED CARBON AND REFRIGERANTS- Embodied Carbon
Filer:	Raquel Kravitz
Organization:	California Energy Commission
Submitter Role:	Commission Staff
Submission Date:	10/25/2021 2:01:45 PM
Docketed Date:	10/25/2021

STATE OF CALIFORNIA
CALIFORNIA ENERGY COMMISSION

In the matter of:

IEPR Commissioner Workshop on) Docket No. 21-IEPR-06
Building Decarbonization: Embodied)
Carbon and Refrigerants) RE: Building
) Decarbonization:
) Embodied Carbon and
) Refrigerants

IEPR COMMISSIONER WORKSHOP ON BUILDING DECARBONIZATION:

EMBODIED CARBON AND REFRIGERANTS

REMOTE VIA ZOOM

THURSDAY, AUGUST 26, 2021

Session 1 of 2 - Embodied Carbon, 9:30 A.M.

Reported by:
Elise Hicks

APPEARANCES

COMMISSIONERS PRESENT

Commissioner J. Andrew McAllister, 2021 IEPR Lead
Commissioner Siva Gunda, California Energy Commission
Commissioner Cliff Rechtschaffen, California Public
Utilities Commission

STAFF PRESENT

Heather Raitt, CEC
Rosemary Avalos, CEC

PRESENTERS

Rebecca Dell, ClimateWorks Foundation

PANELISTS

Harpa Birgisdottir, Danish Building
Research Institute/Aalborg University
Daniel Garza, California Department of General Services
Bruce King, Ecological Building Network
Kate Simonen, Carbon Leadership Forum and the Department of
Architecture at the University of Washington
Emi LaFountain, Turner Constructio
Henry Siegel, Siegel and Strain Architects/ AIA California

PUBLIC SPEAKERS

Scott Shell, EHDD Architects
Claire Warshaw

P R O C E E D I N G S

9:30 A.M

MS. RAITT: Good morning, everybody. Welcome to today's 2021 IEPR Commissioner Workshop on Building Decarbonization, Embodied Carbon and Refrigerants.

I'm Heather Raitt, the Program Manager for The Integrated Energy Policy Report, which we refer to as the IEPR. This workshop is being held remotely consistent with Executive Order N-08-21 to continue to help California respond to, recover from, and mitigate the impacts of the COVID-19 pandemic. The public can participate in the workshop consistent with the direction in the executive order.

Today's workshop has a morning and afternoon session with separate logins for each. To follow along, the schedule and slide decks have been docketed and are posted on the Energy Commission's website. All IEPR workshops are recorded and the recording will be linked to Energy Commission's website shortly following today, and a written transcript will be available in about a month.

Attendees have the opportunity to participate today in a few different ways. For those joining through the online Zoom platform, the Q&A feature is available for you to submit questions. You may also upvote a question submitted by someone else. Click the thumbs up icon to

1 upvote.

2 Questions with the most upvote are moved to the
3 top of the queue. We'll reserve a few minutes near the end
4 of the panel to take questions, but we'll likely not have
5 time to address all of the questions submitted.

6 Alternatively, attendees can make comments during
7 the public comment period at the end of the morning or
8 afternoon session. Please note that we will not be
9 responding to questions during the public comment period.

10 Written comments are also welcome and instructions
11 for doing so are in the workshop notice, and written
12 comments are due on September 9th.

13 With that, I'm pleased to turn it over to
14 Commissioner Andrew McAllister, Lead Commissioner for the
15 2021 Integrated Energy Policy Report. Go ahead,
16 Commissioner. Thank you.

17 COMMISSIONER MCALLISTER: Great. Thank you so
18 much, Heather. So, my name is Andrew McAllister. I'm the
19 Lead Commissioner on this year's Integrated Energy Policy
20 Report as well as a lead commissioner on energy efficiency
21 and our buildings related activities generally at the
22 commission.

23 I'm pleased to be joined on the dais today by
24 Commissioner Siva Gunda, who leads our work on forecasting
25 and reliability, which obviously in this day and age is

1 front and center in everyone's mind, certainly in the
2 regulatory community and the power sector as we traverse a
3 very difficult summer with fires and heat waves, and really
4 squarely within the new normal of the context of
5 confronting -- not only avoiding future climate change, but
6 actually dealing with it today in real time.

7 And so, the level of urgency overall for these
8 conversations is rising. And we all believe will continue
9 to do so for the foreseeable future.

10 So, there's particular urgency around our policy
11 work to really engage on these issues directly and quickly.
12 In this year's Integrated Energy Policy Report with both
13 the reliability track and the building decarbonization
14 track of which this workshop today is a part.

15 I want to thank Heather and the team, the IEPR
16 team, as well as our division staff from the Efficiency
17 Division who is in charge of our buildings-related work.
18 That includes Building Standards and Appliance Efficiency
19 Standards in both new and existing buildings among other
20 topics.

21 And our team in the buildings work, Kristy Chew is
22 organizing and doing a fantastic job, putting these
23 workshops together over the course of the IEPR. And Jen
24 Nelson, who leads our Existing Buildings Office, Mike Sokol
25 and Christine Collopy who lead the division itself, and all

1 the teams who are working so hard behind the scenes.

2 Our workshops come off looking like they're kind
3 of easy going and seamless, but that reflects a huge amount
4 of work in coordination behind the scenes. And I just want
5 to acknowledge that.

6 I want to thank everyone for tuning in and
7 listening. There will be a record online. So, those who
8 aren't able to make it can listen in. And obviously, look
9 at all the materials submitted in the docket. We encourage
10 written comments to come in on these issues.

11 So, embodied carbon, this morning -- this morning
12 was all about embodied carbon. The afternoon will be about
13 refrigerants. And both are topics that the commission is
14 relatively newly engaging with. I mean, we've been aware
15 of these issues over decades, really, but certainly, over
16 the last few years as emerging issues in the climate sphere
17 around buildings.

18 And we've been getting a lot of stakeholder
19 suggestion that we engage on embodied carbon and it
20 certainly is related, you know, the context is around the
21 Building Code. And so, as we get a handle on the
22 operational impacts of new buildings and existing buildings
23 both, particularly in the new construction arena, the
24 embodied carbon and the materials themselves and the
25 construction process become more and more important

1 relatively as part of the overall carbon footprint of
2 buildings.

3 And so, we're talking cement, steel, dry wall,
4 glass, all the different materials that go into buildings
5 and the embodied carbon along the whole supply chain to get
6 them on onsite and into a building. And so, this is a
7 global issue. It's not just California, and there are, I
8 think, very smart people thinking about this across the
9 globe. And we will hear from many of them in our panel
10 here presently.

11 This is entering the political realm too, as the
12 Biden administration is even thinking of putting in place
13 the system to express, in economic terms, the embodied
14 carbon in building materials and imported goods from other
15 countries. And so, I think this is only going to become
16 more front and center.

17 Now, it's likely that there are other agencies.
18 We have DGS on the panel here today, but there are probably
19 a variety of agencies in the state that will be wrestling
20 with this issue. And also, that have some authority that
21 affects embodied carbon.

22 So, the commission obviously needs to be engaged
23 in that, but the Air Resources Board and other agencies, I
24 think will also have keen interest in leadership positions
25 on various aspects of this topic.

1 So, what we're doing here today is kind of level-
2 setting, starting to build a record on this, and engage,
3 try to understand how the Commission can be helpful in this
4 discussion and guide California forward, as we have a goal
5 to decarbonize our entire economy by 2045. So, this
6 obviously is a core part of that. So, it's very important
7 in that respect as well.

8 So, with that, I will ask my fellow commissioner,
9 Commissioner Gunda, would you like to take a mic and make
10 some opening comments?

11 COMMISSIONER GUNDA: Yeah, thank you, Commissioner
12 McAllister. As usual, I always love the workshops that you
13 kind of lead and conceive of. I think they're just really
14 rooted in kind of the idea around ideating and developing
15 the record and really thinking through systems approach.
16 So, really appreciate your leadership on this topic as
17 well.

18 And as you mentioned, this is a relatively new
19 topic for CEC, and I think it's very new for me. So, I'm
20 really excited to take the time today to learn from so many
21 of the experts that we're going to have on the panel, and
22 have this dialogue today.

23 I think in terms of importance that you already
24 raised, a couple of stats that I heard in preparation for
25 this, is that about 28% of the total lifecycle emissions

1 from buildings today are coming from embodied carbon. And
2 there's also another stat, which was really impressive to
3 me that 8 to 11% of global GHG emissions, depending on what
4 source we use, could be embodied carbon, which is a pretty
5 massive stat.

6 So, as you mentioned, as we move towards the kind
7 of carbon neutrality efforts of the state, I think it's
8 really essential that we think through this. I'm actually
9 going to take a cue from your typical remarks, which is
10 that we are approaching more and more the integrated nature
11 of our systems thinking and it's essential that we think
12 about this in an integrated approach.

13 We have continued to move, especially from a
14 building standpoint, and are purely thinking about energy
15 efficiency and carbon neutrality. Now, we're talking about
16 decarbonizing buildings. But like really moving into the
17 realm of how do we make buildings a way to really think
18 about all touch points of policy to decarbonize the
19 essential points of contact.

20 So, I think the treatment of buildings in this
21 system of like thinking about decarbonization really
22 provides an opportunity for us to think of it more
23 comprehensively and from a policy point, it's really
24 important we try the decarbonization strategies for
25 multiple fronts.

1 And I think this conversation would really push
2 those conversations forward and put the necessary fire
3 under a few pathways that we might not be thinking on a
4 regular basis.

5 And so, I finally want to thank my advisor,
6 Sudhakar Konala for leading the demand side efforts in our
7 office, really helping me prep for this workshop. So, with
8 that, I'm really forward to it. Thank you to all the
9 stakeholders for being here and for the excellent panelists
10 and speakers lined up. And thanks, as always to have
11 Heather and her team for pulling this together.

12 Right back to you, Commissioner.

13 COMMISSIONER MCALLISTER: Thank you very much
14 Commissioner Gunda, and you always have wonderful comments.
15 I really appreciate that and keeping things grounded. So,
16 thank you for that.

17 And lifecycle assessment has been with us for a
18 while, but at the policy realm and really linking it to the
19 project level is where there hasn't been sort of that
20 logical next step.

21 And so, I think there's a lot of potential to
22 align incentives in the same way we do with the energy
23 efficiency piece in the buildings through the Building
24 Code, but align incentives. And it's reflective in the
25 fact that we have ... a lot of the stakeholders who have been

1 telling us that we should engage with this have been
2 architects. Because I think in part, their clients are
3 telling them they want to decrease the carbon footprint of
4 their construction projects.

5 But they are the front lines in the same way that
6 maybe a contractor, a builder are the front lines in sort
7 of the production build environment. Well, architects play
8 a key role in that and certainly, across the board in all
9 construction projects.

10 And so, I think that's reflected in our first
11 panel where we have a heavy presence of architects and they
12 really are in a position to influence purchasing
13 procurement, make recommendations to their clients about
14 how they do things. And so, we'll hear ... I won't get ahead
15 of it.

16 But I want to first just thank all of our
17 panelists this morning, but in particular, Rebecca Dell,
18 who is a really acknowledged leader in this realm of
19 Embodied Carbon and certainly has done a lot of
20 groundbreaking work to assess it from a technical and a
21 policy level.

22 So, really, your leadership on this Rebecca, has
23 been tremendous. And I guess, I don't want to cut you out
24 Heather, so I'm going to pass it back to you so you can
25 introduce Rebecca.

1 MS. RAITT: Great. Thank you. So, yeah, we're
2 excited to have Rebecca here.

3 So, Rebecca Dell directs the industry program for
4 the ClimateWorks Foundation. And previously, she worked at
5 the U.S. Department of Energy in the Obama administration,
6 where she coordinated implementation of President Obama's
7 Climate Action Plan, and was lead analyst and author of the
8 U.S. Quadrennial Energy Review.

9 Before her federal service, Rebecca was a
10 scientist at the Scripps Institution of Oceanography,
11 studying the interaction between the ocean and land-based
12 ice sheets, and Rebecca has a Ph.D. in climate science from
13 MIT.

14 So, thank you so much for being here, Rebecca, go
15 ahead.

16 MS. DELL: Thank you very much for that lovely
17 introduction and for those very helpful comments
18 Commissioner McAllister and Commissioner Gunda.

19 I'm not going to use any slides for my
20 presentation. We're going to have an opportunity to see a
21 lot of ... yeah, so that's great. We'll take the slides
22 down.

23 So, I'm really excited that the Energy Commission
24 is engaging with this extremely important topic. And we
25 have a very rich panel of experts who are going to dive

1 into a lot of the details of both the technical and policy
2 aspects of this.

3 So, I thought I would maybe start the morning with
4 a story, and this is a story that will likely be very
5 familiar to many people who are attending this workshop.

6 It's a story about a guy named Art. And Art was
7 minding his own business about a half a century ago, when
8 he happened to realize that for many important home
9 appliances like refrigerators and other pieces of
10 equipment, there was about a factor of four difference
11 between the most energy efficient and the least energy
12 efficient models that were available on the market. And
13 that energy performance was completely uncorrelated with
14 the price of the equipment.

15 And so, of course, he immediately realized that
16 there were just vast quantities of energy being wasted as a
17 result of this. But he, I think, realized two things that
18 were even more important than the fact that we were wasting
19 energy.

20 The first is that the cost of this wasted energy
21 was not just in megajoules or in dollars, that as the
22 population and the economy of California grew, if we
23 continue to use energy in this incredibly profligate
24 manner, we would have to transform many of our landscapes.
25 We'd have to fill our coasts with giant power plants in

1 order to meet the growing demand. And we would do enormous
2 damage to California's environment.

3 And the second thing that he realized was that
4 this profligacy in our energy consumption was because we
5 weren't measuring energy performance, and so, we couldn't
6 manage for it. And what that meant was that there in fact
7 were lots of low cost and even no cost opportunities to
8 dramatically improve our both energy and environmental
9 outcomes.

10 And the activism that Art Rosenfeld launched into
11 as a result of this realization was instrumental in getting
12 the California Energy Commission founded. And as a
13 consequence, now, decades later, California's population
14 has increased enormously. The size of our economy has
15 increased enormously. Our energy consumption has not. So,
16 this is a story about which the California Energy
17 Commission can be justly very proud.

18 But what if I told you that Art and the
19 inheritance of his project had missed half the problem? And
20 Art and his inheritors have focused exclusively on the
21 operational energy and the environmental impacts of that
22 operational energy for buildings and equipment around
23 California, but have not looked at all at the impacts of
24 the embodied emissions.

25 Which is to say the energy consumed, the

1 environmental damage created by making the physical
2 building materials, equipment, and other pieces of our
3 built environment. So, in exactly the same way that back
4 in the seventies, there was this profligate use of energy
5 from a failure to measure and manage that yielded lots of
6 low-cost opportunities for improvement in the same way.

7 Since we have not been measuring, since we have
8 not been managing for the embodied emissions since then, we
9 are both creating a lot of waste and also, faced with a lot
10 of opportunities for low or zero-cost interventions that
11 can significantly improve the situation.

12 So, as I said, my distinguished fellow panelists
13 are going to dive into a lot more detail around the
14 technical, financial, and policy aspects of embodied
15 emissions. And so, in the remainder of my talk, I'm just
16 going to try and answer three simple questions that I hope
17 will help us frame this discussion and our thinking on the
18 subject going forward.

19 First, what is embodied carbon? Second, why is it
20 so important that we regulate it? And third, what are the
21 considerations and opportunities around this that are
22 specific to California? What can California bring to the
23 table? What does California need to account for that other
24 places might not?

25 So, first, what is embodied carbon?

1 In short, it is the greenhouse gas emissions from
2 the full supply chain of a building or structure. So, that
3 is the extraction, the manufacturing, installation,
4 maintenance, all of that, for the materials. In its
5 fullest form, it also includes the greenhouse gas emissions
6 that are associated with the disposal of materials at the
7 end of the life of the building or the structure.

8 So, as you can probably imagine, these emissions
9 are really front-loaded. Most of these emissions are
10 associated with making the building in the first place.
11 And that's really important for the climate because a ton
12 of CO2 emitted today is a lot worse than a ton of CO2
13 emitted 20 years from today. Because what we care about is
14 the cumulative emissions, and we want to keep those as low
15 as possible for as long as possible.

