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BUSINESS MEETING

BEFORE THE

CALIFORNIA ENERGY COMMISSION

In the Matter	of:)
) 22-BUSMTG-01
Business	Meeting)
		_)

WEDNESDAY, JUNE 8, 2022

Notice of Meeting Continuance to 11:00 a.m.

In-person at:
Warren-Alquist State Energy Building
1516 Ninth Street
Art Rosenfeld Hearing Room
Sacramento, California 95814
(Wheelchair Accessible)

Option for Remote Public Access via Zoom.

Please note that the CEC aims to begin promptly at the start time and the end time is an estimate based on the agenda proposed. The business meeting may end sooner or later than the time indicated depending on various factors.

Pursuant to California Code of Regulations Title 20 section 1104(e), any person may make oral comment on any agenda item. To ensure the orderly conduct of business, such comments will be limited to three minutes or less per person. Any person wishing to comment on information items or reports (non-voting items) shall speak during the general public comment portion of the meeting and have three minutes or less to address all remaining comments.

Reported by: Peter Petty

APPEARANCES

Commissioners

David Hochschild, Chair Kourtney Vaccaro Andrew McAllister

Staff Present:

Drew Bohan, Executive Director
Linda Barrera, Chief Counsel
Dorothy Murimi, Public Advisor's Office
Keith Winstead, Lead Compliance Project Manager
Joseph Hughes, Engineering Office AQ Manager
Jennifer Baldwin, Lead Counsel
Matt Pinkerton, Chief Counsel's Office

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Jennifer Martin-Gallardo	2
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David Velazquez	5
Che Geiser	6
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	Pursuant to Government Code Section 11126(e), the CEC may adjourn to closed session with its legal counsel to discuss any of the following matters to which the CEC is a party:																
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- 2 JUNE 8, 2022 11:08 a.m.
- 3 (Start of Introductory Video.)
- 4 MS. MURIMI: Thank you for joining us for the
- 5 California Energy Commission's Business Meeting. The
- 6 California Energy Commission's June 8th, 2022 Business
- 7 Meeting will be continued to 11:00 a.m. instead of
- 8 beginning, as originally scheduled, at 10:00 a.m. Pacific.
- 9 All other meeting information, including public
- 10 participation instructions remain the same. Thank you for
- 11 your patience and continued participation in the California
- 12 Energy Commission's proceedings.
- 13 Welcome to the California Energy Commission
- 14 Business Meeting. Zoom's closed-captioning feature has
- 15 been enabled to make Energy Commission business meetings
- 16 more accessible. Attendees can use this feature by
- 17 clicking on the "Live Transcript" icon and then selecting
- 18 either "Show Subtitle" or "View Full Transcript." Closed
- 19 captioning can be stopped by closing out of the Live
- 20 Transcript or selecting "Hide Subtitle." Those
- 21 participating solely by phone do not have the option for
- 22 closed captioning.
- The Energy Commission will continue to post a
- 24 recording of this business meeting on the Business Meeting

- 1 webpage in addition to posting a transcript of this
- 2 business meeting rendered by a professional court reporter
- 3 in the docket system on the business meeting webpage.
- 4 To increase access to the California Energy
- 5 Commission's proceeding, this meeting is being held in-
- 6 person and is also available for remote participation.
- 7 The public can participate in the business
- 8 meeting consistent with the instructions for remote
- 9 participation found in the notice for this meeting, and as
- 10 set forth on the agenda posted to the Energy Commission's
- 11 website. Pursuant to California Code of Regulations Title
- 12 20, section 1104(e) any person may make oral comments on
- 13 any agenda item.
- Once the public comment period begins, to
- 15 indicate you would like to give a comment in-person please
- 16 use the QR codes shown in the room and fill out the form.
- 17 For remote participants, please raise your hand
- 18 by clicking on the "Raise Hand" icon at the bottom of your
- 19 screen. If you are joining by phone, press *9 to raise your
- 20 hand and *6 to unmute.
- 21 To ensure the orderly and fair conduct of
- 22 business, public comments will be limited to three minutes
- 23 or less per person for each agenda item voted on today.
- 24 Any person wishing to comment on information
- 25 items or reports which are non-voting items shall reserve

- 1 their comment for the general public comment portion of the
- 2 meeting and shall have a total of three minutes or less to
- 3 state all remaining comments. After the Public Advisor
- 4 calls on you to speak, spell your name and state your
- 5 affiliation, if any.
- 6 Welcome to the California Energy Commission's
- 7 business meeting. The meeting will now begin.
- 8 (End of Introductory Video.)
- 9 CHAIR HOCHSCHILD: Well good morning, friends and
- 10 welcome. I'm David Hochschild, Chair of the California
- 11 Energy Commission. I'm joined by Commissioner Vaccaro. We
- 12 do not yet have a quorum, because Commissioner McAllister
- 13 is enroute. He should be here in about ten minutes. But
- 14 we can do a number of other items and why don't we begin,
- 15 if we could, with the Pledge of Allegiance.
- 16 (Whereupon the Pledge of Allegiance was recited.)
- 17 CHAIR HOCHSCHILD: Before we begin, I did want to
- 18 just take a moment to acknowledge the extraordinarily
- 19 devastating series of events with regard to gun violence in
- 20 our country over the past few weeks and really over the
- 21 year. There have now been more mass shootings in 2022 than
- 22 there are days in the year. And the Gun Violence Archive,
- 23 which tracks this information, defined a mass shooting as
- 24 an event where four people or more were killed. And we had
- 25 more of those in 2022 than we've had days in the year, so

- 1 far. And it's unacceptable. It's outrageous. It's
- 2 incredibly painful to watch.
- I know our hearts go out to the victims in Uvalde
- 4 and in Buffalo. My wife's family actually knew the
- 5 gentleman who was killed in, I guess it's Laguna Beach in
- 6 Southern California, in the church shooting. And you know,
- 7 this has to stop.
- I just wanted to create a moment to acknowledge
- 9 the depth of this crisis and it's something that can't
- 10 continue. And so I just wanted to create, especially -- I
- 11 don't know, Commissioner Vaccaro, if there's any thoughts
- 12 or comments, you'd want to offer on that before we move on?
- 13 COMMISSIONER VACCARO: No, nothing to offer. But
- 14 thank you for raising that. That's really important.
- 15 CHAIR HOCHSCHILD: Yeah. Thank you. So with
- 16 that we'll move on to the agenda.
- I think actually what we're going to do is begin
- 18 with Commissioner Updates and then we'll move into the
- 19 rest. If you would like to go first, I can take continue
- 20 and --
- 21 COMMISSIONER VACCARO: Yeah, mine are pretty
- 22 brief but yeah thank you, happy to go first.
- 23 So it's been a busy time for offshore wind, so I
- 24 think that's where I'm going to focus a little of my
- 25 attention this morning. So first thing that happened this