16 But it's not exclusively associated with the
17 initial construction of the building. Routine maintenance,
18 replacing components, retrofits, renovations, all of these
19 things can generate more embodied carbon over the course of
20 the building's use.

21 There are kind of two basic ways that we
22 frequently talk about it. One is at the level of an entire
23 building or an entire structure, and the other, is at the
24 level of a particular material. So, we can say, what is
25 the embodied carbon in kilograms of CO2 per kilogram of

1 material for reinforced concrete or structural steel or
2 plate glass, or insulation?

3 We can also say, what is the total embodied carbon
4 for the entire structure? And depending on how we measure
5 it, we're going to be focusing our attention on different
6 types of intervention. At the material level, measurement
7 and regulation there is really going to incentivize better
8 manufacturing practices.

9 So, if you have two cement kilns and one of them
10 uses conventional production, the other one has carbon
11 capture and storage and is able to reduce its emissions to
12 the atmosphere by 80%, a material level standard is going
13 to point you in the direction of cement kiln number two.

14 However, it's not going to get you to ask a
15 question like, could we maybe use timber instead of cement
16 in this context? Those types of questions are associated
17 with the whole building level.

18 As you might imagine, the embodied carbon
19 associated with buildings varies enormously based on
20 building type and location. Because of this, the range of
21 estimates that you that have been done for what is the
22 total embodied carbon compared to the greenhouse gas
23 emissions associated with operations of buildings.

24 Several very prestigious and high-profile
25 organizations have done these estimates and they've come up

1 with pretty different numbers. Commissioner Gunda
2 mentioned one of them. He said 28%. Other estimates have
3 found that it's as sort of as low as a quarter and as high
4 as a half, depending on kind of how you count it. So,
5 that's basically what embodied emissions are.

6 My second question. Why is it so important that
7 we regulate them?

8 Well, the short answer is that there are so many
9 greenhouse gas emissions associated with building
10 materials. The International Energy Agency has estimated
11 that actually it's about 11% of global CO2 emissions that
12 come from manufacturing, building materials, and
13 construction activities around the world.

14 And that's dominated by a small number of
15 structural materials, particularly steel and cement. But
16 actually, the situation here in California, for reasons
17 I'll talk about in the final section of my talk -- mean
18 that the ratio of embodied emissions to operational
19 emissions in California is much higher than the global
20 average. It's closer to a half here than to a quarter and
21 that's over a 50-year ... usually depends on the estimate of
22 like 40 to 60 years. But usually about a 50-year assumed
23 lifetime for a building.

24 The other thing is that it's not just greenhouse
25 gases, there are also other important environmental

1 consequences that are associated with manufacturing
2 building materials. And that can be ameliorated at the
3 same time that we're reducing greenhouse gas emissions
4 using many of the same techniques.

5 These are things like air pollution, particularly
6 these industries often have high SOx emissions, so
7 contributing to acid rain and many health impacts. Water
8 consumption, a particular importance in a semi-arid climate
9 like California.

10 And of course, all of these environmental impacts
11 tend to fall most with the heaviest burden on communities
12 of color, low-income communities, and other previously
13 disadvantaged communities. So, it's very important that we
14 start measuring and managing the embodied emissions in our
15 buildings.

16 So, what does California bring to this and why is
17 it particularly important in California?

18 Well, first as I said, this is an opportunity for
19 the California Energy Commission to double the impact of
20 its building energy codes. The reason why the embodied
21 emissions are so much more important here in California
22 than in many other jurisdictions, there's three reasons.

23 The first is that California has a relatively mild
24 climate. So, we just don't need as much energy for heating
25 and cooling as many other parts of the world.

1 The second is that we have a relatively clean
2 electricity grid. So, one unit of electricity is
3 associated with fewer greenhouse gas emissions than in most
4 places.

5 And the third, is that we already have quite an
6 energy efficient stock of buildings compared to a lot of
7 places, very much because of the good work of the
8 California Energy Commission over the last several decades.

9 So, all of those things are driving down our
10 operational energy and greenhouse gas emissions, which
11 means that the embodied emissions are even more important
12 here in California than in other places. So, you have an
13 opportunity, as I said, to double your impact.

14 Next, this is essential if we want to meet our
15 climate goals and maintain our global climate leadership.
16 So far, the building materials industry, like many other
17 industries in California have been our primary policy
18 instrument for reducing emissions associated with them, has
19 been the cap-and-trade system. This has not proven to be a
20 strong incentive; very little progress has been made.

21 And in some way, that's not surprising because as
22 of right now, it's very, very hard to find somebody who
23 will be willing to pay you more for low GHG building
24 materials than for conventionally-produced high GHG
25 building materials. We need to create structures and

1 incentives that make that differentiation.

2 And we can do that through a lot of the same tools
3 that the Energy Commission is already using. Building
4 codes, standards, reach codes and other types of regulatory
5 interventions.

6 A couple of other reasons why this is particularly
7 important in California. One is that many people are
8 surprised to learn that we still have coal-burning
9 facilities here in California. We do, we've got eight of
10 them. They're all cement kilns. These are the only
11 facilities left in California that still burn coal as their
12 primary source of fuel.

13 And associated with that are, compared to other
14 types of facilities, quite shockingly high emissions of
15 conventional air pollutants, like SOx and PM2.5. And so,
16 we need to address those issues as these facilities are
17 some of the leading offenders in the state in terms of
18 these emissions.

19 Second, is that there are some opportunities here
20 in California to deal with critical other issues at the
21 same time, particularly fire and forest protection.
22 Timber, including engineered wood products and mass timber
23 are potentially a great way to reduce embodied carbon if we
24 can use them instead of high emissions materials like steel
25 and concrete.

1 And expanding mass timber industry here in
2 California will contribute to our manufacturing leadership
3 and will allow us to address the primary threats to the
4 conservation of our forest landscapes, which are fire and
5 development. Both of those, we can ameliorate through mass
6 timber.

7 And so, there are an enormous number of both
8 benefits and opportunities for the state of California,
9 specifically, in taking a leadership role on embodied
10 emissions.

11 I am really looking forward to today's panel, and
12 I will just leave you with one final thought, which is
13 would you write an efficiency code that only requires half
14 a building to be insulated? If not, maybe we shouldn't be
15 writing Building Codes that only address half of the
16 problem of energy consumption and environmental impact.

17 Thank you very much. And I look forward to the
18 discussion.

19 MS. RAITT: Commissioners, do you have any
20 questions or comments for Rebecca?

21 COMMISSIONER MCALLISTER: So, well, I would just
22 thank you for that great really sort of fairly in depth
23 framing of this question and your challenge to us to figure
24 out how we could systematize, inclusion of this in a
25 Building Code, an element of the Building Code.

1 I think we probably need sensitivity as to how we
2 would actually do that. And so, we're going to lay the
3 foundation for that discussion today and move forward. So,
4 I'm excited about this opportunity to get a handle on this
5 big source of emissions and diffuse source of emissions.

6 So, with that, I think I guess, Heather, do you
7 want to introduce each speaker or Rebecca, are you going to
8 do that?

9 MS. RAITT: I think Rebecca is going to do that
10 part. Go ahead, Rebecca.

11 COMMISSIONER MCALLISTER: So, I don't have any
12 questions. I mean, maybe my question implicitly to all of
13 the speakers is sort of what models might we look to, to
14 actually do the accounting and sort of put some rigor on
15 this to make sure that okay, well, there are systems by
16 which cement and different building materials, steel, can
17 be rated by carbon content and sort of how can we be fairly
18 rigorous and make it accountable if we were to put in a
19 place analogous, put in a system analogous to the Building
20 Code which does require transparency and rigor in terms of
21 compliance?

22 So, just functionally, how might that work in the
23 California context? It would be my kind of general question
24 for you, Rebecca, and for all of the panelists here as we
25 go forward.

1 Commissioner Gunda, do you want to ask any
2 questions?

3 COMMISSIONER GUNDA: Yeah, Commissioner
4 McAllister, I think I also want to acknowledge as Rebecca
5 stated, I think that is incredibly helpful framing of the
6 problem and kind of putting like an aspirational target on
7 what we should be trying to achieve.

8 And I think as we go through this panel, it can be
9 really helpful to hear the market-based model-based models,
10 inventory-based models, and any local community-based
11 models that are really trying to tackle this today, and
12 anything that we could learn from that, that would be
13 really helpful to hear as we go through this discussion.

14 I think I'm just trying to contextualize the
15 magnitude of the problem, Commissioner McAllister, as you
16 mentioned, it seems to be ... it's both complex, I think,
17 from a policy angle perspective on how to do this, but how
18 do we go about it, I think is still - that's something I'm
19 trying to grapple with. So, it would be really helpful is
20 this discussion can shed some light on that. Thank you.
21 Thanks Rebecca really, for framing this.

22 COMMISSIONER MCALLISTER: Great. So, I think with
23 that, we can move forward with the panel. So, thanks
24 Rebecca, again.

25 MS. DELL: Thank you, commissioners. And as I

1 said, we have a really great panel lined up. And so, I'm
2 going to start by introducing our first speaker who is
3 Harper Birgisdottir, who is a professor at the Department
4 of The Built Environment at Aalborg University in Denmark.

5 She is the Head of the Sustainability of Buildings
6 Research Group, and is also affiliated with the Danish
7 Buildings Research Institute. And she's going to tell us a
8 little bit more about the Danish experience in assessing
9 and regulating embodied emissions.

10 MS. BIRGISDOTTIR: Yeah. Thank you very much for
11 the invitation to participate today. So, yeah, I think I
12 have been very well introduced, so I will just go straight
13 forward ... just before we go, I am working at the, like you
14 said, at Danish Buildings Research Institute at the Aalborg
15 University but we perform a lot of research on the behalf
16 of the Building Authority.

17 So, a lot of the research we do is like
18 commissioned by the Building Authorities. And that will be
19 a lot of what I will present today.

20 So, perhaps we go to the next slide.

21 So, I guess it's small, but if you look at the
22 left-hand side, the slide there, the figure there, this is
23 the requirements and the Building Code on operational
24 energy for the past 60 years in Denmark. So, there has
25 been a lot of focus on strengthening the operational energy

1 requirements in the Building Code, and with also good
2 results.

3 This is, of course, these are the requirements.
4 When you see them starting using the buildings, of course,
5 the result can be different. People are using more energy
6 and so on, but there has been a lot of focus on reducing
7 the operational energy.

8 And that moves us to the right-hand side, that now
9 the focus is moving on the whole lifecycle of a building,
10 which Rebecca so well described earlier that we are looking
11 into the whole lifecycle, looking into the production of
12 the materials on the building side, on the use of a
13 building for a given period.

14 So, we often work with a reference study period of
15 50 years. We hope in Denmark that the buildings will have
16 a lifetime that is much longer, but we calculate now for 50
17 years. And then we also look into the end of life of the
18 materials and hopefully, as much as possible is reused or
19 recycled.

20 So, if you go to the next slide.

21 Then there has been like this 10 years
22 concentrated focus on LCA on buildings in Denmark. In
23 2011, Green Building Council Denmark was established and
24 they decided to work with the German certification system,
25 DGNB. It's similar to LEED, but what is special about DGNB

1 is that you are supposed to do a full LCA of the building
2 for certification.

3 So, that is where we started working with LCA on
4 buildings and develop tools for this. What happened in
5 2014, the governmental side, there was this political
6 strategy on buildings where they first mentioned this
7 vision for a voluntary system of building class in the
8 Building Code.

9 And because of that, they started also the
10 development of different things. For example, the National
11 LCA Tools for Buildings called LCAbyg, which we have
12 developed and built, and also several analyses and
13 publications to help to introduce this subject to the
14 building sector.

15 In 2020, the final of the Voluntary Sustainability
16 Code of the class was launched. So, this is like
17 voluntary, but related to the building regulation. And
18 now, this year, the Danish government had this National
19 strategy for sustainable construction. And here there is a
20 requirement on the whole life carbon of a building. And I
21 will explain that a bit later.

22 So, if we go to the next slide.

23 So, in relation to this, as I told you, we do a
24 lot of research on behalf of the authorities, the building
25 authorities. And in 2020, we published a report in Danish.

1 And we have an English version published this year, but
2 it's the same study.

3 Where we did this whole life carbon assessment of
4 60 building cases. And the purpose of this study was to
5 establish the sufficient data background on the climate in
6 part of buildings in Denmark over the lifecycle.

7 I, of course, understand if you question yourself,
8 60 buildings, is that sufficient? But that is at least a
9 big study compared to Denmark. And we are constantly
10 working on increasing this data analysis now.

11 But from this study, to look into, if you could
12 possibly develop some reference values based on this study,
13 and they are linked to this report here.

14 And if you go to the next slide.

15 And directly to the results of the 60 buildings.
16 So, here you see red and blue. We calculate the building
17 whole lifecycle as we described earlier. And I know I
18 cannot go into any details about this, but it is the whole
19 life of a building for 50 years, including the construction
20 of the materials and also, replacement of materials and end
21 of life of those for 50 years.

22 And as you can see, the blue part of the results
23 are the embodied carbon emissions, and the red ones are the
24 operational energy, the carbon emissions related to
25 operational energy for 50 years based on the requirements

1 as I showed you earlier for the building regulation.

2 We know that the consumption in the building can
3 be larger, but this is what is included in the building
4 regulation. But you can see here in Denmark, that the
5 embodied part is quite large and more than 50%.

6 And if you go to the next slide.

7 Then I have one example of an office building.
8 And this is based on 80 years reference study period,
9 because we calculated both in the report, but it's very
10 similar, the results.

11 What we can see ... there are many different lessons
12 learned from this study. But what we can see on the first
13 one is that the embodied carbon is important for the
14 results, the size of it is important in Danish conditions.

15 So, you can see that it's like 70% here in this
16 case. And on the right-hand side and I know it's small for
17 you to see, but the timing of the emissions is also very,
18 very important. And Rebecca was into that earlier.

19 So, maybe it's complicated, but you see the Y
20 axis, this is the emissions of carbon and it's small, but
21 the blue is still the embodied ... and you can see, of
22 course, we are building the building construction phase and
23 so on. We emit 300 kilograms of CO2 per square meter.

24 And then because we are looking into replacements
25 of materials and maintenance and so on, it will end up in

1 like 450 or something here.

2 The red one has a different shape and it's much
3 lower. And that is because we also calculate in Denmark,
4 the last part of the energy is from renewable energy, not
5 all of it.

6 But also, we are taking into account the political
7 agreements on how they're going to work with the renewable
8 energy for the operational energy. So, that is calculated
9 and included in our calculations. So, these two lessons
10 learned here is the importance and the timing of the
11 emissions.

12 So, we go to the next slide.

13 So, these are again, the 60 building cases. And
14 from that, we could come with some kind of, giving some
15 statistical values of mean value and upper and lower
16 quartile. Our goal was not to decide how ... or come to
17 suggestions for like how ambitious should the targets be.

18 Our role was to calculate this and to show where
19 is the mean value, where are highest buildings and that are
20 the lowest building, and then the politicians and other
21 people role to decide on the efficiency level. So, these
22 are parts of our results. Here, embodied and operational
23 energy, carbon is added together.

24 So, if you go to the next slide.

25 Then there was this governmental climate

1 partnerships. So, a group of stakeholders from the
2 industry, they got the role from the government to suggest
3 the government some ... their suggestions or recommendations
4 for how to go forward in the building sector.

5 And related to embodied carbon and LCA, they came
6 with those suggestions based on the results of our study,
7 that there should be a requirement on the whole life carbon
8 of the building in the building regulation and here for all
9 buildings, new buildings of 12kg CO2 per square meter per
10 year.

11 And they should also know how will it be in the
12 future. So, it should show in which future we are going
13 into, so in 10 years or in 2030, it should be 6kg CO2. But
14 we should also have this stricter requirements in a
15 Voluntary Sustainability Class, which is then of 8.5 and
16 then going lower in 2030. So, giving some incentives to go
17 further.

18 So, if you go to the next slide.

19 It ended up that in March this year, there was
20 this regulation where now CO2 emissions are a part of the
21 regulation. And I think it's better if I show it on the
22 next slide, how it looks like.