- 1 morning that was really pretty important is the Coastal
- 2 Commission -- I don't know how the vote turned up, I had to
- 3 leave to come to this meeting -- but the Coastal Commission
- 4 is considering BOEM's Federal Consistency Determination for
- 5 the Morro Bay Wind Energy Area. It's a really pretty
- 6 significant step forward for offshore wind in California.
- 7 I made some remarks this morning and we'll see how that
- 8 vote goes.
- 9 But in April, the Humboldt Wind Energy Area
- 10 Consistency Determination was presented for the Coastal
- 11 Commission and they approved it unanimously. I think we
- 12 expect the same today, so for those of you following
- 13 offshore wind that's really pretty significant what's
- 14 happening at the Coastal Commission today.
- 15 Another, I think, important thing to note is that
- 16 there was a task force meeting, an intergovernmental BOEM
- 17 California Intergovernmental Task Force meeting. That
- 18 occurred on June 3rd. That's pretty significant. These
- 19 meetings have been held since 2016 through a number of
- 20 state agency partners, federal partners, tribal government,
- 21 local government representatives come together and really
- 22 talk about planning updates, what's happening for
- 23 development of offshore wind in federal waters off the
- 24 coast of California. Chair Hochschild participated as did
- 25 I and a number of other state representatives.

1	And	SO	it's	particularly	significant,	because	the
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- 2 topic at hand was the proposed sale notice that has been
- 3 issued by the Bureau of Ocean Energy Management for the
- 4 first-ever lease sales off the California coast. Those are
- 5 planned for the fall of this year. The first step there is
- 6 the proposed sale notice. It's out for public review and
- 7 comment. That's due August 1st, so we're busy reviewing
- 8 it.
- 9 The Chair made some remarks in the press, and I
- 10 echoed them, that we're incredibly encouraged by this step
- 11 that BOEM has taken. And what we see even though we're
- 12 still giving a closed read is that BOEM has been listening
- 13 to California. We have a number of values and priorities
- 14 here in California with respect to our coast, our marine
- 15 coastal ocean resources, among other interests, fisheries,
- 16 and BOEM has looked to take those into consideration in
- 17 this proposed sale notice. So that's another just very
- 18 significant milestone, and something my office and others
- 19 at the Commission are focused on.
- 20 Finally, with respect to offshore wind I think at
- 21 our last meeting I mentioned that we were postponing, we
- 22 had postponed taking action on the staff draft report, the
- 23 first deliverable under Assembly Bill 525. And the reason
- 24 why is we said we were going to do some more public process
- 25 around new information that came in around the time of the

- 1 workshop. And so I am very pleased to say that at the end
- 2 of this month we will be having that follow-up workshop.
- 3 "Save the Date" should be out soon, so just sort of people,
- 4 keep your eyes open if you're on the listserv for that, but
- 5 end of the month is what we're looking at. Not going to
- 6 give the firm date as I sit here because it might change,
- 7 so wait for the "Save the Date."
- 8 And then the final thing I'll just mention, it's
- 9 not offshore wind-specific, but in terms of upcoming travel
- 10 I'll be traveling to Arcata with my advisor Eli Harland.
- 11 We're going to go to an event, celebrate a microgrid at an
- 12 airport on the north coast. It's an EPIC-funded project.
- And in addition to that we'll sort of be doing
- 14 some offshore wind-related work, taking a tour of the
- 15 harbor, meeting with some of the folks at Humboldt Cal --
- 16 what is it now? It's not Humboldt State --
- 17 CHAIR HOCHSCHILD: It's now Cal Poly Humboldt.
- 18 COMMISSIONER VACCARO: Yeah, it's Cal Poly
- 19 Humboldt and others. And trying to turn it into a little
- 20 bit of stakeholder engagement on a number of issues,
- 21 including, but not limited to offshore wind. So that's it.
- 22 CHAIR HOCHSCHILD: Thank you. Thank you,
- 23 Commissioner, for those comments and all the good work.
- 24 And I just wanted to add I was also really pleased at the
- 25 depth of the stakeholder engagement feedback and just

- 1 generally the interest in offshore wind. Commissioner
- 2 Vaccaro and I attended the Offshore Wind Summit in San
- 3 Francisco probably six weeks or eight weeks ago now. And
- 4 you know, there were 500 people there. They were sold out
- 5 and they ran out of room, so it was really exciting to see
- 6 the depth.
- 7 And for those of you who are not familiar the
- 8 acronym BOEM stands for the Bureau of Ocean Energy
- 9 Management, which is the federal agency responsible for the
- 10 lease of federal waters. The state waters go from the
- 11 shoreline out 3 miles and federal goes from 3 to 200 miles.
- 12 And these guys have been fantastic. I just want
- 13 to acknowledge their incredible professionalism and
- 14 diligence and hard work and collaborative approach to be at
- 15 this point, ready to do a lease sale in October of 583
- 16 square miles off the coast of California, which is the
- 17 first west coast offshore wind lease sale to happen just 18
- 18 months into the Biden Administration. For those of you who
- 19 know what's involved to get to that point, it's a lot of
- 20 work and it's a real tribute to that team. And I couldn't
- 21 be prouder of them and of our partnership with them. And
- 22 thank you, Commissioner, for all your leadership.
- So, in terms of updates, I want to start with
- 24 something personal. I'm just incredibly, incredibly proud
- 25 of my mother, who I went last weekend -- she got an

- 1 honorary degree at Harvard, she's 81. She's been in the
- 2 Sociology Department at UC Berkeley her whole career. And
- 3 she spent actually a lot of time going to Louisiana to I
- 4 understand -- wrote a book called, "Strangers in Their Own
- 5 Land" about the experience of folks in Louisiana. And kind
- 6 of looking at some of what's driving the politics there,
- 7 and still going strong and still writing. And it was such
- 8 a treat to my daughter. And my dad and I went out to be
- 9 with my mother for that weekend and it was just a total
- 10 delight. So I am overflowing with pride for my mom this
- 11 week and so that was a real treat.
- I have some exciting updates to share, starting
- 13 with an event. I want to acknowledge Liza Lopez from PG&E
- 14 who helped facilitate an event, when was that? On Monday,
- 15 I guess. Elliot Mainzer, the CEO of CAISO and I went down
- 16 to Moss Landing to dedicate the new energy storage project.
- 17 This is a 182-megawatt facility of Tesla storage batteries
- 18 onsite at the Moss Landing Power Plant with Patti Poppe,
- 19 the CEO of PG&E and some others.
- Just as a note here, as we're scaling up what's
- 21 going on in California is really the electric grid is
- 22 ascendant. And the reach of that grid is going further and
- 23 farther than anybody imagined. We're now putting about
- 24 1,000 electric vehicles, new electric vehicles on the road
- 25 every day in California. And that's driving electric

- 1 demand. And we are, of course in the building sector
- 2 seeing enormous growth in electrification, high-speed rail
- 3 is all-electric. And increasingly buses, Proterra and BYD
- 4 making electric buses, and now a billion and a half dollars
- 5 for electric school buses in California, which we're going
- 6 to be working on. So the grid is more important than ever,
- 7 reliability is more important than ever, and storage is an
- 8 essential part of the solution.
- 9 So just for context last year in 2021, we
- 10 installed 2 gigawatts of energy storage in California.
- 11 Okay, prior to that all lithium-ion storage total was 200
- 12 megawatts, so we went up 10X in one year.
- We're doing another 2 gigawatts this year. We'll
- 14 have, by the end of this month, we'll have over 3 gigs of
- 15 energy storage online.
- 16 And this is really critical. Most of this is
- 17 four-hour lithium-ion batteries. And when you think about
- 18 the threat to reliability it's really important to remember
- 19 what we're really worried about is like somewhere between
- 20 20 and 60 hours a year, right? It's actually a very small
- 21 number of hours where our backs are really up against the
- 22 wall. And these resources can play a huge role as part of
- 23 the solution in helping to use all that surplus renewable
- 24 energy. We have some solar during the day, and dispatch it
- 25 later in the evening when we need it. So this is really

- 1 exciting.
- 2 And also to see the development of this project,
- 3 it took a year to build and ten months to commission, okay.
- 4 But this is -- you know, when you're doing a project of
- 5 this size there's a big learning curve. So going forward
- 6 this is why I love doing site visits, because you learn
- 7 things you will never learn unless you go there. Now they
- 8 can build a project of that size in six months and
- 9 commission it in one month, maybe up to two months, so you
- 10 get faster.
- 11 Furthermore, in October I helped dedicate the
- 12 Tesla battery manufacturing facility in Lathrop. They are
- 13 now building these Megapacks and they're building an
- 14 equivalent of 50 of the projects that I dedicated at PG&E,
- 15 50 of those a year here in California. So just really
- 16 exciting to see the incredible growth. They are sold out
- 17 for the next two years at this manufacturing facility, so
- 18 storage is really ascendant.
- 19 And I just again want to pay tribute to the
- 20 incredible team here at the Energy Commission on the R&D
- 21 side, because we are funding a whole bunch of really
- 22 exciting lithium-ion technologies. Coreshell and Sepion
- 23 and Cuberg and many others that are making lithium-ion more
- 24 efficient, less expensive, and more reliable, better energy
- 25 density.

- 1 Just as an example, I drive a Chevy Volt for the
- 2 last four years. They did this battery replacement free.
- 3 The battery pack I had when I bought the car four years ago
- 4 was a 60-kilowatt-hour battery, 238-mile range. They've
- 5 swapped in the new one, same form factor, same size, it's
- 6 65-kilowatt hours, 259-mile range. And so that, you can
- 7 kind of see the trend line, so this is good. And this is
- 8 part of why electrification is succeeding is because the
- 9 envelope of possibility is literally growing every month as
- 10 we get better and better technology.
- 11 And so one great example of that is electric
- 12 aviation. So after the PG&E event, Elliot and I went down
- 13 to visit Joby. So Joby is really like the leading electric
- 14 aviation company. They have a functional -- basically a
- 15 vertical takeoff airplane. It has 6 propellers that goes
- 16 150 to 200 miles in range, it's operational. This company
- 17 employs 1,000 people. They've raised over a billion
- 18 dollars and there is -- welcome, Commissioner McAllister is
- 19 here -- and we got to tour their facility. They're
- 20 manufacturing in California, and just amazing to see.
- 21 I think a lot of us, myself included who said,
- 22 "Electric aviation, what are you talking about?" and all of
- 23 a sudden, it's happening, So it's coming. And Airbus is
- 24 now developing an electric jet in Europe. And so the grid
- 25 is more important than ever as these end uses expand, so

- 1 really exciting.
- 2 While they didn't let me fly the plane, I did get
- 3 to do the simulator, which I think was a lower risk
- 4 proposition for them. But that was an amazing visit as
- 5 well.
- I wanted to highlight as well the action of the
- 7 Biden Administration. On Monday President Biden took a
- 8 very, very constructive and important action. He issued a
- 9 two-year reprieve from the tariffs -- that this
- 10 anticircumvention petition that is now underway at the
- 11 Commerce Department basically, which had stopped solar and
- 12 storage installations in California for the last eight
- 13 weeks. That has now been resolved and these projects can
- 14 move ahead as the investigation proceeds.
- 15 And then in addition to that he invoked the
- 16 Defense Production Act, which allows a whole bunch of new
- 17 federal tools to be deployed to support the fast ramp-up of
- 18 manufacturing for electric heat pump technology, for
- 19 building insulation, for critical grid infrastructure, and
- 20 for hydrogen and batteries as well.
- 21 So these are very bold, very significant federal
- 22 actions that will allow loans, loan guarantees, federal
- 23 procurement, expanded manufacturing to happen in support of
- 24 an agenda that's highly aligned with our climate agenda.
- 25 So I just wanted to acknowledge the significance of that

- 1 action for purposes of our agenda and for grid reliability
- 2 and for all the things we're trying to scale up.
- We are trying to do two things at once in
- 4 California. We're trying to aggressively confront climate
- 5 change by transitioning to clean energy. And we're trying
- 6 to sustain electric grid reliability aggressively. And so
- 7 both things have to happen, and these actions help support
- 8 both those, so I just want to commend the White House and
- 9 all the team that worked on that.
- I did also want to share a little bit about our
- 11 budget. It's not final. It has to go through the
- 12 Legislature still. But all in when you add up the money we
- 13 expect to get at the Energy Commission from the Federal
- 14 Infrastructure Package, we're looking at a budget that's
- 15 going to land between \$7 and \$8 billion. This is a sum
- 16 that we've never had this many resources come into the
- 17 Energy Commission at one time before.
- 18 I'm incredibly proud and I know all my fellow
- 19 Commissioners share that pride in the hard work of the team
- 20 across the agency. And the diligence, people are working
- 21 overtime, really, in every division. And I think we are
- 22 ready to deploy these funds with excellence. I'm
- 23 incredibly confident of the ability of the team to do that.
- 24 It's everything from electric school bus funding to energy
- 25 storage, renewable research, all sorts of great, great