23 So, they have still this requirement in 2023. From
24 2023, all buildings larger than 1,000 square meter have to
25 meet this limit of 12kg of CO2. And then we have the

1 voluntary CO2 class of 8kgs. And then every second year,
2 the requirements will be stricter as I showed on previous
3 slide.

4 And because I have very little time, I will go to
5 the next slide.

6 And just to show you where it is. So, the
7 ambitious levels is like we have to include LCA and
8 requirements on all new buildings. So, that is a huge
9 step. And that is the requirements from '23. So, maybe
10 it's in the higher end of our results, but the voluntary
11 class is then like trying to give incentives for the
12 stricter regulations and so on.

13 So, it's just to see where it is compared to our
14 results. And I think it's the last slide we have there.

15 Next one is that there is a lot of work going on
16 now by the Danish Housing and Planning Authority. And a
17 lot of this work is going on within my research group where
18 we are working on further developing the tool, further
19 developing the data available, further developing --
20 conducting this analysis on much larger scale of buildings.

21 So, preparing for '23 when this will be a
22 requirement in the Building Code. So, thank you.

23 MS. DELL: Alright. Thank you so much for your
24 comments, Harpa. That was a really informative discussion.

25 Next, we're going to hear from Daniel Garza, who

1 is a Senior Procurement Engineer at the California State
2 Department of General Services, and he is working on the
3 Buy Clean California Act, which is a really exciting and
4 innovative program for establishing limits on embodied
5 carbon emissions and construction materials specifically
6 that are procured by the State of California for public
7 construction projects.

8 So, Daniel, please take it away.

9 MR. GARZA: Thank you, Rebecca. Hi, as Rebecca
10 mentioned, my name is Daniel Garza and I'm one of the co-
11 leads for implementing the Buy Clean California Act here in
12 the Department General Services.

13 Can I have the next slide please?

14 So, today's presentation is just going to be a
15 brief overview of our program, what entails, to who it
16 applies? What does it apply to, how is it going to be
17 applied and when is it going to apply?

18 Next slide, please.

19 So, the Buy Clean California Act as you can see,
20 states that the Department of General Services is required
21 to establish and publish maximum acceptable Global Warming
22 Potential limits for select construction materials.

23 This is just to target carbon emissions associated
24 with production of structural steel, concrete reinforcing
25 steel, flat glass, and mineral wallboard insulation. These

1 materials must have a Global Warming Potential that does
2 not exceed the limit that will be set by DGS, by our
3 program.

4 Next slide, please.

5 So, the legislation identifies the awarding
6 agencies or awarding authorities as the following agencies.
7 So, for this particular roll out of the program, these are
8 the state agencies that are subject to Buy Clean California
9 Act.

10 Within our department, we have the Real Estate
11 Services Division, Caltrans, Department of Transportation,
12 Department of Water Resources, Department of Parks and Rec,
13 Department of Corrections and Rehabilitation, the
14 University of California system, the California State
15 University system and the Military Department. So, these
16 agencies are subject to the Buy Clean California Act for
17 their construction projects.

18 Next slide, please.

19 So, the legislation identified the following
20 eligible materials. It identified structural steel. The
21 staff that was assigned to structural steel have further
22 defined this into the three subcategories; hot-rolled
23 sections, hollow structural sections, and plate. This was
24 due to just the fact that structural steel in of itself can
25 entail a wide variety of materials.

1 So, we felt it was prudent to kind of limit the
2 initial rollout to sections or to materials that could be
3 identified readily. So, we have three sublimits that will
4 be established for structural steel.

5 And then we have rebar and mineral wallboard
6 insulation, and flat glass. And again, these are all
7 identified by the legislation as the eligible materials
8 under the Buy Clean California Act.

9 Next slide, please.

10 So, what we'll be doing is establishing the Global
11 Warming Potential limits for the eligible materials. And
12 we'll be posting them on our Buy Clean California webpage,
13 and here's the link to the webpage.

14 And on our webpage, we have the latest information
15 related to the Buy Clean California Act. So, if you're
16 interested in delving further into the work that we've
17 done, you can go to this web page and we've posted the
18 information that we developed as we've worked on this
19 program.

20 Next slide, please.

21 So, the implementation of it is centered on
22 Environmental Product Declarations. The legislation
23 specifically targets Environmental Product Declarations.
24 So, what it requires is the Global Warming Potential that's
25 identified in the Environmental Product Declarations is a

1 number that we will be using.

2 So, projects that come under contract after for
3 July 1st of next year, 2022, are subject to the Buy Clean
4 California Act. There's some exemptions allowed under the
5 Buy Clean California Act. So, for instance, if applying
6 the Buy Clean California Act to a project, results in the
7 sole source situation, the awarding authority or the
8 awarding agency can claim an exemption to the Buy Clean
9 California Act.

10 As well as if it's additional project cost or
11 maintenances of project time by applying it, they can
12 exempt the project. It also allows for the awarding
13 authorities to develop specific other situations that they
14 can exempt from this program.

15 For instance, if the projects are maybe repair
16 projects that are very small, the awarding authority can
17 exempt that from the Buy Clean California requirements, but
18 they must post on the website what their exemptions are so
19 everybody knows in what situations they're going to exempt
20 projects from the Buy Clean California Act.

21 So, we are responsible for setting the initial
22 maximum Global Warming Potential limits for the eligible
23 materials, but how this program is rolled out is up to each
24 of the awarding authorities. Each of the awarding
25 authorities has their own procurement process, their own

1 solicitation process. So, they're the ones that will be
2 developing the specifics of the Buy Clean California Act
3 into their procurement process.

4 We'll provide a framework because one of the items
5 that industry has asked us for is if the Buy Clean
6 California Act could be implemented in a similar fashion
7 throughout all the awarding authorities. We realized that
8 each awarding authority or awarding agency has their
9 specific procurement methodologies and processes and
10 procedures, but if they could be similar, it would be
11 helpful to industry.

12 So, that's why we're trying to provide some
13 guidance to them, but ultimately, the awarding authorities
14 are responsible for the implementation.

15 Next slide, please.

16 So, one of the aspects of the Buy Clean California
17 Act is we're to report to legislature the methodology that
18 we used for establishing the Global Warming Potential
19 limits. This is due January 1st of 2022. So, as I
20 mentioned earlier, Environmental Product Declarations are
21 the focus of the Buy Clean California Act.

22 So, we've been scouring online sources to identify
23 as many Environmental Product Declarations that we can find
24 that are facility-specific from which we can then calculate
25 the Global Warming Potential.

1 Outside of having enough specific Environmental
2 Product Declarations, we may rely on the industry average
3 of Environmental Product Declarations for establishing the
4 Global Warming Potential. So, we're currently in the
5 process of identifying compliant Environmental Product
6 Declarations for calculating this average.

7 Next slide.

8 So, more recently, Assembly Bill 137, a trailer
9 bill to the budget passed. And what this did was it
10 delayed the implementation of the Buy Clean California Act.
11 Originally, the Buy Clean California Act was to be fully
12 implemented July 1st of this year, which was last month.
13 But due to the passage of this bill, it shifted
14 implementation over one year. So, July 1st, so next year
15 is the full implementation.

16 Also, we had previously ... some of you may have
17 seen our webpage in January where we have published the
18 Global Warming Potential maximums for each of the eligible
19 materials. We since have taken those numbers down since
20 the passage of this legislation, which now requires us to
21 publish it January 1st of next year.

22 And this was done to allow for more data to become
23 available to ensure that we have the latest information in
24 regards to Global Warming Potentials as represented in new
25 Environmental Product Declarations. So, we will republish

1 our numbers January 1st of 2022 as maximum Global Warming
2 Potential.

3 One of the other items that AB137 did is it now
4 has brought in the Air Resources Board as a consultant to
5 Department General Services in looking over the
6 methodology. We just want to make sure that all aspects of
7 the methodology is looked at from not only the DGS
8 perspective, but also from the Air Resources Board, being
9 that they're the experts in climate change and greenhouse
10 gas emissions here in California.

11 So, we actually have our initial meeting with ARB
12 next week. So, DGS is looking forward to consulting and
13 collaborating with Air Resources Board on this project.

14 Next slide, please.

15 So, the next steps for us because of the passage
16 of AB137, it pushed all the implementation dates back a
17 year. We developed a new policy to help awarding
18 authorities figure out where they were at in regards to
19 requiring collection of Environmental Product Declarations
20 from their suppliers right now. So, that's where we're at
21 in regards to developing policy to help them out.

22 We've also been communicating with the awarding
23 authorities about their plans and how they're going to roll
24 those out as well as external stakeholders because the
25 passage of 137 obviously moved all the deadlines back. So,

1 now industry is left wondering what status of everything
2 is.

3 So, we've been communicating with industry to
4 explain where AB137 left the Buy Clean California Act right
5 now. And that is it in a nutshell.

6 Next slide.

7 And this is just our contact information. We have
8 a Buy Clean California mailbox. So, if you have specific
9 questions about the Buy Clean California program that's not
10 on our website, you can always reach out to this mailbox
11 which we monitor daily for any questions or comments you
12 may have.

13 That concludes my presentation. Thank you for
14 your time.

15 COMMISSIONER MCALLISTER: Thank you so much,
16 Daniel and Professor Harpa.

17 I'm not going to try to pronounce your last name,
18 I'm sorry. But so, what we're going to do with this
19 juncture is open up for questions for the first two
20 speakers because I think the Professor is already into her
21 evening. I want to give her some flexibility and also,
22 Daniel, has a hard stop here presently.

23 So, we wanted to just open up the dais for
24 questions. Rebecca, I don't know if you have any
25 questions. I do have a couple quickly.

1 MS. DELL: Please go ahead.

2 COMMISSIONER MCALLISTER: Okay. well, so I am
3 just incredibly impressed and heartened by the progress in
4 Denmark. And it doesn't surprise me because I was at the
5 Clean Energy Ministerial there a few years ago, and got
6 really some in-person views of all of the advancements that
7 are going in efficiency in buildings and somewhat of this
8 of this arena as well.

9 So, thank you for your leadership and just in
10 general, we can ... California is often framed as the leader
11 in many of these issues, but I think in the US, that's I'd
12 say often the case, but globally, we really ... in some key
13 issues, we look toward you in Denmark and across several
14 European countries. But in particular, I just want to
15 acknowledge your leadership.

16 So, I guess my generalized question here, I guess,
17 does apply to your two presentations, which are sort of,
18 Daniel, you talked about the particular framework that the
19 Buy Clean California Act kind of imposes or sets out for
20 you.

21 Do you think that the infrastructure you're
22 building for the sort of California State nexus could be
23 utilized as platform for the markets, the building markets
24 more generally? That's one question.

25 And then there's a question in the chat that I

1 actually want to advance as one before we move on as well.

2 MR. GARZA: Yeah, I think the framework for the
3 Buy Clean California Act can be applied. One of the things
4 that we found is that other states are implementing their
5 own Buy Clean programs. So, I think ... and on the federal
6 level as well.

7 So, we've been talking to other states and GSA on
8 the federal level. And they've got kind of a spin on kind
9 of what we're doing. So, I think it's probably a hybrid
10 model. I think it's not one size fits all. But I think
11 aspects of this can certainly be applied to other
12 construction methodologies. Maybe not in the same exact
13 fashion, but I think definitely, it's promising moving
14 forward.

15 COMMISSIONER MCALLISTER: Just a quick follow up;
16 so, you mentioned sort of having in this initial kind of
17 period, having to kind of settle with industry averages for
18 some of these ... I mean, I think part of the power of this
19 is that it can help differentiate products within a market
20 sector.

21 So, if you're talking about one kind of insulation
22 over another, they actually vary tremendously in their
23 carbon footprint and that would sort of tilt the playing
24 field toward the low carbon, say insulation products or
25 steel products. Is that kind of the vision eventually to

1 get there?

2 MR. GARZA: Yes, definitely. What we found, like
3 I said, these Global Warming Potential numbers are
4 generated from lifecycle analysis, so lifecycle
5 assessments. So, yeah, the manufacturers that have cleaner
6 -- and we found, especially in steel, they have a cleaner
7 source of energy are the ones that are going to have lower
8 Global Warming Potential. So, it would drive industry
9 towards cleaner sources of energy.

10 COMMISSIONER MCALLISTER: So, in some of those
11 less articulated sectors, it's a little bit of a work in
12 progress, but that's the vision across the board. That's
13 great to know.

14 I did want to acknowledge the presence of
15 Commissioner Cliff Rechtschaffen from the Public Utilities
16 Commission. So, thank you for joining Commissioner, really
17 happy to have you here. I think this will be a
18 collaborative enterprise.

19 I was really happy to see your engagement with ARB
20 coming up because I think that'll be key and our vision
21 could potentially be ... and I don't want to really commit to
22 this because I'm not sure it'll be the right pathway. But
23 we do have a lot of tools in the Building Code to kick out
24 operational carbon as sort of an FYI for building designers
25 in the performance path of the Building Code.

1 And so, we have modeling tools already that are in
2 use, and it seems like we could potentially sort of graft
3 on a database of materials and track that and have it kick
4 out initially maybe a voluntary number "FYI, here's your
5 carbon footprint," but then actually use that for a
6 regulatory approach along the way. So, I'm kind of
7 heartened by this.

8 I'm interested, and Professor -- and this will be
9 my last question. I'll pass off to Commissioners Gunda and
10 Rechtschaffen.

11 Professor, have there been any particular
12 difficult spots or negotiations in terms of establishing a
13 prescriptive framework and actual goals and requirements
14 and sort of bringing the industry along with that? Have you
15 encountered any particularly difficult or sticky barriers
16 along the way? Because you've been at this for a good
17 decade.

18 MS. BIRGISDOTTIR: Yeah, of course, it has been.
19 First, the LCA path is very new in the building sector.
20 So, we are like introducing like a new discipline into the
21 ... introduce design phase. So, the architects and engineers
22 need to learn this.

23 And of course, we have some of the one that has
24 been in informed, they have tried it; the ones that have
25 been working with the certification system. But now, we

1 have to bring it to everybody that are working with
2 buildings with it. So, that is of course one thing.

3 We have been developing the tool. So, that is
4 also of course, to make a user-friendly tool to get the
5 data right, and get enough data into it, and to establish
6 the knowledge about the climate impact. So, of course,
7 there are some difficulties but what we can see also from
8 the calculations of these 60 building cases is that the
9 potential is quite high.

10 So, the difference is between -- just if you look
11 into a single-family building, single family house, then
12 there can be two or even three times the difference in the
13 climate impacts of a building. So, there's a huge
14 potential there. So, I think it's very, very important for
15 us to overcome these problems that might be.

16 And now, of course, I think it has been a good
17 idea that the government got like the stakeholders, the
18 industry onboard, so they came with the recommendations
19 first, so that also engages the stakeholders. But of
20 course, and now, the questions are some are saying the
21 requirements are too ambitious. And the other ones say,
22 it's not too ambitious. We need to do much more. So,
23 there are a lot of discussions going on.

24 COMMISSIONER MCALLISTER: That's actually good.
25 That's a good synergy. Because you want people to tell

1 you, you need to go farther, because that helps you
2 actually create the opportunity to do that.

3 So, I was just blown away. I imagine everybody
4 here was blown away by the fact that three quarters roughly
5 of the footprint is actually embodied. I mean, you have a
6 relatively clean grid, so that's part of that. But that's
7 amazing. And so, it really does highlight the fact that we
8 have to focus on this.

9 One last thing, there was a question that's been
10 answered; Sean Mulderigg, but he asked about; does the
11 state provide any programs to sort of favor in-state
12 manufacturers and position them well to supply these low
13 GWP building materials?

14 And I wanted to maybe just suggest, maybe ask
15 Daniel, is Go-Biz factor in here or tools that the state
16 has to promote in-state manufacturing and economic
17 development? Because it seems like maybe that might be an
18 interesting agency to involve, at least in the sense that
19 we ... obviously, all things equal, we would want these
20 materials to come from California-based companies.

21 MR. GARZA: Not to my knowledge, like I said, our
22 team is mainly just focused on developing the standard, the
23 Global Warming Potential standard. We really haven't had
24 an opportunity to go beyond that in regards to promoting
25 the program.

1 And then the standard -- I think the awarding
2 authorities, the awarding agencies, they're the ones who
3 are working with their suppliers. So, I'm not sure what
4 programs they have available to help them.

5 COMMISSIONER MCALLISTER: Okay. I mean, I can see
6 Go-Biz, IBank and economic resources kind of helping to
7 foster development locally in California, but this is
8 phenomenal. So, I'm going to stop there and pass the
9 microphone ... oh, Rebecca looks like you have a question,
10 but-

11 MS. DELL: Well, I was just going to add a piece
12 of information on that or two pieces, really; one is that
13 for a lot of reasons, California manufacturers tend to be
14 cleaner than the national and global averages in many of
15 these industries -- not all but many. And so, there is
16 some kind of built-in advantage that way.

17 The other thing I wanted to flag is that the
18 trillion-dollar infrastructure package that's currently
19 making its way through the US Congress includes a provision
20 to provide grants to small and medium enterprises to cover
21 the cost of doing the Environmental Product Declaration in
22 the assessment of their emissions. And you

23 COMMISSIONER MCALLISTER: You'd also imagine that
24 the transportation piece of getting the materials to the
25 site and everything, if it's coming across the country,

1 that's part of the footprint. But I guess our analysis
2 would actually determine what impact that actually has in
3 any given product category.

4 MS. DELL: Yeah. That is part of the analysis
5 certainly, though perhaps my fellow panelists will correct
6 me if I'm wrong. But my understanding and my experience
7 has been that those transportation emissions tend to be a
8 pretty small amount of the total lifecycle, single digits
9 of percentage.

10 COMMISSIONER MCALLISTER: Okay. Great. Alright,
11 well, so Commissioner Gunda, and then Commissioner
12 Rechtschaffen, did you want to add or ask any questions to
13 our ... I guess, focused on our first two panelists for now?

14 COMMISSIONER GUNDA: Yeah. Commissioner
15 McAllister, thank you. I think I also just want to
16 recognize both Professor Harpa and Daniel's presentations.
17 It's extremely informative especially for me who is just in
18 this learning mode of trying to soak in the information
19 today.

20 One question to I think both of you, if you're
21 able to construct a response -- and - maybe actually two,
22 and I'll just it, and then see what you think.

23 The first one is really Dr. Harpa for you, as
24 you're looking through the case studies, obviously, you're
25 looking at multiple sectors of buildings and such. But

1 across those different sectors or within each sector, are
2 you observing correlation between a lower embodied carbon
3 and anything whether it's building types, location ... so
4 kind of basically getting it to the extent that there is a
5 current pull from the market from the consumers; where is
6 that? And how do we leverage that? That's kind of one kind
7 of topical question.

8 And the second topical question is something along
9 the lines of, we are trying to decarbonize the economy and
10 then put regulations and policy goals across a variety of
11 streams, right? So, for example, you have the clean
12 electricity goals. I know you have the building goals,
13 whatever it might be.

14 Do you, in your current thinking, observe some
15 best practices on how to think about these various
16 regulations collectively, and ensure that they don't get in
17 the way of each other?

18 MS. BIRGISDOTTIR: Should I start with building
19 types that what we looked into. What we were able to look
20 into in this study was mainly residential buildings of
21 different types and office buildings.

22 And what surprised us a little bit was that we
23 didn't see differences in the mean values of the different
24 building types. So, the mean values of single-family house
25 and the multifamily house and office was very similar.

1 But within each building type, there was this huge
2 range. So, the potential is realized. We want, of course
3 to ... a researcher, we always want to expand our data and
4 look into much more cases. So, I guess when we have much
5 better data, then perhaps, we'll see some differences, but
6 the results here in these types of building, it was what
7 not.

8 What we hear from the industry and the engineers
9 and architects working with us, that, of course, there are
10 building types that will have some challenges, could be
11 like hospitals, and the swimming pools, different types of
12 buildings that could have some problems meeting this.

13 So, that is one thing that we're really looking
14 into now, how to meet this, because of course, we want to
15 make safe and good hospitals and so on and look into what
16 the potential is.

17 There's also been where is the solution? Can we
18 look into which materials to use? We know that using
19 structural materials of wood can lower it. It is not just
20 enough to say it because we also experience that the other
21 materials in a building, although you have structural
22 materials in wood, it can then increase.

23 So, it's not enough, so to just say use wood, you
24 have to do the LCA. Yeah, I think that is perhaps my
25 answers to the questions. I hope it answers?

1 COMMISSIONER GUNDA: Thank you. And Daniel, I
2 don't know if you want to comment on anything, or add to
3 Dr. Harpa?

4 MR. GARZA: No, I have nothing to add to that.
5 Thank you.

6 COMMISSIONER GUNDA: Back to Commissioner.

7 COMMISSIONER MCALLISTER: Great. Thank you,
8 Commissioner Gunda. Commissioner Rechtschaffen, did you
9 want to ask any questions? I know we're all trying to kind
10 of get our heads around this a little bit. From a
11 regulatory approach perspective, I think there's a
12 necessary conversation and really a lot of research almost
13 to figure out which data authorities are the most relevant
14 and most apt for engagement on this topic.

15 Certainly, likely that the Building Code will have
16 something to say about it. And I know the Building
17 Standards Commission has at least begun to think about
18 something like this arena. But ARB and DGS and other
19 agencies likely will have some engagement on this. So, not
20 sure. And the PUC, obviously, with its program resources
21 could possibly approach this topic as well. So, just
22 interested in your perspective on this.

23 COMMISSIONER RECHTSCHAFFEN: Well, thank you very
24 much, Commissioner McAllister, it's a pleasure to be here
25 to continue our collaboration on these crosscutting issues.

1 I have a quick question for Daniel. I don't think
2 you mentioned this or I was not on for the entire time.

3 When you've been establishing your standards for
4 Global Warning Potential materials, have you looked or are
5 there Voluntary Codes or Voluntary Standards that you've
6 been able to draw from?

7 I know you said other states are following what
8 California's done, but are there other codes or voluntary
9 sources that you've been able to draw from?

10 MR. GARZA: No, we haven't seen any other codes.
11 Like I said, the legislation identified the use of
12 Environmental Product Declarations for establishing the
13 Global Warning Potential. Like I said, other states are
14 looking at establishing global warming limits.

15 Some don't refer to Environmental Product
16 Declarations. Environmental Product Declarations are
17 governed by various ISO standards. So, that's the extent
18 that we've seen other codes is maybe some of the ISO
19 standards that govern the development of the Environmental
20 Product Declarations from which we identified the Global
21 Warning Potential.

22 COMMISSIONER MCALLISTER: I wonder if Rebecca --
23 thanks for that question. That's a fantastic one. And I
24 wonder if Rebecca, do you have any ... so it's good to hear
25 that the ISO has standards for this. I guess, I'm

1 interested in maybe a view of how rigorous it sounds ... how
2 sort of on the spectrum of voluntary to completely
3 mandatory, kind of with hard oversight, where do these
4 Environmental Product Declarations kind of stand on that
5 spectrum?

6 MS. DELL: Yeah. So, that's a great question.
7 And I'm sure we're going to hear more about it from the
8 other panelists. As it now stands, there are a few
9 different types of declarations, of environmental
10 declarations for products that have associated ISO
11 standards. The ones that we typically use require third
12 party validation.

13 But as of right now, we don't have anything like a
14 kind of a government maintained and verified database, and
15 they continue to be a voluntary tool. And so, as more and
16 more policies are referring to these standards, in the
17 United States and also in the United Kingdom, and some
18 other countries, we probably are going to want to kind of
19 institutionalize and formalize this a little further.

20 COMMISSIONER MCALLISTER: Great, thank you for
21 that. I wonder Professor Harpa, did you have anything to
22 add there in terms of just the rigor of the of the Global
23 Warning Potential, the embodied carbon materials and
24 tracking, the sort of rating and tracking?

25 MS. BIRGISDOTTIR: No, I don't think so.

1 COMMISSIONER MCALLISTER: Okay. Thanks very much.

2 Well, so this is just a fascinating topic.

3 Commissioner Rechtschaffen, did you have any other
4 questions you wanted to ask?

5 COMMISSIONER RECHTSCHAFFEN: No. Thank you,
6 Commissioner McAllister.

7 COMMISSIONER MCALLISTER: Okay, great. Thank you
8 very much. And we could probably keep going on just with
9 you two, but we've got to get out our next speakers. So,
10 we're probably running a little bit behind.

11 We have the luxury of a little bit of time this
12 morning because this is such a fascinating and relatively
13 new topic for us. We're relatively unschooled sort of as a
14 regulatory body on this. And so, it's nice to have a
15 little bit of time to vet some ideas around. So, thank you
16 for your engagement. I really appreciate both of you,
17 Daniel and Professor. I appreciate that.

18 Alright, so Rebecca, back to you and we'll keep
19 moving.

20 MS. DELL: Great. So, our next speaker is going
21 to be Bruce King. He is the founder of the Ecological
22 Building Network. He's a registered engineer with 35 years
23 of experience around the world in structural engineering,
24 and construction. He's the author of numerous books,
25 technical analyses, guidelines and standards related to

1 these issues and a real leader in the field.

2 So, thank you very much, Bruce.

3 MR. KING: Thank you, Rebecca. And thank you
4 commissioners for having me today. Great to have a chance
5 to talk.

6 I think I want to start by giving you my central
7 message, which is that it's gratifying to see embodied
8 carbon come into the public's attention, into governmental
9 attention so much, so quickly, and that's great, and I'm
10 happy to help out in any way I can.

11 I wanted to drive home the point that we need to
12 do a whole lot better than zero. The conversation remains
13 still as it has been in climate talk across society,
14 getting to zero. Everybody talks about getting to zero.
15 It's a commonly reframed goal; is get to zero by 2050, by
16 2040, whatever.

17 Which is a good start for sure. But what we're
18 talking about today with embodied carbon presents an
19 exciting possibility that hasn't been present before, which
20 is to sequester the carbon to get it back down to earth.
21 You cannot sequester carbon with the operation of a
22 building. You can with the construction of a building.

23 Next slide, please.

24 This is a short answer. Why? you've all seen this
25 kind of graph before; atmospheric carbon's been banging

1 around between 200 and 300 parts per million in the time
2 that our species has evolved. And in the last century,
3 it's quite shot up now. What's the latest reading? 416.

4 If we could stop on a dime burning fossil fuels
5 tomorrow, get to zero tomorrow, we wouldn't be out of the
6 woods. There's still a trillion tons of carbon roughly
7 that we've put up in the air since the industrial
8 revolution. And we're going to have to bring that back
9 down again.

10 Next slide, please.

11 I hope that you've all read Paul Hawkins seminal
12 book Drawdown that drives home the point that there's a lot
13 of ways, pretty easy ways, really, to bring carbon back
14 down to earth.

15 Next slide, please.

16 Buildings are a good way to do that. Right now,
17 carbon is being drawn down. Ocean is the default. The
18 carbon is being absorbed by the oceans to tragic effect
19 that I'm sure you're all aware of. If we wanted to bring
20 it down ourselves in a positive and non-harmful way, there
21 are two big repositories.

22 Soil and everything that's happening in
23 regenerative agriculture and buildings. Buildings use an
24 order of magnitude, more physical stuff than anybody else.
25 So, we are both a huge emitter, but also hold the promise

1 to be an absorber. And concrete is the number one target
2 right off the bat.

3 When you start studying buildings, it's already
4 come up a few times about cement. Concrete is 8% of
5 globally emissions.

6 Next slide, please.

7 I did a little math. You hear we make 10 billion
8 tons of concrete every year on earth. Well, yeah, it's a
9 lot. And it's just another big number that goes through
10 your head. So, when I did the math, I got a cube that
11 looks like that compared to the Eiffel tower. It's a mile
12 on a side every year of concrete that we make.

13 Of course, you don't see it here in California
14 because we don't do anything close to that. It's all in
15 China and India. But that's an awful lot of emission.
16 Pound for pound concrete's a very low carbon material, but
17 the net effect of 10 billion tons of anything is going to
18 be huge.

19 Next slide, please.

20 With that in mind, and with the wonderful seminal
21 work of Art Rosenfeld in the Energy Commission very much in
22 mind, we set out in Marin County to see if we might address
23 that through Building Code, and start with concrete.

24 The tumblers all fell into place. We got support
25 from the Bay Area Air Quality Management District. We had

1 a sympathetic building official and commissioners and so
2 on, and with a great stakeholder process over the course of
3 a year, we evolved some language that was adopted into law,
4 went into effect a year and a half ago here in Marin, right
5 at the start of COVID basically.

6 I won't go into the details of that. It's all
7 available for anybody to see, and we hoped that it would go
8 viral. We don't pour enough concrete in Marin County to
9 fill your coffee cup, but the rest of the world does. And
10 we hope that as with the Energy Commission's work, that we
11 could do something that might get noticed and go viral.
12 And sure enough, to some extent, I'm gratified to say it
13 has.

14 And I've been working with a number of people,
15 including State of New York, Australians, various places.
16 And more importantly, right now, I'm working with a
17 national organization. ASHRAE publishes their standard
18 189.1, which is the basis of our green construction code.

19 And this is going to be tougher going, it's going
20 to be more watered down because the big industry players,
21 cement and steel are there. But it's also going to be
22 positive because it will a national standard. Probably
23 come to fruition sometime next year and be adopted into the
24 green construction codes in the next code cycle. That's
25 our hope anyway. So, that process is ongoing right now.

1 I also worked with the Federal General Services
2 administration as they developed over the past year some
3 procurement standards. So, there is a lot happening at the
4 federal level with policy.

5 Next slide, please.

6 By the way, go back, please. I show you this
7 picture of the new San Francisco Bay Area bridge because
8 it's our poster child. Caltrans used low carbon concrete
9 to make this bridge. Not because they were trying to do
10 right by the climate, though they were aware of it, but
11 because in most cases such as this one, low carbon concrete
12 is better concrete, more resistant to salt water and salt
13 air and protects the steel better.

14 We're not talking about adding a lot of expense
15 here. We're talking about decreasing expense and making
16 better concrete.

17 Next slide, please.

18 The other two big ones in the Embodied Carbon
19 world -- there are lots of little ones, but there are two
20 other big ones. And one is steel, the other is
21 refrigerants. And I understand there's a whole afternoon
22 session, so I won't even try to talk about those.

23 Steel is the other big one, but it's not so easy
24 to reduce the emissions of steel. That will take
25 infrastructural changes, going to hydrogen-based steel and

1 renewal energy-based hydrogen ... a lot of background,
2 upstream stuff to improve on steel.

3 They already recycle a very large percentage of
4 what they make. Nonetheless, there's a lot of work
5 happening there. We're also working on steel in our ASHRAE
6 committee to develop a national standard.

7 Next slide, please.

8 In the world of so-called natural building that
9 I've been hanging around in for 20 years, straw bale
10 construction, rammed earth, bamboo, all those fun things.
11 As you can build a house out in the woods in Mendo County
12 with. I always wonder, well maybe there are some principles
13 that work here that would apply to climate emergency.

14 And sure enough, there are, because basically, it
15 means what's near at hand and don't try to change it too
16 much. Don't try to bake it or pressurize or make molecules
17 be what they don't want to be.

18 The prime example of natural building is to use
19 what you've already got, which in our case is existing
20 buildings. I believe Henry Siegel's going to be talking a
21 little bit later and talk about this more.

22 But it can't be emphasized enough that though
23 we're talking about embodied carbon, probably the biggest
24 impact single category is to make sure that we keep
25 buildings we've got, rather than replacing them with

1 something else and improve them, give them an energy
2 upgrade.

3 In a sense you're talking about operational carbon
4 there, but the embodied carbon deferred or avoided is
5 gigantic. So, the opportunity here is huge.

6 Next slide, please.

7 The other big opportunity is agricultural
8 byproducts. The world produces a cubic mile of concrete
9 every year. The world also produces two cubic miles of
10 straw in the byproduct of making our food; wheat, rice
11 oats, barley, et cetera.

12 2 billion tons of straw looks like that compared
13 to the concrete. If we turned all that straw into building
14 products, which were rapidly learning how to do now, all
15 sorts of companies appearing everywhere, we could negate
16 all the emissions from all the cement, for example.

17 It's a huge opportunity, lots of companies in
18 various stages of development right here in California have
19 a history of with straw in California and plenty more
20 opportunity in front of us there.