- 1 things across the spectrum, offshore wind and lithium
- 2 recovery and everything else we've been working on,
- 3 building electrification and decarbonization and EV
- 4 charging infrastructure across the state. So long-duration
- 5 energy storage, \$380 million for that, and we've never made
- 6 investments of this scale before. But we're really excited
- 7 for this opportunity to partner with the Legislature to get
- 8 this over the finish line and get these solicitations out
- 9 on the street.
- 10 You guys have heard me say this again, but
- 11 California -- and the reason I'm doing this work, I know
- 12 this is shared as well with my colleagues -- I mean, we are
- 13 a giant incubator for the clean energy industry solutions.
- 14 The solar industry was born in California and scaled up
- 15 here. The wind industry was born in California and scaled
- 16 up here. The electric vehicle industry, energy storage,
- 17 energy efficiency codes and standards. And with this
- 18 budget we can supercharge all that. I think the right way
- 19 to understand this budget is to think of it like any of the
- 20 other landmark climate policies, AB 32 or SB 100, because
- 21 it's that significant what we can get done.
- 22 And then as we've seen again and again and again
- 23 when we scale things here they spread, and they go up. I
- 24 really believe the lighting standard being the most recent
- 25 example of this when we required LEDs and got that standard

- 1 going, that just got adopted by the Department of Energy.
- 2 That's the standard for the nation and so we're the tip of
- 3 the spear on this. So I just wanted to reiterate how
- 4 significant this budget is and how I think it's just a
- 5 milestone moment for our agency and really reflects the
- 6 commitment and collaboration of the whole team.
- 7 I also wanted to share one of the pieces of the
- 8 budget that I've been focused on is direct air carbon
- 9 capture. So full disclosure, I was skeptical of this
- 10 technology category for a long time, probably most of my
- 11 career, because I felt it was sort of a fig leaf for the
- 12 fossil fuel industry to continue business as usual. I now
- 13 believe it has to be a part of our strategy. We have so
- 14 much excess CO2 in the atmosphere we have to have a
- 15 strategy to, even as we move to zero-emissions here that's
- 16 not enough, we have to have a strategy to withdraw carbon
- 17 from the atmosphere.
- 18 So I did join a delegation of legislators. We
- 19 were the first delegation to go see the Orca project, which
- 20 is the largest scale, first-of-its-kind direct air carbon
- 21 capture project in Iceland some time ago. And we have \$100
- 22 million in the budget that the Governor has proposed to the
- 23 Legislature to advance carbon capture technology in
- 24 California. There's about I'd say roughly 50 percent of
- 25 the innovation happening in this space is already happening

- 1 in California. I've done a number of visits to the leading
- 2 companies here and we are going to be pushing this forward,
- 3 this is a new area for us. We haven't done it before, but
- 4 the process is amazing.
- In the case of the project I saw, the way to
- 6 think about that it really is kind of the reverse of
- 7 fracking. They are withdrawing CO2 from the atmosphere and
- 8 then they are mineralizing it into rock. And so it remains
- 9 in an inert form in perpetuity and it's amazing to see.
- 10 And there's a couple different strategies around that, but
- 11 this is an exciting new area for us, and I think one that
- 12 has a lot of a lot of promise.
- Other highlights, I did a Roundtable. I do this
- 14 once a year with the top clean tech venture capital firms
- 15 in San Francisco. We had about 30 people. President
- 16 Reynolds joined, the L.A. Manager from Chrysler joined, and
- 17 a couple of other leaders in the field. And we had a good
- 18 dialogue about trends and clean tech investment and policy.
- 19 And it's, I think, an exciting time, a
- 20 possibility for all the industries across the clean energy
- 21 space that are coming to California. There's a really nice
- 22 benefit of being co-located, having the talent for
- 23 manufacturing, the investors, the policy, the resources
- 24 and, of course, the state policy framework all together.
- 25 And I think that is really important to the Governor to

- 1 keep that vibrant ecosystem going. And so it was a great
- 2 dialogue.
- 3 And I think that is it for me. So we're just
- 4 doing Commissioner Updates, we're starting with that if you
- 5 don't mind, Commissioner McAllister.
- 6 COMMISSIONER MCALLISTER: And did I miss
- 7 Commissioner Vaccaro?
- 8 CHAIR HOCHSCHILD: No, she has already gone.
- 9 COMMISSIONER MCALLISTER: Well great. Well sorry
- 10 to be a little bit otherwise occupied this morning, but
- 11 thanks for accommodating.
- 12 CHAIR HOCHSCHILD: And congratulations to your
- 13 daughter.
- 14 COMMISSIONER MCALLISTER: Oh yeah. Well when
- 15 you're a single parent there's nobody to shovel it over to,
- 16 so you really have to just try to make yourself available.
- 17 And I just, first of all I just can't fully
- 18 convey how appreciative I am of we have a relatively full
- 19 room. This is probably the fullest room we've had in a
- 20 really long time so thanks everyone for being here. But if
- 21 there's one thing, we've learned in the COVID pandemic era
- 22 it's work/life balance has sort of taken on a new meaning.
- 23 And I think we've all -- certainly I have, and I feel it
- 24 throughout the Commission, Chair and Drew and Linda and all
- 25 our Commissioners, I think, set the tone for that well --

- 1 we just have to find ways to maintain the work/life balance
- 2 and sort of sustain our families and sustain our colleagues
- 3 at the same time. And that's sort of become a little bit
- 4 of a more postmodern effort, I think, as sort of very
- 5 geographically dispersed and it requires us to multitask
- 6 and our brains to work in ways that we're maybe not
- 7 accustomed to but it's a really positive thing, I think.
- 8 And so I had a very meaningful family event this
- 9 morning that I really wanted to be there for my kids. And
- 10 my son just got home from college last night by midnight,
- 11 and it was just a really meaningful thing for us all to be
- 12 together. So my daughter got an award that just showed her
- 13 own resilience. And I actually am sort of looking to her
- 14 for leadership now, because she's just an amazing person.
- 15 And so I appreciate your sort of accommodating me on that
- 16 and her.
- 17 I'll be relatively brief, there's so much going
- 18 on. And I really want to just sort of maybe use yesterday
- 19 as a little bit of an object lesson or a sort of an example
- 20 of how much is going on.
- In the morning first thing I spoke at the
- 22 California Hydrogen Leadership Summit and just huge, over
- 23 the Sheraton, a full conference room, so 400 or 500 people.
- 24 And in a similar vein with your comments about direct air
- 25 capture, it may be not quite so black and white, but I