21 Next slide.

22 There's all sorts of ways we can build with
23 plants. Let the plants capture the carbon. Let mother
24 nature do the work, and then turn it into building
25 materials.

1 Our colleague, Will Srubar at the University of
2 Colorado did a study of how much could you capture per acre
3 per unit of land, and softwood forest and straw don't
4 actually look that good compared to hemp which doesn't even
5 look that good compared to algae. Algae-based products as
6 they're just starting to appear in university labs. And in
7 some cases, even with products.

8 There's a company in North Carolina, making bricks
9 using not algae, they're using bacteria to make bricks at
10 room temperature, really high-quality bricks. I think they
11 have contracts with the Department of Defense now.

12 We're just starting to learn how to use microbes.
13 So, the whole category of the tiny creatures that we can't
14 see with our eyes to make concrete bricks, building
15 products of every sort. And in doing so, absorb and store
16 permanently carbon.

17 Next slide, please.

18 Here's some examples. The slide on the left is a
19 company in in Europe making sort of, I call it straw bale
20 2.0, prefabricated straw panels with wood-frame structural
21 system. It's all manufactured in a factory and then put
22 together onsite. They're going gangbusters, EcoCocon. And
23 they're starting to set up shop in North America, just
24 getting their foot onto our continent.

25 On the right, I just showed that to answer a

1 question that some people have, well, what about plant-
2 based materials? Aren't they going to burn? Actually, no.
3 No more than anything else. I can give you all sorts of
4 examples of industrial materials that burned horribly, like
5 the Grenfell Towers fire in London a few years ago.

6 This is a straw bale house that went through the
7 recent Wine Country Fire with flying colors. It did really
8 well. So, we already know a lot about how to build a
9 cellulosic material, it's called wood.

10 Next slide, please.

11 And I already have seen some questions in the Q&A,
12 and even heard things in the talks implying that if you
13 build with timber, if you build with wood, you're doing the
14 right thing by the climate. No, I'm sorry. It's not
15 necessarily so. Our industrial forestry practices are not
16 terribly regenerative and they're not good for the climate.

17 It's a very, very complicated picture. I couldn't
18 possibly summarize it for you here, but suffice to say,
19 that we have to pay attention to how we manage the forest
20 before we start amping up our use of wood for buildings.

21 The picture on the left is forest certified by the
22 Forest Stewardship Council, FSC certified. It has been
23 logged six times in the past few decades.

24 The picture on the right is a sustainably
25 harvested forest by the industry standards, SFI, and you

1 don't need to be a forester to look at that and go,
2 "Something's not quite right about that forest."

3 So, very large asterisk caveat that goes along
4 with let's use wood instead of concrete and steel. As a
5 structural engineer, I say, "Yes, it's fine. We can do
6 that." As a citizen with children, I say, no, it's not
7 necessarily the right thing by the climate.

8 There is a lot of opportunity, as somebody touched
9 on a moment ago, that we could thin our forest in
10 California, reduce fire risk and turn the trees we take
11 into lumber. And I know there's some efforts going with
12 that sort of thing. So, that's to be encouraged for sure.

13 Next slide, please.

14 Well, I just finished writing another book about
15 all of this stuff and we did a bunch of calculations and
16 came up with this; that if we shoot in that direction, we
17 can be absorbing, durably storing 15 gigatons of carbon per
18 year by 2050.

19 I put these slides together in a hurry for this
20 thing, I should have put on there 2050. That's what 50
21 means. But 15 gigatons by 2050 if we push ourselves in the
22 right direction. There's that much opportunity in the
23 built environment globally. And people do what California
24 does. We can set a standard, start the lead and aim
25 towards beyond zero.

1 I think next slide is my final slide? Yes.

2 This is a book I wrote four years ago. Kate who
3 follows me in a moment helped write it. And is doing great
4 work up in Washington, but you'll hear about that in a
5 moment.

6 A whole lot more about all of these subjects in
7 this book, if you care to look at it. But I can't
8 emphasize enough, we have the opportunity to not just get
9 to zero, but beyond zero and turn buildings, the whole
10 built environment in California from a net emitter to a net
11 absorber. The technology is there, it just needs the will.

12 And I'll leave it at that. Thank you very much.

13 MS. DELL: Thanks so much, Bruce. For our next
14 speaker, we have Kate Simonen, who is the chair of the
15 Department of Architecture at the University of Washington,
16 known to its friends as UDub, and is also the Founder and
17 Director of the Carbon Leadership Forum, a very important
18 group in this space.

19 MS. SIMONEN: Thank you, Rebecca. I'm going to
20 just go ahead. It's just thrilling to be here with such
21 great panelists who've really done a great job of setting
22 the stage here.

23 Next slide.

24 So, the Carbon Leadership Forum, we've been
25 working over the last decade focused on understanding the

1 impacts of material production and our shared goal is to
2 eliminate the emissions from building construction.

3 And so, as has been highlighted, embodied carbon
4 is the emissions from making building materials. And that
5 comes from a whole range of sources. It comes from the
6 burning natural gas or coal at a factory. It also comes
7 from chemical reactions that take place when making
8 materials like cement and steel. It takes place from
9 generating electricity that's used in manufacturing, it's
10 the diesel trucks driving things around; trains, planes,
11 and automobiles.

12 So, it's all of those things -- those emissions
13 that take place when we make building materials. And it's
14 also the amount of carbon that's stored in the material
15 like Bruce talked about like biogenic materials. In the
16 creation of those materials, carbon dioxide is removed from
17 the atmosphere and stored in the material.

18 Next please.

19 We've seen a range of things about talking why
20 embodied carbon is urgent. And I think it's really
21 interesting to highlight again, that those upfront
22 emissions take place now, right when the building start to
23 take place, and that you can't reduce them after the fact
24 once they've happened.

25 And I think really interestingly thinking about

1 the systems that are interrelated here, we're talking about
2 -- we can talk about it from the building scale, what I'm
3 looking at here. These are the emissions that take place
4 over the life of a single building and looking at them.

5 But we also can look at it from a sector scale.
6 And so embodied carbon is related to industrial emissions.
7 And decarbonizing industry is not something that can happen
8 turning on a dime. So, if we want to incentivize
9 industrial decarbonization, we need to start doing it now
10 so that we can see the impacts in the next decade. And if
11 we want to reduce the impacts of buildings, we need to do
12 this now because those upfront emissions happen now.

13 Next.

14 And so, this is just highlighting that embodied
15 carbon, the impacts, if we look at this is total greenhouse
16 gas emissions globally by end use. And we can see that
17 iron and steel and cement come up as specific segments of
18 our industrial emissions, but there's also other industrial
19 emissions that come through all other building products
20 from carpet to glass and other things.

21 So, there's a large impact. And the building
22 sector takes a great, high percentage, almost all of the
23 cement, 50% of the iron and steel goes into buildings and
24 infrastructure. So, we as the building industry is a large
25 market pull for those materials.

1 Next.

2 And as has been mentioned, the emissions from
3 making building materials disproportionately impact
4 frontline communities; communities that are living and
5 working at the manufacturing facilities. And that as
6 Rebecca talked about, there are local health impacts from
7 those emissions that in addition to global greenhouse gas
8 emissions that can be addressed when looking at supply
9 chain related emissions for building materials.

10 Next.

11 So, when we look at the opportunities to reduce
12 embodied carbon, we can see that as was really mentioned,
13 there are lots of opportunities available today that are
14 low or no cost differences to impact embodied carbon.

15 The first strategy really is about optimizing the
16 project. So, that means reusing buildings that are
17 existing, reducing the amount of area, building smaller
18 buildings, designing buildings so that you could use the
19 materials at the end of the life, reusing building
20 materials.

21 A second strategy is around optimizing the system.
22 So, this would be where you might use those prefabricated
23 straw wall panels that Bruce shared instead of a glass and
24 aluminum system. And in those, when you're looking at
25 trading out systems and strategies, you really need to look

1 at a total lifecycle perspective.

2 You need to understand the impact of operating
3 energy, as well as embodied energy, and the maintenance and
4 end of life impacts of them.

5 And then the third strategy is really around
6 optimizing procurement. So, that would be looking at Buy
7 Clean policy as a procurement optimization strategy. When
8 I know that I want to buy steel and I'm going to buy two
9 pieces of steel that have the same performance aspect, can
10 I incentivize or prioritize purchasing of the manufacturer
11 of that product that has lower emission?

12 And as was mentioned, Environmental Product
13 Declarations are the typical ways in which low carbon
14 procurement is done. All of these are using a lifecycle
15 approach but they have sort of different levels, different
16 types of tools that are available to use that lifecycle
17 approach.

18 So, in optimizing your project, you're typically
19 looking at incentivizing building and reuse and circular
20 economy principles more generally. When you're looking at
21 optimizing systems, you're typically using whole building
22 lifecycle assessment tools that let you look over the life
23 of the building and with procurement, you're using
24 Environmental Product Declarations.

25 Over the last decade, there's been increasingly

1 available data and tools for use in North America. Whole
2 building LCA tools exist and they are integrated into
3 existing design software systems and they are being used
4 right now to satisfy LEED rating criteria for whole
5 building assessments, as well as to do individual studies.

6 There is an existing database of Environmental
7 Product Declarations, the EC3 tool. That database has over
8 40,000 materials and is being used by something like 15,000
9 individuals in searching for materials.

10 And so, these different strategies can be applied
11 in a range of different ways. At the Carbon Leadership
12 Forum, we've been working to help advance the data and
13 methods in each of these different strategies.

14 Next.

15 So, I just want to highlight, as Rebecca talked
16 about, there are really two typical approaches. One is a
17 building-scale approach and as Harpa was talking, in
18 Denmark, she was describing that building-scale approach.

19 We have research that has compiled multiple whole
20 building lifecycle assessments over a thousand buildings.
21 We too found something very similar to the Danish, is that
22 based on current information, the range of impacts between
23 materials is quite high indicating opportunities for
24 improvement, and that we do not yet have statistically
25 refined data to be able to differentiate between something

1 like an office building or a residential building. But
2 we're moving in that direction.

3 And then a material-scale approach. The Carbon
4 Leadership Forum has developed material-scale baselines.
5 So, for materials that are in the EC3 tool, we have
6 developed ranges of a typical value somewhere around an
7 average and a high and a low value to get an idea of the
8 range of those materials, based on published Environmental
9 Product Declarations.

10 Next.

11 So, we have a team at the Carbon Leadership Forum
12 working on embodied carbon policy. We've published a
13 policy toolkit that provides information about how to
14 approach different policy practices and include some of the
15 information shown here, like in Embodied Carbon 101 for
16 policymakers, information about Buy Clean and Environmental
17 Product Declarations as well as additional resources
18 available.

19 On the right, you can see a policy tracker. So,
20 that's looking at US-focused embodied carbon policies. So,
21 we see in gold there, you see California and Colorado who
22 have adopted Buy Clean policies. Washington and Minnesota
23 have just recently passed Buy Clean-related study bills and
24 other states are looking at variations of that.

25 So, we see a fair amount of work at state level,

1 looking at different types of policy. But cities, we can
2 see a whole building policy that can be highlighted in
3 Vancouver and developing and being under exploration in
4 Boston. Those policies at the building-scale have been
5 related to zoning codes in particular.

6 And let's see ... I think just in general, just
7 wanting to offer to the state that if any of your
8 departments are exploring embodied carbon policies, we have
9 teams that are interested in understanding what your
10 criteria are and trying to help answer questions around
11 lifecycle assessment, data, tools, and policy development.

12 Next.

13 I think that was my last slide. So, yep, that was
14 my last slide. I'm looking forward to having some
15 discussion with all of you. I can talk about this for
16 hours.

17 Thank you.

18 MS. DELL: Thanks so much, Kate. That was great.
19 For our next speaker, we have Emi LaFountain who is a
20 Sustainability Project Manager with Turner Construction,
21 the largest general contractor in the United States.

22 She has degrees in civil engineering and water and
23 energy sustainability, and she manages Turner's embodied
24 carbon program and their 2030 goal to reduce jobsite carbon
25 emissions by 50%. So, thanks very much Emi.

1 MS. LAFOUNTAIN: Great, thank you so much. If you
2 can go to the next slide, we're going to talk about today a
3 little bit about what contractors are doing as part of the
4 process and what Turner specifically has done and where
5 we're headed in terms of embodied carbon quantification and
6 reduction.

7 So, before we dive in, I wanted to just give a
8 little bit of a state of the industry in terms of where a
9 lot of the focus has been in terms of embodied carbon and
10 why.

11 So, there are limited studies on at least projects
12 within North America, looking completely between the A1 to
13 A5 phases of embodied carbon quantification with A1-A3
14 being kind of embodied carbon materials. A4 for being the
15 transport, the jobsite, and A5 being the actual
16 construction process itself.

17 So, take it with a grain of salt, but we have
18 taken a look at a few of the phases that are out there, and
19 I think something to really consider when talking about
20 embodied carbon is the relative impact of each of these
21 phases.

22 So, as you can see kind of here, there's a
23 representative building where the embodied carbon of a
24 building that was put up in British Columbia represented
25 about 90% of these A1-A5 emissions, whereas the

1 transportation to the jobsite or the materials was about 5%
2 and the construction was another, roughly 5%.

3 So, I think thinking about things like
4 construction phase and emissions are important to have this
5 plan when engaging in conversation.

6 But if you go to the next slide, the way that I
7 broke out this presentation was into those different phases
8 and how you can enact with your contractors for each of
9 those phases.

10 So, for the next slide, what I brought up here was
11 basically the process by which one can engage your general
12 contractor. So, with your general contractor, there's
13 several pathways for you by which you can engage on
14 embodied carbon.

15 But one of the main ways is talking to the trade
16 partners really early on. At the legislative level and at
17 the theoretical level, there's a lot of goals to have a
18 really good understanding of embodied carbon. But that
19 understanding hasn't in many industries, been translated
20 down to the trade partners, which are in the most cases
21 different than a manufacturer.

22 So, you can have your manufacturers who're
23 actively working on developing EPDs. Some of them aren't,
24 some of them are, but the people who are responsible for
25 procuring those are the trade partners. And so, even

1 finding a high level of understanding within the concrete
2 and steel industries, but the trade partners are involved
3 in other sectors of industry are not nearly as familiar.

4 So, talking to your trade partners really early on
5 to help push the supply chain is going to yield a higher
6 rate of success, especially for those materials that are
7 categorized within Buy Clean California.

8 Contractors will also be responsible for helping
9 collect EPDs. So, really, it's important to talk to your
10 contractor early on to make sure that they're engaging
11 conversations, because what you don't want to have is there
12 are Buy Clean California requirements or other similar
13 requirements, you don't want to have a situation where it's
14 just paper collection at the end of the project. That
15 takes the value out of collecting EPDs away. It really has
16 to be considered during the estimating phase.

17 And other reason why we ask for that is because
18 you want to be able to price out the lower carbon pathways.
19 EPDs are only measuring documents. They don't help
20 actively reduce anything. They just basically just tell
21 you where you are.

22 Where it's helpful is when you compare product A
23 to product B and use those different GWP, Global Warming
24 Potential values, to be able to assign those different GWP
25 values to actual cost and understand cost impacts to the

1 project.

2 Now, since your contractor is pulling the purse
3 strings and making a lot of the procurement decisions, it's
4 really important to analyze those things side-by-side.

5 So, one way that you can phrase it, is how can we
6 get the lowest GWP at no additional cost and how much lower
7 can we get the GWP with additional cost? And that's where
8 your contractor partners is going to really come in handy.

9 Now, you can do that two different ways. One of
10 the ways is by doing a whole EC3 analysis. And analyzing
11 each of the pieces of the pie very granularly. You can go
12 through a whole modeling exercise.

13 But it can be as simple as just having your
14 foundations contractor, when they're doing their grout
15 piles, for example, say, "Hey, we have performance
16 specifications for the strength of the concrete. Give me a
17 mix design A, give me mix design B, show me the relative
18 global carbon impact."

19 And we can say, for this example on the screen, we
20 had two different mix designs, and that the performance
21 criteria no additional cost for either direction. And we
22 identified that one of the mix designs had represented
23 about a 20% reduction in carbon emissions. So, we just
24 chose that one. It was as simple as that. And so not all
25 of this has to have an additional dollar value.

1 And as we go through next couple of slides, I
2 wanted to talk briefly about the A4 transportation
3 emissions. So, transportation emissions are frankly in a
4 much different place than embodied carbon quantification or
5 even jobsite emissions. They're a little farther behind on
6 how we can create a uniform standard of measuring that as
7 contractors.

8 But one thing to note is that the EC3 tool is
9 working on integrating in the EcoTransit tool, which will
10 help us quantify transportation emissions in the future.
11 And you can reduce your transportation phase emissions
12 three different ways, really.

13 You can say, okay, we're going to procure it
14 smartly. So, looking at domestically sourced materials
15 versus getting it from Germany is going to be one way that
16 you can do. You can say, okay, instead of using
17 transportation method A, we're going to use transportation
18 method B; whether it's shipping versus trucking or rail
19 versus trucking -- each of the different transportation
20 methods represent the different types of embodied carbon
21 impact.

22 Another way that we're going to reduce those
23 emissions is through fleet electrification. I know that
24 there's separate initiatives going on within California on
25 that front, but that is ultimately going to be a really big

1 contributor to us being able to reduce those A4 emissions.

2 And then another way that we can reduce it in the
3 short term, is really thinking about interim fuel swap-
4 outs, so instead of using diesel for the trucks, renewable
5 diesel -- it's heavily subsidized in California, it's about
6 cost equivalent, and it represents a significant part of
7 savings per gallon if you look at the lifecycle emission
8 savings. So, those three ways are how we're going to reduce
9 the A4 emissions.

10 But one thing that I really want to highlight here
11 is that because it's only 5%-ish of the total of A1-A5 pie,
12 you shouldn't make decisions on material selection solely
13 based on A4 transportation emissions. And if you go to the
14 next slide, I'll show you an example, why.

15 So, here are two projects that both needed steel.
16 One project needed steel and they were looking at two
17 different places to source it from. And one of them was
18 much closer, and one of them, was farther away in Arkansas.

19 And they found that the one that was closer would
20 have smaller transportation emissions, but it would have a
21 significantly higher GWP. So, they had just made the
22 selection based on the proximity of the mill to the
23 project, they would have had actually a higher lifecycle
24 carbon emission.

25 Whereas they actually ended up selecting the one

1 that was farther away and because it represented a lower
2 lifecycle carbon emissions for this project. So, it's
3 important to think about it as a holistic system.

4 Now, if you go to the next slide, I wanted to talk
5 about something that Turner has been spending a lot of
6 energy on, and that's our construction emissions
7 reductions. So, this is everything that happens within the
8 jobsite fence from shovels in the ground to substantial
9 completion.

10 And we have a few findings that we found over the
11 course measuring about 150 projects over the past two
12 years, all of the construction emissions that happened
13 within the jobsite fence. And I wanted to show some of
14 those findings that we've had.

15 So, for example, one of them is that it's really
16 important to get off of generators as soon as possible. A
17 lot of our projects don't get temporary power until seven
18 or eight months in. And you can see the relative carbon
19 impact of having that generator come online and replace
20 temporary power.

21 Not only is it more expensive, but we're seeing
22 that the generators typically produce about seven times as
23 much carbon emissions to provide power to the site as when
24 we finally get temporary power provided to the site.

25 So, there's a few solutions there like how can we

1 expedite the permitting process associated with getting
2 temporary utilities to the site and end up saving a lot of
3 money, a lot of criteria pollutants from a jobsite and also
4 carbon emissions during that phase.

5 But there's alternative generator options out
6 there. So, like during load sharing, where hybridizing the
7 generators have a battery pack to help feed the lower-level
8 loads. So, that was a finding that I thought was really
9 interesting and pertained a lot to those different tiered
10 emissions that we're looking at from a California-wide
11 perspective.

12 If we go to the next slide, another major finding
13 was that combustion-based heating during construction is a
14 lot more carbon intensive than electrical. Now, if any of
15 us read the IPCC report, I mean, I think we all know that
16 methane is really kind of the bad guy, but this helps put
17 it into perspective during construction as well.

18 So, we have two projects, one of them did
19 combustion-based heating, one of them did electric-based
20 heating, and you can see that the one that did natural gas
21 heating had about 17 times higher carbon emissions
22 associated with the heating.

23 Next slide, please.

24 Another major finding was that the majority of our
25 electrical use happens once the project is on permanent

1 power. So, you can see here, you have the temporary power
2 in purple. And once we start that commissioning phase
3 activities, we're going to be entering a much higher phase
4 of carbon emissions.

5 Next slide.

6 We also threw meters on a bunch of our projects,
7 and we found that the majority of temporary electrical use
8 happens off hours. So, if you take the area under the
9 line, and you'll find that the weekends and nighttime
10 represented about 60 to 70% of total electricity used
11 during the course of construction. So, figuring out how to
12 reduce that.

13 The next slide, please.

14 Another major finding that one might guess is that
15 site equipment is one of the largest factors in carbon
16 emissions on the jobsite. And if you go to the next slide,
17 you'll kind of see the relative trend of the carbon
18 emissions over the lifecycle of the construction process,
19 where the site equipment doing a lot of the heavy civil
20 work in the beginning.

21 The curve kind of goes down during the meat of the
22 construction process, when you're starting to work on the
23 envelope and interiors, and then it peaks again at the end
24 when you work on that commissioning. And you might see
25 some bumps in the middle because of temporary heating but

1 in California, that's not as much of a need.

2 So, this is a pretty representative of curve of
3 projects that you might find in California. Depending on
4 project size, the total emissions can be pretty significant
5 during the construction phase.

6 So, these are the things to consider as you guys
7 talk about policy, about how the data has been landing, you
8 can assume the same general trends with water as well,
9 which is a big concern for us in California of the same
10 general M-shape.

11 So, if you have any questions about construction
12 phase activities or A1-A3 embodied carbon and how to engage
13 with a contractor, I'm happy to engage offline.

14 MS. DELL: Thanks so much, Emi. That was really
15 interesting. So, we have one more speaker in this
16 morning's panel, which is Henry Seigel.

17 He has been working since the early 1990s on
18 sustainable design. His projects have won local, regional,
19 and national awards, including Top 10 Green Projects of the
20 Year from the American Institute Architects Committee on
21 the environment.

22 He's a past chair of that committee's National
23 Environment group and a current member of the California
24 committee on the environment. So, thank you very much,
25 Henry.

1 MR. SIEGEL: Good morning, everybody. I'm also
2 representing today, AIA California with our 11,000 members.

3 So, why is embodied carbon in existing buildings
4 important?

5 Next please.

6 Existing buildings are key. First of all, we have
7 a lot of them. They aren't always very energy efficient.
8 And from an embodied carbon standpoint, we can't afford to
9 replace them all. And we can't afford to leave them alone.

10 As Bruce alluded to, we have a lot of resources
11 here with existing buildings. We've built a lot of new
12 buildings and they're generally more energy efficient, but
13 it takes a lot of embodied carbon to make new buildings.

14 And over the next 10 years, which is the critical
15 time period for global emissions, you can see that about
16 three quarters of the carbon emissions for new buildings
17 will be embodied carbon emissions from those buildings.

18 So, reusing and upgrading existing buildings
19 reduces operating and embodied emissions. Reuse makes it
20 possible to build fewer new buildings. So, reducing future
21 embodied emissions.

22 Reuse also leverages infrastructure, the vast
23 infrastructure of sidewalks, streets and utilities that
24 we've already invested so much in. And retrofitting these
25 buildings also increases resiliency, which obviously these

1 days protects us from the effects of climate change.

2 Next, please.

3 So, embodied carbon typically equals about 20
4 years of operating energy for a new building in California.
5 And we have 10 years to address that. Renovating an
6 existing structure typically has a much lower carbon
7 footprint than building a new one because it reuses most of
8 the carbon intensive parts of the building; the foundation,
9 the structure, and the building envelope.

10 So, breaking that down a little bit, new buildings
11 range from about 30 pounds a square foot for a wood-frame
12 home to more than a hundred pounds a square foot for a
13 concrete or steel commercial building.

14 Renovations often don't need to replace the high
15 carbon parts of the building; the structure, the building
16 envelope, and have a much smaller footprint compared to new
17 construction.

18 So, saving existing buildings is one of the most
19 effective ways to save embodied carbon. So, we really want
20 to explore options for how we can incentivize this more.
21 One example of that is the newly passed Historic Building
22 Tax Credits in California. And we need to find ways to
23 incentivize rehabilitation of all of our existing
24 buildings, not just historic ones.

25 Next please.

1 Even though new buildings take a lot of embodied
2 carbon to build, they still make up a smaller annual total
3 of our operating energy because we have such a large stock
4 of buildings that we already have.

5 So, we can't really separate embodied and
6 operating energy. We need to do both. We need to provide
7 incentives not just for preserving the embodied carbon, but
8 also for upgrading energy systems at the same time. And of
9 course, we need to do this as fast as we can.

10 Next, please.

11 Building efficiencies like weatherization programs
12 that we're all familiar with still matter. More efficient
13 homes save energy and emissions, heating and cooling
14 systems can be smaller and don't have to work as hard, and
15 better building envelopes make buildings more comfortable.

16 But we need to pay attention to how much carbon we
17 invest in efficiency measures compared to how much carbon
18 we save. So, we need to avoid the carbon intensive
19 materials like aluminum and foam insulations when we do
20 these kinds of upgrades.

21 Next, please.

22 And of course, we need to electrify and replace
23 older gas appliances with heat pumps. We don't need to
24 talk much about that here. We know a lot about that
25 already.

1 Next, please.

2 So, part of the readings will be retiring gas
3 appliances, and we still have a lot of gas appliances to
4 retire. According to Saul Griffith of Electrify
5 Everything, there are over 300 million household appliances
6 that we need to replace. How do we do that quickly?

7 Do we announce that, like for example, we have
8 with Carson, California, that no gas appliances will be
9 sold after 2035, for example?

10 Next, please.

11 There are a lot of tools that have been discussed
12 today, like EC3 in Tally and Lifecycle Analysis for
13 analyzing the embodied carbon in buildings, and those need
14 to be encouraged and deployed even more widely.

15 And we also need to look at developing tools that
16 really look at total carbon in buildings. So, we need to
17 combine embodied carbon and operating carbon. This is a
18 calculator that my partner Larry Strain is working on with
19 Architecture 2030, that looks at total carbon.

20 And what we find when we look at embodied and
21 operating carbon together, is that retrofitting existing
22 buildings are almost always going to win.

23 So, once you start to take total carbon into
24 account, it really changes the calculus for how designers
25 have traditionally thought about remodeling existing

1 buildings versus tearing them down to build something new.

2 Remodeling generally saves 50 to 75% of the
3 embodied carbon of a new project. So, we need to find
4 creative ways to reuse all of our existing building stock.
5 And there are lots of great opportunities to do that,
6 including providing much needed housing.

7 Next, please.

8 Saving buildings also saves neighborhoods. In
9 short, we need to leverage building stock to save embodied
10 carbon, relying on the assets we have, but at the same
11 time, we can save communities and strengthen existing
12 neighborhoods, build financial equity and diversity, create
13 local jobs, and increase neighborhood resilience.

14 Existing buildings and blocks, studies have shown
15 are typically more affordable and have a higher percentage
16 of my minority-owned businesses. So, this approach serves
17 social equity as well as carbon reduction.

18 Next, please.

19 So, there are a lot of paths to moving forward
20 very quickly. Kate talked about some of the great work
21 that Carbon Leadership Forum is doing and benchmarking.
22 And that's being taken up here in my hometown of Berkeley,
23 where our building energy savings ordinance is looking at
24 benchmarking of all commercial buildings and an audit every
25 five years.

1 And for single-family residential, looking at home
2 energy scores at the time of sale. So, being able to track
3 how our buildings are performing and updating them over
4 time is really critical to understanding how we're doing.

5 Next, please.

6 So, as I mentioned, I'm also representing the
7 11,000 members of AIA California today. I'm on the
8 steering committee for Climate Action and we've recently
9 declared a climate emergency and this declaration and our
10 initiatives are endorsed by the board and the president,
11 and also widely supported nationally.

12 We're building coalitions with other organizations
13 to accelerate action at the state level. One of our
14 focuses is on encouraging building reuse and another is on
15 embodied carbon. And we really believe these urgent issues
16 to deal with more quickly. And I want to tell you about a
17 couple of those initiatives.

18 Next, please.

19 We have a working group dedicated to embodied
20 carbon. We're working on Buy Clean Act, low carbon
21 concrete, code updates, a lot of the things that have been
22 talked about already today. We're collaborating with CLF
23 and other organizations to do that. We really believe
24 concrete is a good place to start since the impacts are so
25 large.

1 So, we really want to enforce the efforts that
2 Bruce and others are making to really improve the codes for
3 concrete.

4 Next, please.

5 I want to talk a bit about codes to finish just
6 because we know how important codes are. We see
7 opportunities in code provisions to really incentivize the
8 remodeling of existing buildings. One important example is
9 the California Existing Building Code.

10 In its present state, the CEBC only includes a
11 prescriptive path, which has the most limited range of
12 options from coming to remodel buildings. And we really
13 would like to expand that. The international existing
14 Building Code in contrast, has three compliance paths; a
15 prescriptive one, a work area, and a performance area.

16 And the difference between these different
17 pathways allows a lot of latitudes so that architects can
18 match the best code path to the very unique circumstances
19 that many of our existing buildings can present.

20 Freeing up the code approach for existing
21 buildings will help address the needs for urban
22 revitalization, increased housing stock, good paying jobs,
23 and improve energy and resiliency performance. So, we're
24 petitioning for this change and gathering support from
25 state agencies.

1 Next, please.

2 We also would like to reboot CALgreen. 18 months
3 ago, AIA California submitted a code change petition to
4 bring a zero-carbon design framework to CALgreen as an
5 optional measure for large new commercial and multi-family
6 buildings. Our efforts have not yet succeeded, but brought
7 to light the disconnect between the climate crisis and the
8 potential role of CALgreen as a means to move forward.

9 CALgreen itself has not evolved to serve as the
10 aspirational forward-looking beacon that it was when it was
11 launched in 2008. CALgreen's tier concept is an ideal for
12 foundation for getting ahead of the curve and anticipating
13 and supporting rapid changes in the need for
14 decarbonization. Instead, it has fallen behind.

15 The term embodied carbon, for example, is nowhere
16 to be found in CALgreen.

17 Next, please.

18 So, CALgreen, and as you all know, has been split
19 between many agencies and from the outside, looking in, it
20 looks like nobody is looking at the big picture and driving
21 this overall. So, we'd like to change that. And we think
22 there are many other opportunities to innovate on codes and
23 are looking for ways to move this process along more
24 quickly. We welcome your support and input on how to best
25 accomplish that.

1 Next, please.

2 So, that's just a very quick look into embodied
3 carbon, existing buildings, and some of AIA California's
4 initiatives. We have other ideas as well, and look forward
5 to continuing discussions with the CEC commissioners and
6 staff. The bottom line is we need to get moving very
7 quickly and try everything we can. Thank you.

8 MS. DELL: Thank you very much, Henry, for those
9 very useful remarks. And it's great to hear that AIA
10 California has so many initiatives underway.

11 That concludes the prepared remarks of our
12 panelists. And so, I'm going to turn it over to the
13 commissioners for their questions.

14 COMMISSIONER MCALLISTER: Well, thank you all so
15 much. I have been scribbling furiously during all four of
16 the presentations here after our break. And I just want to
17 commend all of you for your leadership in this area. The
18 architectural community in particular is just so, visionary
19 and forward thinking on this.

20 I wanted to ...so it's great to sort of start to
21 catalog and develop sort of a resource base, knowing that
22 there are tools out there and what they're good for, what
23 they're most appropriately used for. So, I would encourage
24 ... well, I would encourage follow-up conversations after
25 today to kind of make sure that our staff is aware of these

1 tools in a pragmatic way, in a practical way, and kind of
2 understanding the current marketplace.

3 So, I want to just encourage that networking to
4 take place. Part of the function of these IEPR workshops,
5 is to begin those conversations but they really have to
6 continue.

7 So, I guess wondering, let's see ... I think it was
8 Kate, your presentation, you and Bruce both just very
9 thought-provoking and it's great to see the visionary stuff
10 at the local level. I'm wondering -- and Kate, you talked
11 about the various state initiatives.