- 1 think I've always thought that maybe hydrogen would have a
- 2 role in our transition and I've just been a little fuzzy
- 3 about what that might be. And I think as we've learned
- 4 more about it, we know it's relevant for our medium- and
- 5 heavy-duty transportation. We know it can be a storage
- 6 mechanism that crosses sectors, but the details of that are
- 7 kind of TBD a little bit. But there's an amazing amount of
- 8 capital going into that space and there's some quite
- 9 interesting technological advances.
- 10 And then the other area it seems like hydrogen
- 11 has to play a role, is in some of the hard electrifying
- 12 industrial sectors, both thermal and chemical. And so it's
- 13 a molecule that can do some things that others can't do.
- 14 And beyond that I think I think we're still
- 15 learning, but there's a lot of optimism. And I think
- 16 there's some chaff and there's a fair amount of wheat there
- 17 and I think we need to sort of continue to separate the two
- 18 and determine what hydrogen is for, sort of put a path
- 19 forward. And our staff is doing a great job sorting that
- 20 out and coming up with a roadmap. And if and when we get
- 21 some resources from the Legislature, through the budget
- 22 process, then we'll be in a position to really help push
- 23 that conversation forward and sort of get clarity there for
- 24 the longer term.
- 25 And Tyson Eckerle and colleagues across the state

- 1 agencies are working on putting in and developing a
- 2 proposal for the hydrogen hubs, for the DOE hydrogen hub
- 3 solicitation, so I think there's some really interesting
- 4 developments in that space.
- 5 So anyway, I was pleased to see a lot of high-
- 6 level engagement and an increasing sort of uniformity of
- 7 kind of knowledge and vision in that space, in the hydrogen
- 8 space, so lots TBD, but I think we're making positive
- 9 progress.
- 10 And then later on yesterday, I gave a talk to the
- 11 AHRI, that's the American Association of Heating. It's the
- 12 American Heating and Refrigeration Institute. And they're
- 13 a really key industry agency for the heat pump
- 14 manufacturers, both on the water and the HVAC side. They
- 15 have an annual meeting here in California and just all of
- 16 the manufacturers and many of the trade allies and
- 17 suppliers get in the room.
- 18 And we had both. So they had their conference,
- 19 and we have staff attending many of the sessions. I gave
- 20 the lunchtime talk. And just the engagement there and the
- 21 sharpness of the industry with respect to California, now
- 22 that we've suggested this \$6 million, or 6 million heat
- 23 pump goal by 2030 they really want to help us make it a
- 24 success.
- 25 And at the end of the day we brought together GO-

- 1 Biz and CAEATFA and CARB, PUC, Energy Commission and all
- 2 these manufacturers, very senior people at the
- 3 manufacturers. And had a very kind of honest, open I think
- 4 really effective ice-breaking session starting to talk-
- 5 turkey about what it's going to take to scale up the heat
- 6 pump markets in California.
- 7 And we had just a lot of great engagement. And
- 8 certainly some skepticism. California a hard place to do
- 9 business, all that kind of stuff, right? And that's
- 10 exactly kind of the trust-building that we need to do is
- 11 really come to the table, be open and honest about our
- 12 intentions, invite them to participate, sort out any
- 13 barriers that they come up to, come up with, and put on
- 14 the table. And that's how we do it. And being persistent
- 15 over time and building those relationships.
- And then I think if and when we get significant
- 17 funds to push further in this direction, I think we really
- 18 have -- we're gathering all the conditions really well to
- 19 enable scaling of this market that's so key for our
- 20 building decarb for our economy decarb, and has lots of
- 21 economic upside potential. And they all want to hire more
- 22 contractors and push more equipment into California and do
- 23 more and larger projects and work with the builders and so
- 24 we want to enable that. We want them to be successful.
- One kind of interesting thing, and I think

- 1 positive attribute that the heat pump industry has, heat
- 2 pump, HVAC and water heating industry has, it is actually a
- 3 finite number of firms. And so you can kind of get them
- 4 all in one room and say, "Hey what do you need?" and it's
- 5 not a very diffuse. There are a few players that own much
- 6 of the marketplace.
- 7 And so to the extent we can help -- not sure how
- 8 much we can -- but to resolve some of their supply chain
- 9 issues. They have to compete with the global marketplace
- 10 for compressors and other components. And so we need them
- 11 to iron out some of their supply chain issues so they can
- 12 put product in California.
- So anyway, I think the takeaways are we're going
- 14 to put together a little brain trust of the interested
- 15 companies and there were a bunch of them that want to
- 16 participate in that and keep meeting with staff and pulling
- 17 in agencies as needed and work out the refrigerant issue
- 18 with the fire marshal and just kind of see where we can
- 19 have a positive impact. So anyway, that big day kind of
- 20 helping activate some of these conversations yesterday.
- 21 Beyond that let's see, 2 I quess I just kind of
- 22 wanted to -- we're going to hear about some interesting
- 23 things in the efficiency and program realm today. And just
- 24 dozens and dozens of staff involved in those efforts, so I
- 25 want to just acknowledge them as a group. We'll hear more

- 1 detail going forward.
- 2 And the linkages, it just seems like we all have
- 3 intersecting issues across all the divisions these days.
- 4 And I know that every day the Renewable Division with the
- 5 programs, and of course the Efficiency Division, there's so
- 6 much that they are working on together across those two
- 7 divisions. And then, increasingly, with the analytical
- 8 kind of work at EAD to help us target programs and
- 9 understand impacts and just the kind of the richness of our
- 10 increasing analytical skills in EAD and FTD.
- 11 Transportation and buildings are just becoming sort of
- 12 twins really in this family of efforts that we need to push
- 13 forward for decarbonization.
- 14 And just the capabilities of our deputies, I
- 15 mean, and Chief Counsel's Office as well. I mean they're
- 16 all getting involved in these issues and working together
- 17 very well as a team, I think, better than any time I've
- 18 been at the Commission. So I think I can say that. And I
- 19 don't want to leave out the Siting Division and Executive
- 20 Office, but everybody's really, really rowing in the same
- 21 direction right now.
- 22 So I'm just really, really proud of our progress
- 23 and optimistic for what this future holds. And when we
- 24 get through the budget and we have clarity on all that, the
- 25 Governor's Office and Damien in our shop. (phonetic) Just

- 1 so many issues are, if not being resolved, definitely being
- 2 advanced and discussed and sort of so we can get clarity on
- 3 really what the best thing to do actually is, so I really
- 4 appreciate the whole team effort. That's it for me.
- 5 CHAIR HOCHSCHILD: Well thank you, Commissioner,
- 6 for those comments. And congratulations again to your
- 7 daughter for her award.
- 8 And speaking of awards we started in 2020, the
- 9 California Clean Energy Hall of Fame Awards. I want to
- 10 invite everyone to consider making a nomination if you have
- 11 someone you think might be deserving of one of these
- 12 awards, the deadline is July 1st.
- We will be doing a Lifetime Achievement Award to
- 14 honor someone who's retired who dedicated their career to
- 15 clean energy. There's a Youth Game Changer Award to honor
- 16 someone who's influencing younger generations to advance
- 17 clean energy future. There's a Tribal Champion Award for a
- 18 tribal leader working on clean energy in Tribal
- 19 Territories. And we have three Clean Energy Champion
- 20 Awards to honor leaders doing innovative work that starts
- 21 in their communities and ripple throughout the state.
- 22 So please consider making a nomination if you
- 23 have someone in mind. My Chief of Staff, Noemi Gallardo,
- 24 sitting in the back there, is quarterbacking this. And
- 25 it's a wonderful event, which we'll be doing, I believe, in

- 1 December. So thank you, Noemi, for all your hard work on
- 2 that.
- 3 Today we're going to be considering just over \$19
- 4 million of grants for approvals, and I appreciate the team
- 5 for all the work to set us up for that today.
- And with that let's go ahead and move now to Item
- 7 2. This is an informational item, non-voting item, the
- 8 information item is on the Infrastructure Investment and
- 9 Jobs Act. Let me welcome my advisor, Jennifer Martin-
- 10 Gallardo, to present.
- MS. MARTIN-GALLARDO: Good morning, Chair and
- 12 Commissioners, my name is Jennifer Martin-Gallardo and I'm
- 13 here this morning to share an update on the status of the
- 14 Energy Commission's activities related to the federal
- 15 Infrastructure Investment and Jobs Act, which I'll refer to
- 16 as the IIJA or the Act for the remainder of this
- 17 presentation.
- 18 The funding opportunities within the Act will
- 19 bring important benefits -- oh, next slide, please.
- The funding opportunities within the Act will
- 21 bring important benefits to California. Not only will the
- 22 funding support important clean energy projects, but it
- 23 does so with a strong focus on bringing these projects to
- 24 communities that have been disproportionately impacted by
- 25 pollution and other environmental harms and emphasizes

- 1 workforce development and bringing high wage jobs to
- 2 California. Next slide.
- 3 As a bit of background, the IIJA was signed into
- 4 law in November of last year. And within the Act Congress
- 5 set aside about \$75 billion related to clean energy and
- 6 power, and about \$7.5 billion for electric vehicle charging
- 7 infrastructure.
- 8 Energy Commission staff reviewed the IIJA to
- 9 determine which program opportunities might be relevant to
- 10 the agency's work and then analyzed, which of those
- 11 opportunities the Energy Commission is best suited to
- 12 either apply for directly or actively support an
- 13 application by others for projects to be sited within
- 14 California. The CEC will be focusing its efforts on 11
- 15 important opportunities, 9 of which we expect to receive
- 16 funding for. Today I will share with you the status of
- 17 these opportunities.
- I want to note that each of these opportunities
- 19 is designated as either "formula" or "competitive".
- 20 Formula opportunities are those where the money is set to
- 21 come to California per a specific formula, and as long as
- 22 we put together a program that meets the Act's
- 23 requirements, we will receive those funds. For competitive
- 24 opportunities the state will have to submit an application
- 25 which will be scored against other applications, with no

- 1 certainty that the funds will be awarded. Next slide.
- 2 CHAIR HOCHSCHILD: Can I ask, Jen, on the formula
- 3 ones is it just directly apportioned by population?
- 4 MS. MARTIN-GALLARDO: No. Each -- you know, not
- 5 all of them have the same formula that's applied. The
- 6 legislation or any of the acts that are relevant to this,
- 7 they set a formula within it, and it can take population
- 8 into account, but there may be other factors.
- 9 CHAIR HOCHSCHILD: There may be other factors,
- 10 okay.
- MS. MARTIN-GALLARDO: Yeah.
- 12 I'll start with our -- first, we have our
- 13 Preventing Outages and Enhancing the Resilience of the
- 14 Electric Grid. This is a formula opportunity for states
- 15 territories and tribes. California is currently expected
- 16 to receive \$34 million per year for five years. The Energy
- 17 Commission is leading this opportunity for the state and
- 18 has been in close collaboration with the CPUC and has also
- 19 engaged with CAISO.
- The formal release of the program requirements is
- 21 expected in early July, and the CEC will have two months to
- 22 turn in its plan to DOE.
- The CEC currently anticipates using the funding
- 24 for projects that will improve grid resiliency for
- 25 disadvantaged, low-income, and vulnerable communities,

- 1 including critical infrastructure and first responders.
- 2 The team is engaging with relevant stakeholders
- 3 for feedback on the proposed approach and working on tasks
- 4 required for the application. A public workshop to share
- 5 and discuss the proposed plan will be scheduled soon after
- 6 DOE releases the formal program requirements. Next slide.
- 7 The second grid-related opportunity is the
- 8 program upgrading our electric grid and ensuring
- 9 reliability and resiliency. This is a competitive
- 10 opportunity, and formal application requirements have not
- 11 yet been released, but they are expected by DOE later this
- 12 year.
- 13 Based on our preliminary discussions one
- 14 potential approach could be to apply for funds for grid-
- 15 scale long duration and seasonal storage deployment to
- 16 support grid reliability and resilience. Staff is
- 17 continuing its discussions both internally and with sister
- 18 agencies on the most impactful use of the funds to enhance
- 19 regional and state grid resilience. Next slide.
- I will next discuss three opportunities related
- 21 to electric vehicle charging infrastructure.
- 22 First, we have the National Electric Vehicle
- 23 Infrastructure Program. This is another formula funding
- 24 opportunity, and California is expected to receive \$384
- 25 million over five years. Caltrans will receive these funds

- 1 but will flow the money through the Energy Commission and
- 2 we will distribute the funding through our solicitation
- 3 process.
- 4 The planning for this opportunity is well
- 5 underway, and Caltrans and CEC staff will be holding a
- 6 fourth public workshop on June 14th to discuss preliminary
- 7 elements of the California State Electric Vehicle
- 8 Infrastructure Deployment Plan, which is due to the federal
- 9 government on August 1st. Next slide.
- 10 The next two EV-related opportunities are for
- 11 charging and fueling infrastructure: one for community
- 12 charging, and the other for corridor charging. These are
- 13 competitive opportunities, and the detailed application
- 14 requirements have yet to be released.
- 15 When the time comes, the CEC will again be
- 16 working in coordination with the California State
- 17 Transportation Agency and Caltrans to bring more funding to
- 18 California. Next slide.
- 19 Our next four opportunities relate generally to
- 20 Energy Efficiency and are being handled by both our
- 21 Efficiency and Renewable Energy Divisions.
- 22 First is additional formula funding for the
- 23 state's energy program, for which we currently receive
- 24 annual funding from DOE. We expect to receive an
- 25 additional \$34 million that can be spent over five years.