12 I'm wondering if there's an idea of having a model
13 bill at the state level that could you know, be a
14 relatively broad framework to help state officials.
15 There's very likely a legislative pathway, I would say, to
16 kind of set up this conversation so that it has some teeth
17 going forward.

18 And that would have to be done extremely carefully
19 and with a lot of consultation. But I wonder if that has
20 entered the conversation at your level as you gather
21 resources to assist states on this issue. If there could
22 be a model bill language that would help get some
23 consistency across the marketplace and make sure that it
24 covers the most critical elements.

25 MS. SIMONEN: So, well, first off, I think you can

1 just really ... should acknowledge that California's action
2 on Buy Clean was really influential in impacting
3 procurement policy throughout the US and North America.
4 So, I think that that simple framework that started with
5 Buy Clean then has been studied and evaluated and is
6 evolving.

7 And so, related to procurement policy, we do have
8 some guidance documents on the steps to develop procurement
9 policy and how that's been going. In terms of whole
10 buildings and building scale policy, that's I think a place
11 where the next step would be really useful.

12 And in particular, looking at total carbon
13 assessments like is being done in Denmark. So, I think
14 that when you look at all embodied carbon policy, there's a
15 relationship between measuring and then acting. And that
16 first step of measuring and reporting transparently helps
17 to evolve industry capacity, develop that industry
18 capacity, and evolve the methods and practices to have more
19 standardized results.

20 COMMISSIONER MCALLISTER: Thank you very much for
21 that. And we certainly would be interested in engaging if
22 you're convening state officials that are starting to look
23 at these issues, it might be helpful to have a little
24 crosstalk and do a little bit of strategy.

25 I think we have a number of agencies we would want

1 to work with in California, to sort of see what the next
2 steps might look like.

3 MS. SIMONEN: I would be happy to do that.

4 COMMISSIONER MCALLISTER: Yeah, thanks very much.
5 But I really appreciated all the presentations and you all
6 complemented each other extremely well. So, congrats on
7 that.

8 And then actually, the final presentation, Henry,
9 you sort of put right in front of us, I think a path
10 forward that we ... or at least a structure for a
11 conversation that was so obvious, maybe we haven't even
12 quite seen it in terms of leveraging the existing pieces of
13 the Building Code to do more and embrace embodied carbon
14 among other topics. So, so thank you for that.

15 I want to see if my fellow commissioners have any
16 questions, but I'll also invite Rebecca -- if there are any
17 gaps that you sort of see that haven't been talked about
18 yet, any of you really, it'd be nice to go deeper or make
19 sure that we're covering the topic in its full breadth.
20 But commissioners Gunda, Rechtschaffen, any questions that
21 you might have?

22 COMMISSIONER GUNDA: Yeah, Commissioner
23 McAllister, thank you. Again, I think just so thankful for
24 being here today, like just to kind of soak up all this
25 information from all of you. So, my focus ... so I'm going

1 to ask Commissioner McAllister for a little bit of latitude
2 here for me to pull this conversation a little bit away
3 from buildings for a second here.

4 So, my focus has been on reliability and
5 electricity planning. And so much of our work right now,
6 the climate policy, I think in the language that has been
7 talked about today, we have focused on electricity planning
8 and reliability from reducing the greenhouse gas emissions
9 from an operational standpoint, and that's where we are
10 optimizing most of our solutions.

11 Are there any kind of high-level trends and
12 information that any of the panelists can share on what the
13 embodied carbon issue looks like on the power sector?

14 As we pursue electrification as an important path
15 of decarbonizing the economy, what are some of the things,
16 we need to be thinking about from a material standpoint?
17 For example, there has been information on aluminum being
18 extremely difficult or steel being a widely recycled
19 material. Steel is a highly source of high embodied
20 carbon.

21 I just wanted think through, and we have the
22 storage that is going to come online in buildings. We have
23 the behind-the-meter PV, we're talking about a lot of these
24 materials that some of them have recycling options, some of
25 them don't. I just wanted to get your thoughts on just

1 kind of the power sector and the electrification strategy
2 as we try to reduce the operational footprint of carbon,
3 what that might be doing in terms of embodied carbon.

4 MS. SIMONEN: I was imagining Rebecca had a lot to
5 say, but I can say something.

6 MS. DELL: I'm happy to jump in, but I'm also
7 happy to ... go ahead, Kate.

8 MS. SIMONEN: Well, I think the one thing I would
9 highlight is that depending on the material, there is
10 potential to electrify or not. And so, steel would be an
11 example where we have electric arc furnaces, and there is a
12 really ... you can see a major difference between the carbon
13 footprint of steel production and electric arc furnace in a
14 low-carbon area than other places.

15 Whereas if you look at steel, I mean, concrete
16 cement has to have super high heat that it's
17 electrification isn't practical. And there's a chemical
18 reaction where 50% of the emissions are related to a
19 chemical reaction. So, I think we just talk about
20 cement/steel, but that fits in many other building
21 materials. Some of in which the electrical is the
22 dominating factor, and therefore decarbonizing the
23 electrical grid will reduce that on its own.

24 But I think the biggest challenge is the things
25 that are high heat requirements and that have chemical

1 reactions. And so, then in order to decarbonize those,
2 you're having to take different approaches than just
3 decarbonizing the grid.

4 MS. DELL: Yeah, I can add a little more color to
5 that, which is that ... so, the first thing is that people
6 have done detailed lifecycle assessments of different
7 renewable energy technologies and determined what is the
8 typical embodied carbon in the materials, and how does that
9 sort of get amortized over the lifetime production.

10 And what the typical numbers that they come to are
11 between 10 and 20 grams of carbon per kilowatt hour or per
12 megawatt hour for wind. A little bit more than twice that
13 for solar. In comparison, the number for conventional coal
14 fire generation is like 900.

15 So, the emissions, the embodied emissions are not
16 zero, but they are ... even if we account for them, we're
17 still making a big improvement. Another thing that is
18 worth kind of keeping in our consideration is that the
19 power sector and particularly, I would highlight the wind
20 industry here ... the wind turbines require a large quantity
21 of relatively high-grade steel.

22 And so, they actually tend not to use recycled
23 steel. They tend to use new production steel. And so,
24 there's a real opportunity where ... so, we all have this
25 experience from here in California and in other states and

1 in other countries where the renewable portfolio standard
2 that provided an early market that was a high cost, a high
3 price market for renewable technologies was really
4 important for getting those technologies to commercial
5 readiness.

6 And we have a need for something similar in the
7 building materials industries. We need these early markets
8 where it doesn't have to necessarily be a huge market, but
9 it needs to be a low risk, high price market to kind of get
10 those technologies to full commercial readiness. And the
11 wind industry is potentially a really interesting place to
12 act as a partner with the steel industry to get really low
13 carbon steel on the market.

14 COMMISSIONER MCALLISTER: I want to make a quick
15 connection with the kind of evolving work landscape around
16 hydrogen. Just because I think that it's kind of starting
17 to permeate in interesting ways across this decarbonization
18 conversation, and probably less in the end use in buildings
19 and more in industrial and other kind of core parts of the
20 economy.

21 And so, I think there's an interesting bunch of
22 crosswalks there and particularly steel, it seems relevant,
23 but industry generally is cement. So, just wanted to make
24 that connection.

25 I will say I wish that we had had this

1 conversation before yesterday's Assembly Utility and
2 Commerce hearing on existing building decarbonization
3 because Bruce and Henry particularly, brought up the kind
4 of resource that is our existing buildings in terms of
5 preserving carbon that's already been embodied and avoiding
6 reinventing that wheel, but also upgrading them to improve
7 their performance and kind taking advantage of them as an
8 optimization strategy.

9 So, I think very thought-provoking both of you.
10 So, thank you.

11 Commissioner Rechtschaffen, did you want to ask
12 any questions?

13 COMMISSIONER RECHTSCHAFFEN: I was going to ask ...
14 I think the discussion just now got ... it feels like it
15 answered the question I was going to ask. So, I don't have
16 any other questions Commissioner McAllister.

17 I was interested to hear Colorado is the other
18 state that's done a statutory fix like us. And I guess
19 there's other ... so you can say that - if anyone can say
20 anything about Colorado or other states where they are, or
21 are we on the cusp of something, or ... I know I heard ... I
22 can't remember which one of you said that what we've done
23 here in California with Buy Clean has been enormously
24 helpful.

25 But if there's anything else you can say about the

1 activity in other states that's particularly useful to us
2 or anything we can learn from them, or are we still in the
3 lead really setting the standards here?

4 MS. DELL: Well, Colorado just passed legislation
5 and Minnesota and Washington passed study policy related
6 work. So, Washington is looking at all structural
7 materials, so a slightly different approach than
8 California, so that they are looking concrete, steel, and
9 wood.

10 And so, I think it's interesting how states
11 identify which materials they look at, and then also how
12 states are identifying what the caps would be. And it's an
13 interesting balancing point between what production is
14 happening in a region. What are the impacts of the
15 regional policies towards decarbonization, and what is the
16 capacity of their building sector and industrial sector to
17 support these policies.

18 So, it does come up consistently; what are the
19 impact of small manufacturers, and how hard is it to
20 implement?

21 MR. KING: If I may again, be aware that the
22 Federal General Services Administration finished a yearlong
23 study with an ad hoc group; Kate, you were part of that
24 too, weren't you? Yeah.

25 MS. SIMONEN: Yes, that's good to highlight. So,

1 those were state Buy Cleans, but the GSA policy includes
2 both procurement-based policy and whole building scale.
3 So, I think the report that came out of that is a really
4 great example to look at what I think is market-ready first
5 steps.

6 MR. KING: And if I may interject something; echo
7 what Commissioner McAllister said, and to your question,
8 Commissioner Gunda -- I've just been studying all this
9 stuff anew for the past year and writing another book. And
10 carbon and hydrogen keep coming up over and over again,
11 supporting a carbon and hydrogen economy.

12 In other words, capturing it at the smokestacks of
13 the cement plant, the energy plant and having usable carbon
14 that we can infuse into our building materials and other
15 things. And likewise, hydrogen is in a source of intense
16 energy that can replace fossil fuels as a source of intense
17 energy that an industry like steel is always going to need.

18 There aren't replacements for steel. We're always
19 going to have steel, we're already recycling it. So, now,
20 it's a matter of using a low carbon source of energy to do
21 so. Hydrogen on the market right now is fossil fuel-based.
22 So, it's a two-step process. We got to have a hydrogen
23 economy, and we got to have renewable energy-based
24 hydrogen. I bet a lot of you are already familiar with a
25 lot of this.

1 But these are the background things that I would
2 love to see California take more of a lead in fostering, a
3 hydrogen and carbon economy.

4 MS. DELL: Yeah. Maybe I'll add one more nuance
5 on this issue, which is ... so I think there's actually, I
6 think one more state that didn't make it onto Kate's list,
7 which is New York state. And they passed -- I know it's
8 passed through their legislature. I don't know whether or
9 not the governor has signed it yet.

10 You may have heard there's been some mishigas with
11 the New York State governor recently. But they have a bill
12 called the Low Embodied Carbon and Concrete Leadership Act,
13 which is like somewhere in between a study bill and an
14 actual regulation.

15 But I think that there's a really important
16 distinction in the structure of the of the law in New York
17 compared to Buy Clean California. So, Buy Clean California
18 is basically structured to set a threshold for the amount
19 of CO2 per amount of material. And they say, if you are
20 above that threshold, you're ineligible. If you're below
21 that threshold, you're eligible, and we're done.

22 So, that's great for kind of excluding the bad
23 actors from public contracts. But if you're 1% below the
24 threshold, or you're 50% below the threshold, doesn't
25 matter, there's no incentive to continue improving once you

1 get below the threshold.

2 Whereas what the model that the New York State law
3 is pursuing; what they're doing is they say everyone who
4 submits a bid for this contract has to give us their total
5 embodied carbon specifically for cement and concrete in
6 this case. And whoever has the lowest, they get a discount
7 on their bid. And so, there's always an incentive to keep
8 improving in that kind of model.

9 And that's, I think a really important difference,
10 and that honestly, has been a policy learning for this
11 community since Buy Clean California was passed.

12 COMMISSIONER MCALLISTER: Thanks so much for that,
13 super helpful. And I think we ought to ... so, I want to
14 recognize Commissioner Rechtschaffen as a leader and the
15 PUC on the hydrogen issue. And we're all kind of trying to
16 sniff out the opportunities and be judicious about that.

17 But it's likely that our legislature is going to
18 dedicate some resources based on the governor's request to
19 hydrogen and industrial actually decarbonization in this
20 legislative cycle. So, we may have some resources to work
21 with.

22 And then also, I'm going to just take this
23 opportunity to lodge a suggestion to our research and
24 development staff, actually that runs our EPIC program to
25 try to begin to look at this embodied issue and

1 particularly technologies and applications that can help us
2 manage and put downward pressure on carbon content in our
3 construction phase.

4 And in our building stock and focusing on the
5 basics that we're really talking about here is putting the
6 structure in place and what technologies might really be
7 the most opportune in the near term.

8 So, let's see ... I noticed there was another report
9 in the comment section in the Q&A here that the Advanced
10 Building Construction Collaborative also reached/produced a
11 report called Market Opportunities and Challenges for
12 Decarbonizing US Buildings. So, I want to just make sure
13 the record shows that and that we make sure to check that
14 out.

15 Let's see ... any topics that we have not talked
16 about here? My notes are a little bit of a jumble here
17 because it was fast and furious.

18 But it strikes me that there probably is a
19 conversation that we ought to take this opportunity in the
20 IEPR to kind of make sense a little bit of this and try to
21 begin to strategize a path forward about what authorities
22 might be relevant across the agencies, which parts of the
23 Building Code. You know, Henry really, I appreciate your
24 suggestions on that front.

25 But anything we haven't talked about in this broad

1 topic, any gaps, Rebecca? I mean, you've been making sure
2 we cover them, but I just want to make sure is there
3 anything that any other panelists would like to say that
4 hasn't been said in terms of just what would help frame
5 this issue and make progress?

6 MR. KING: I'll say that no, I think we've covered
7 things well. I'm honored to be here with everybody on this
8 panel. And just to say, I'm available, give me a call,
9 because questions are going to come up. I mean, sure, it's
10 a whole boatload of work ahead of us here, but ...
11 opportunity in California.

12 COMMISSIONER MCALLISTER: We have a lot of
13 stakeholders in the state. It's a huge diverse state. And
14 we work with builders on residential, commercial, across
15 the board. We have the large energy users and just lots of
16 environmental stakeholders and trade allies and labor and
17 the whole gamut.

18 So, obviously, there's a huge conversation to
19 mobilize here. And I will say our process, it's our
20 foundation. And having a process that actually begins with
21 the IEPR is where kind of these opportunities to make
22 progress and lead actually start. So, the involvement of
23 all of you is critical. So, thank you very much for
24 helping us out.

25 Kate, did you have your hand up there? You wanted

1 to make a comment here?

2 MS. SIMONEN: I just wanted to emphasize what's
3 been said here is that embodied carbon is urgent. It's the
4 first emissions that happen on a building. And it's not a
5 fast thing to change. So, if we look at the leadership
6 that California did on operating energy, and we look at the
7 timeline of how long it's been taking to have a substantive
8 impact, we need to work faster than that if we're going to
9 meet global climate goals.

10 So, as good and wonderful as the successes of
11 California's leadership on operational energy, you have to
12 start acting now and with increased urgency in order to
13 address the decarbonization of the building stock and
14 industrial decarbonization, and the intertwining of that
15 with operating energy. They are all interrelated. We need
16 to start acting now and need to think of it from a systems-
17 based perspective.

18 COMMISSIONER MCALLISTER: Thanks a lot. I'm
19 conscious that Emi you haven't had a chance to chime in
20 here. And from the perspective of a large builder that
21 mobilizes a ton of resources, and you called out a few pain
22 points in terms of just having delayed services on the
23 front end of a project that actually gave origin to lots of
24 emissions. Is there anything the state could do or any
25 sort of improvements in your ability to get things done

1 quicker and earlier?