- 1 These IIJA funds will be an additional infusion to support
- 2 Energy Commission operations currently supported through
- 3 our annual SEP program. We expect the formal details for
- 4 this opportunity to be released this summer. Next slide.
- Next, we have another formula funding opportunity
- 6 for an Energy Efficiency Revolving Loan Fund Capitalization
- 7 Grant Program. We expect to receive a capitalization grant
- 8 this year for approximately \$6.8 million. We anticipate
- 9 these funds will be used to fund energy efficiency audits
- 10 and upgrades based on those audits. We should have more
- 11 information on this opportunity this coming fall. Next
- 12 slide.
- Next, we have another formula funding opportunity
- 14 for an Energy Efficiency Conservation Block Grant. We
- 15 expect to receive a block grant this year for approximately
- 16 \$10 million. We anticipate these funds will be used
- 17 together with another \$6 million dollars in ARRA funding
- 18 for tribal and local government planning and deployment
- 19 grants. We expect more information on this opportunity
- 20 this fall as well. Next slide.
- 21 Finally, we have a competitive opportunity titled
- 22 Building Codes Implementation for Efficiency and
- 23 Resilience. We anticipate putting forward an application
- 24 that would request funding for local building department
- 25 tech support, innovative tools for local building

- 1 departments, and modeling software. We expect details on
- 2 this opportunity will be released at the end of this year.
- 3 Those are all of the opportunities that the
- 4 Energy Commission expects it will directly apply for or
- 5 receive funding under.
- 6 For the next two opportunities, hydrogen hubs and
- 7 direct air capture hubs the Energy Commission does not
- 8 anticipate directly applying or receiving funding but will
- 9 be providing direct support for California-based
- 10 applications. Next slide.
- 11 For the state-supported hydrogen hub, GO-Biz is
- 12 leading the effort with support from CEC, ARB, and the
- 13 CPUC. The goal is for California to establish an
- 14 environmentally and economically sustainable and expanding
- 15 renewable hydrogen hub.
- 16 The team is working with public and private
- 17 stakeholders, including California's legislature and
- 18 leading municipalities such as Los Angeles, to submit one
- 19 state co-funded application.
- 20 There has been broad outreach by GO-Biz, and they
- 21 have established a California Hydrogen Hub Collaborator
- 22 Form for any additional stakeholders interested in engaging
- 23 in the effort.
- 24 Energy Commission staff will be participating on
- 25 working groups to be established by GO-Biz in the near

- 1 future.
- 2 The current expected release of this opportunity
- 3 will be September or October of this year. Next slide.
- And finally, we have the direct air capture hub
- 5 opportunity. Another competitive opportunity this one is
- 6 to fund four regional DAC hubs to demonstrate durable CO2
- 7 removal.
- 8 CEC Staff is meeting with relevant stakeholders
- 9 to get an understanding of the current California
- 10 activities related to DAC projects and how the CEC can
- 11 support the development of a DAC hub in California.
- 12 Staff anticipates holding a public workshop to
- 13 discuss the results of stakeholder conversations, share
- 14 CEC's proposed strategy for a DAC hub in California, and to
- 15 provide an opportunity for interested parties to form
- 16 collaborative partnerships.
- We expect this opportunity will be released the
- 18 fourth quarter of this year. Next slide.
- 19 These are the IIJA funding opportunities the CEC
- 20 staff are actively engaged on. This is a great opportunity
- 21 for the Energy Commission in California. And our teams are
- 22 developing plans to use these funds in a way that will
- 23 support California's climate goals and is also considerate
- 24 of the impact this funding will have on existing staff
- 25 resources. Our excellent teams are available to provide

- 1 more detailed briefings upon request and I'm happy to
- 2 answer any questions you might have.
- 3 CHAIR HOCHSCHILD: Well thank you so much, Jen.
- 4 That was terrific. And let me just compliment you on your
- 5 work on this project, which has been tremendous. And also
- 6 on your work which you've been doing over the last, gosh,
- 7 two years now?
- 8 MS. MARTIN-GALLARDO: Two years? I think so.
- 9 CHAIR HOCHSCHILD: Yeah, on just facilitating
- 10 making our process friction-free for all the people who are
- 11 applying for grants and making their experience positive.
- 12 And it's great timing because we're getting so much new
- money.
- 14 And as I have said several times before, that's
- 15 worth saying again, in hockey you get credited with an
- 16 assist if you're two passes away. And it's really
- 17 Commissioner Vaccaro who told me you'd be great for that
- 18 role and recommended you. And I'm so glad you did, it's
- 19 been tremendous.
- 20 So let's open up to questions for Jen from the
- 21 Commissioners.
- 22 COMMISSIONER MCALLISTER: I just want to
- 23 compliment you as well. I mean, I feel pretty up-to-date
- 24 with these opportunities, some more than others, but in
- 25 general through our interaction with other states. We kind

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- 1 of collaborate on a number of fronts. And I will say
- 2 having Jen and the team interfacing with our colleagues
- 3 over at NASEO and just we have there's a lot of -- the
- 4 federal level, the federal discussion can be a little bit
- 5 tricky to keep track of and just lots of it can be kind of
- 6 opaque. And so just great job, Jen, in sort of connecting
- 7 the dots and making sure the right people are involved.
- 8 And how these initiatives apply to California, because it's
- 9 not always the same for all states.
- 10 And so I think I'm super-optimistic, particularly
- 11 on it's great to have those additional SEP funds and great
- 12 to have those just core formula funds. But I think we're
- 13 in a great position on these competitive grants as well,
- 14 particularly excited about the Building Code grant and also
- 15 the Building Code opportunity. And I think we're
- 16 incredibly well-positioned for that one just because we're
- 17 such a leader on building codes. And I think the federal
- 18 government will want to extend our leadership by supporting
- 19 us.
- 20 And then also working on getting more money to
- 21 local government for their work to kind of extend the local
- 22 government challenge and the travel challenge. I think
- 23 that that's also a very compelling opportunity. But
- 24 really, we need to be greasing all of these different sorts
- 25 of gears in the system and any one of them stopping stops