2 MS. LAFOUNTAIN: You know, we have a huge issue as
3 contractors. You know, we are the largest green builder in
4 the state. We're the largest builder now, too. We do move
5 a lot of material, and we can have the greenest personal
6 initiatives as a company that we could possibly have, but
7 we ultimately are tied to what the owner and designers want
8 in a building. Because we are not designers.

9 So, we run into the chicken and the egg situation
10 a lot with the owners about, well, we want to do this, but
11 it's not our responsibility -- well, we can't get this
12 material because there's no EPDs for it because nobody's
13 legislated it, but nobody wants to legislate it until the
14 EPDs are available for it. And same goes for like zero
15 emissions equipment.

16 So, having legislation to provide guidance ... and
17 I'm going to stop short of providing suggestions because
18 it's within our company code; but having legislation to
19 guide owners and designers on embodied carbon and
20 construction-based emissions is really what's going to be
21 the driver depending on private companies to do the right
22 thing is noble, but it is ultimately probably going to rely
23 on what's required.

24 And if you do want to have the biggest impact
25 focusing on the structure and comparing product specific

1 EPDs is the way that we're probably going to get there in
2 conjunction with meeting design optimization requirements
3 as well, reducing the amount of material we have to buy in
4 the first place.

5 The greenest building we ever build is the one we
6 never have to build in the first place. And so, yeah, and
7 I appreciate the opportunity to contribute again as a
8 contactor, if you have questions about how the contractors
9 can get involved, I'm happy to be here as a resource.

10 COMMISSIONER MCALLISTER: Great. Well, thank you
11 so much. I think we've overstayed our welcome a little bit
12 in terms of matching up to the agenda. But all good. This
13 has been incredible. And we do have a couple of steps
14 left. The Zoom Q&A needs to happen. We have a couple of
15 unresolved questions in there.

16 So, we want to give that opportunity to the
17 attendees. And also, we have a public comment; not sure if
18 we have any hands raised on the public comments yet, but I
19 really appreciate your sticking around to help us work
20 through those two topics, which should not take too long.
21 Go ahead, go ahead.

22 MS. DELL: Yeah, no, we have two questions that
23 have not yet been addressed. And so, I'll take the first
24 one because it was directed to me. And the question is
25 could you elaborate on the estimated costs associated with

1 moving from conventional materials to a sustainable
2 material, particularly the cost implications for affordable
3 housing?

4 And that's a really important question. And
5 actually, this was kind of in the back of my head when
6 Commissioner McAllister said, "What did we miss?" Because I
7 think that something that has been maybe implicit, but
8 actually has not been explicitly stated yet today, is that
9 the costs here are very low.

10 There will be some transition costs associated
11 with getting low carbon materials available for the first
12 time. But there's now a number of estimates, very detailed
13 estimates that have been done for converting entirely to
14 low-carbon materials.

15 So, that means for all the cement that you use,
16 there's carbon capture and storage; for the steel that you
17 use, it's recycled or you're using hydrogen, or like a
18 completely sustainable set of building materials. And the
19 estimates that people have come up with is that depending
20 on the type of structure and type of building that might
21 add 1% to 3% to the cost of the building.

22 So, and the incremental improvements that we can
23 make between here and there are going to be even cheaper
24 than that. And in many cases, like the example that Emi
25 offered us, they'll be cost-neutral. Because right now, we

1 are using higher carbon materials or higher greenhouse gas
2 materials unknowingly, because we're just not measuring it
3 and we're not managing it.

4 And the basic reason for this is that those
5 greenhouse gas intensive materials, which are primarily
6 structural materials, they just don't represent a large
7 portion of the cost of most buildings. And so, even if we
8 have to pay more for those materials, that doesn't actually
9 change the cost of the building.

10 So, we have one other question that has been
11 entered in -- which was kind of at least somewhat addressed
12 in Emi's presentation.

13 Many EPDs in the US end at the factory gate. Are
14 we going to get the transportation assembly, maintenance,
15 end of life pieces addressed in Buy Clean California or
16 maybe other policies and approaches as well? Emi or any of
17 the other speakers, would you like to comment on those A4
18 and beyond stages of the lifecycle assessment?

19 MS. LAFOUNTAIN: I mean, I can't obviously speak
20 to what will go into Buy Clean California, but I can speak
21 to what has been seen around the world. There has
22 legislation put in place in places like Oslo, for example.
23 I think they have an all-electric construction requirement
24 by 2035 or something. Don't call me on those numbers.

25 But they've already started piloting zero-emission

1 jobsites in Oslo and they've completed I believe three.
2 And there's a few cities that have signed on to the C40
3 agreement to cut their jobsite carbon emissions by 50% by
4 the year 2030 or more ambitious in certain cities. But
5 those four cities are Los Angeles, Oslo was one of them,
6 Mexico City, and Budapest.

7 So, there is a precedent for cities taking the
8 initiative on reducing carbon emissions at the jobsite
9 level. But that is not necessarily written into anything
10 at the moment. I know that San Francisco is considering
11 some similar legislation at the time. But it has not been
12 put in writing yet anywhere.

13 So, it is city by city largely. There is nothing
14 that I'm aware of that has been adopted at the state level
15 for construction phase emissions. And transportation-wise,
16 I'm not aware of anything that addresses those A4
17 transportation emissions legislatively.

18 MS. DELL: Thank you very much, Emi. So, we have
19 two participants who would like to offer public comments.
20 Just the guidelines on that are unmute yourself, introduce
21 yourself, give your affiliation, and spell your name and
22 affiliation for the record, please. And you have three
23 minutes to make your contributions. So, I would like to
24 recognize Scott Shell and we're going in order of hand
25 raises.

1 Mr. SHELL: Thank you. My name is Scott Shell.
2 I'm with EHDD Architects. We're a 80-person architectural
3 firm practicing all over the state.

4 I'd like to build on Kate's point about the
5 urgency and how do we get this transition started because
6 it's going to take some time and Building Codes take time
7 to implement and so forth?

8 One thought that occurred to me is if some of the
9 state agencies or leading client organizations could take
10 the lead, the University of California's all electric
11 building policy that started two years ago, I thought was
12 very effective.

13 And I spoke to The Office of the President a
14 couple months ago. And they said that even though they
15 have an exception process, no one has asked for one because
16 they have a clear, direct ... from the owner to design all-
17 electric buildings.

18 And they're doing some difficult building types,
19 including a new hospital for UC Irvine, it's all electric.
20 So, I think having some early leadership from some state
21 agencies could be a great help in kicking off maybe some
22 material specific things like the low carbon concrete code
23 that Bruce was talking about from Marin County, or be just
24 requiring a whole building lifecycle assessment be done.

25 Likewise, I think the LECCLA policy that Rebecca

1 mentioned from New York to New Jersey is very effective
2 because it does not just set a threshold. It gives you
3 points for the more you reduce your embodied carbon. So,
4 there's sort of a process there to really drive some
5 innovation.

6 I do think there's enormous potential for
7 innovation that we haven't really explored. On one of our
8 projects, a lab project at UC Santa Cruz, we replaced some
9 concrete drilled piers for the foundation, with Rammed
10 Aggregate piers. It saved the project a million dollars
11 and cut the embodied carbon in half, because it got rid of
12 so much concrete.

13 So, I think there's a whole series of other
14 foundation structures, other geotechnical strategies to
15 reduce embodied carbon in roads and infrastructure that we
16 really need to get some R&D dollars and brains behind. So,
17 thanks so much. It was a great panel, I learned a ton.
18 Let's go get it.

19 MS. DELL: Thank you very much, Mr. Shell. We
20 will now hear a public comment from Claire Warshaw.

21 MS. WARSHAW: Hi, my name is Claire Warshaw. I'm
22 a member of the public. I have no stake in any of this.
23 I'm really enjoyed the panel today, I've been especially
24 appreciating the idea of the California Energy Commission
25 addressing embodied carbon.

1 My comments are kind of about definitions. As a
2 member of a public audience who isn't really as deeply
3 involved in the subject as all of you, I like user-friendly
4 language and I have heard or read part of the IEPR before
5 and it's a very lengthy document. That seems to me could
6 be useful if more general audiences could learn from it.

7 Like if there was an IEPR movie or something after
8 the document's published to make it more so that it could
9 be broadcast.

10 But despite that, your subjects, I would hope that
11 embodied carbon would be defined not about just buildings,
12 especially if it ends up in the IEPR because fuels, it
13 seems to me has embodied carbon element to it, and has had
14 a lot of confusing different slants for instance, with
15 hydrogen fuel.

16 When I've been reading people writing about
17 hydrogen fuel benefits and costs on LinkedIn, it's been a
18 very confusing thing to follow. Decarbonization, the term
19 for me as where I came from, I always thought that like
20 plants had carbon. And so, when we started to speak about
21 decarbonization, it kind of confusd me in terms of building
22 materials. Because timber, for instance, probably has
23 quite a lot of carbon in it and I'm not sure that comes
24 across always that clear.

25 And when we start to talk about bringing timber

1 back in as a material more, I'm not sure if that is going
2 to make as much sense to general audiences. And I'm not
3 saying this is bad or the past has been bad at all. I'm
4 just saying to not make embodied carbon just about
5 buildings when you define it. It might be good for the
6 IEPR to explain the embodied carbons and hydrogen might be
7 ... it might be time for that.

8 That's my comment, sorry. Thank you.

9 MS. DELL: Thank you. Do we have anyone else who
10 would like to offer a public comment before we adjourn the
11 session?

12 COMMISSIONER MCALLISTER: I wanted to just see if
13 Rosemary Avalos, the Public Advisor's Office could maybe
14 help us navigate the phone call if anybody has-

15 MS. AVALOS: Yes.

16 COMMISSIONER MCALLISTER: Yeah, thanks. Rosemary.

17 MS. AVALOS: Thank you, Commissioner McAllister.
18 Now, we'll on to the attendees on the phone line and a
19 reminder to dial *9 to raise your hand and *6 to mute and
20 unmute your line. If you would like to make a comment,
21 please raise your hand and I'll give it a few more seconds
22 here.

23 Alright. Seeing that there are no hands raised,
24 that completes public comment. And I turn now to
25 Commissioner McAllister. Thank you.

1 COMMISSIONER MCALLISTER: Thank you, Rosemary.
2 So, we are going to wrap up for the morning rather. This
3 afternoon, we have another panel looking at the refrigerant
4 issue, another really key global warming potential
5 conversation.

6 So, we're trying to identify the pockets of
7 savings, of potential savings and really emissions
8 potential reduction that are all related to buildings in
9 this track of the IEPR. So, today is really, I think,
10 seminal on both of those issues.

11 I really want to thank the panelists; Rebecca, you
12 did a great job helping put this panel together and
13 moderating. Your insights here are just super valuable.
14 So, thank you.

15 And then all of our panelists, I would very much
16 encourage our staff and you to keep in contact as we
17 assemble the IEPR, and as we carve out a section on this
18 and try to strategize path forward and next steps.

19 I often think, as Commissioner Gunda said, we're
20 really focused on electricity reliability at the moment,
21 and he's really leading the charge at the point of the
22 spear, tip of the spear on that for our agency broadly with
23 our evolution toward a carbon-free grid.

24 We're basically thinking of it, and if you
25 conceive of it as historically, we've basically had a

1 command-and-control system where you have fossil-based
2 generally ... or hydro resources that are basically
3 dispatchable at the flip of a switch more or less.

4 And as we transition to a carbon-free grid, we
5 have to allow our grid to ebb and flow and essentially
6 breathe at the same rhythms as nature. And I think part of
7 the conversation that I've found most inspiring here and
8 that graphic is actually very appropriate is we need to do
9 the same thing with our buildings themselves.

10 And I think a couple of you brought this up where
11 plant-based materials really need to move to be central to
12 our construction industry and use them as an opportunity
13 rather than sort of just a straight cost.

14 And so, that that's been kind of a slight
15 reframing in my mind that I think is going to help me
16 organize my thoughts on this going forward. And I'm sure
17 my colleagues on the dais had similar reactions to the
18 panel this morning.

19 So, Commissioner Rechtschaffen had to step away
20 and will be back at two for the afternoon's panel. But I
21 just wanted to say thank you to the IEPR team. As always
22 great panel and to the panelists for all of your really
23 decade-long efforts in this industry and your personal
24 commitment to really, I mean, making the world a better
25 place and really helping California and beyond have a

1 lighter touch and really preserve our environment for
2 future generations.

3 I mean, that's really essentially what all this is
4 about. Some of you said as much, but I think all of us
5 here are feeling that urgency to address/to use every tool
6 in our toolbox and create tools that we don't have if we
7 need them, which is why the legislative and kind of
8 administrative discussion is really key.

9 So, anyway, I wanted to pass the microphone to
10 Commissioner Gunda for any closing remarks before we wrap
11 up. Thanks.

12 COMMISSIONER GUNDA: Yeah. Thank you,
13 Commissioner McAllister. I think you summed it up really,
14 really well. And I just want to extend my gratitude to all
15 the panelists. And I think two specific points that you
16 mentioned; so much of our public policy is driven by a
17 process that really provides an opportunity for leaders
18 such as the panelists today to showcase the work, the
19 learnings that they can bring to the table, to educate and
20 inform and move the conversation forward for the state and
21 the people of the planet.

22 So, I'm just appreciative and thankful for all of
23 your individual dedication in ensuring we move forward to a
24 brighter future.

25 I will take you up Bruce, on your offer to be

1 available to talk. I would love to have the opportunity to
2 continue to talk with you. As well as Rebecca, I think you
3 had some points that you shared on the ringside. I would
4 really appreciate the opportunity to have a continued
5 dialogue on, especially as we move towards the SB 100 goal.

6 What level of conversation should we have to bring
7 into that from the embodied carbon side to ensure we're
8 moving not just towards a more operationally reduced carbon
9 footprint, but also more of a comprehensive look at the
10 energy system as a whole. So, I really appreciate the
11 opportunity to talk with you further.

12 And then all the participants who join us in these
13 meetings for several hours like Claire who just made a
14 comment. And I think the idea about developing an IEPR
15 movie makes a perfect sense to me. But I think overall,
16 thank you for your time and participation in the public.
17 You help us/keep us pointed towards --and have focus
18 towards priorities, but also accountable and have the
19 integrity and the rigor in the process. So, thank you all
20 for all your time.

21 COMMISSIONER MCALLISTER: Thank you, Commissioner
22 Gunda. And I agree there probably are some nuggets that
23 could be strategically edited to be quite compelling from
24 this morning's session. So, that's an interesting idea.
25 The IEPR has traditionally been a big thick document that

1 as Claire said, was not so accessible. And even before it
2 was digital, it was on paper.

3 And I just cleaned out my office in our move to a
4 new building, and I had a whole shelf full of lots of I
5 guess, lots of sequestered wooden products that was many,
6 many years of the IEPR documents in prehistory, really, it
7 seems like at this point.

8 But these are really key questions for California
9 and the world going forward. So, I appreciate so much
10 everyone's dedication and passion, and I would second
11 everything Commissioner Gunda said as well.

12 So, thank you again to all of the attendees and
13 panelists. I really appreciate it. We're going to wrap up
14 this morning and see everyone again at two o'clock.

15 Thank you very much.

16 MS. DELL: Thank you.

17 COMMISSIONER MCALLISTER: Thank you everyone.

18 (The workshop concluded at 12:25 P.M.)

19

20

21

22

23

24

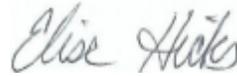
25

CERTIFICATE OF REPORTER

I do hereby certify that the testimony in the foregoing hearing was taken at the time and place therein stated; that the testimony of said witnesses were reported by me, a certified electronic court reporter and a disinterested person, and was under my supervision thereafter transcribed into typewriting.

And I further certify that I am not of counsel or attorney for either or any of the parties to said hearing nor in any way interested in the outcome of the cause named in said caption.

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



ELISE HICKS, IAPRT CERT**2176

TRANSCRIBER'S CERTIFICATE

I do hereby certify that the testimony in the foregoing hearing was taken at the time and place therein stated; that the testimony of said witnesses were transcribed by me, a certified transcriber and a disinterested person, and was under my supervision thereafter transcribed into typewriting.

And I further certify that I am not of counsel or attorney for either or any of the parties to said hearing nor in any way interested in the outcome of the cause named in said caption.

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



Myra Severtson
Certified Transcriber
AAERT No. CET**D-852