- 1 the whole system. And so we really, I think, we're getting
- 2 very good at finding out where the squeaky parts are,
- 3 figuring out where the resources need to go. So thanks,
- 4 thanks to you and the whole team.
- 5 COMMISSIONER VACCARO: And so just piling on the
- 6 thanks. First, Jen, I want to recognize your leadership.
- 7 I know this has been an effort that's required work for
- 8 multiple divisions and a lot of staff, but it always takes
- 9 a few people sort of at the top, right, to keep everything
- 10 organized and to keep things apace. And I think you've
- 11 filled that role, so I want to recognize you but also
- 12 recognize the Executive Office and all of the staff across
- 13 all of the divisions who've worked on this.
- I've had the benefit of sitting in some of the
- 15 meetings where there's been a lot of planning and
- 16 strategizing. And I think what's not obvious in this
- 17 presentation is that you had to reach out to partner
- 18 agencies, right, and think about like what this looks like
- 19 and how to take advantage of this. And so there's a lot of
- 20 work to be able to get our heads around this great
- 21 opportunity, as you framed it, but also to think about what
- 22 does it mean when the money comes in.
- 23 And that's another huge part of what you all have
- 24 been thinking of, and I asked you about this in our
- 25 briefing yesterday, and would love for you to just touch

- 1 briefly on like how we're going to leverage some of this
- 2 existing experience work, projects, programs that we
- 3 already have in place so that we can hit the ground running
- 4 with this money, right? We're not going to have a steep
- 5 learning curve of having to figure out what you do, which
- 6 is really what makes this that much more of a of a bounty
- 7 is that it gets out of the door quickly or gets used
- 8 quickly.
- 9 So now I give you the kudos, but if you could
- 10 just sort of touch on that I think that's really important
- 11 to share as well.
- MS. MARTIN-GALLARDO: Yeah, I think that that's
- 13 definitely something the Executive Office has been aware
- 14 of, right? When we're looking at all of these
- 15 opportunities how do we want to set ourselves up for
- 16 success? We have some history getting large sums of
- 17 federal funding through ARRA. We remember our lessons
- 18 learned about recreating the wheel for many different
- 19 things.
- What I find to be very fortunate is we have such
- 21 excellent expertise in-house. Our folks who are our team
- 22 leads -- I put their names up -- they are experts in their
- 23 field, this is not new to any of them. We have put funding
- 24 out as California in many of these areas already, we know
- 25 how to do this. And we know where the needs are, where the

- 1 strongest needs are and how we can be most efficient and
- 2 effective with these funds.
- 3 So while each of the different programs that I
- 4 mentioned may have different teams and different focus
- 5 areas, I think each of the programs that we're considering
- 6 developing to use these funds are things that we have good
- 7 experience with. And we'll be able to utilize the
- 8 resources we have to get these implemented and in an
- 9 effective way.
- 10 CHAIR HOCHSCHILD: I've -- sorry, did you have
- 11 other questions? So I wanted -- obviously, we'll get the
- 12 formula funded, but I want to go out and win the
- 13 competitive funding. And I do think we're in a strong
- 14 position to be able to leverage that, because I know the
- 15 federal government is always looking to leverage state
- 16 investments. There's going to be a battery hub, there's
- 17 going to be hydrogen hub, going to be a direct air capture
- 18 hub, and state money for all of those in our budget this
- 19 year.
- 20 And I'm wondering just as we think about how we
- 21 can set ourselves up for success with the competitive bids
- 22 and kind of leveraging, if you could share some thoughts on
- 23 that. Because I really believe, at the risk of having a
- 24 little California hubris, I mean I think the money, the
- 25 federal money will go farther and be greener and have more

- 1 reach and impact, because of how we're leveraging it with
- 2 significant state dollars here. That's actually it's the
- 3 concentration of these forces that actually moves markets.
- 4 And so I don't know if you could share a few thoughts on
- 5 the ability to leverage and what do you see. And also any
- 6 sort of particular barrier-busting that you're worried
- 7 about where we can support you and the rest of the team on
- 8 the process over the next few months with this work.
- 9 MS. MARTIN-GALLARDO: To the first point about us
- 10 leveraging available state funds, each of our teams has
- 11 traded a list of sources that we are hoping to utilize for
- 12 any match-funding requirements we have.
- I also know that Damien Mimnaugh has been
- 14 tracking for us some efforts in the California state budget
- 15 to make sure that California is able to support with match-
- 16 funding any requirements that we have for either our
- 17 formula funds or funds that we are going for. They're very
- 18 much supportive of supporting us and getting this funding
- 19 to California, so our teams are well aware of this.
- 20 One specific example of providing funds to
- 21 California, even projects that we're not going directly
- 22 for, EPIC has their federal cost share solicitation that's
- 23 out. Any IIJA opportunities that are released that meet
- 24 the requirements of that EPIC solicitation are being added
- 25 to that, so that our state applicants can benefit from that

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- 1 type of cost share. Those are some examples.
- 2 Like you said we're waiting for our budget to be
- 3 approved that will -- many of those BCPs I believe do have
- 4 language that the authority that we would be able to
- 5 utilize some of that funding is matched for these big
- 6 projects that we want to bring to California.
- 7 So those are just some examples of what I think
- 8 we're keeping our eye on as far as supporting with state
- 9 funds, leveraging any resources that we have. And making
- 10 sure California is ready to support getting these funds
- 11 here.
- 12 Your second question, can -- what was your second
- 13 question?
- 14 CHAIR HOCHSCHILD: Oh, it was just any additional
- 15 barrier busting --
- MS. MARTIN-GALLARDO: Oh yes.
- 17 CHAIR HOCHSCHILD: -- that we can support you on
- 18 in the next few months, like what are the sticky points?
- MS. MARTIN-GALLARDO: I think the most important
- 20 thing as our teams start getting more details from the
- 21 federal government, not all of these have details -- some
- 22 of them -- well only a couple of them do we have like real
- 23 details. When the time comes for these opportunities to be
- 24 released, we're going to have a very short turnaround time
- 25 to get our applications in.

1	What	Ι	see	as	our	greatest	barriers	at	that	time

- 2 is just resources for our staff to get those applications,
- 3 shift focus from maybe any of their day-to-day work that
- 4 they're doing, and make this their top priority. Our teams
- 5 are doing a lot of groundwork, so that it's not a scramble
- 6 when this information comes down. We're having these
- 7 conversations with you. We're reading all of the
- 8 information that's coming in. We're very well educated on
- 9 the expectations.
- 10 But sometimes when it -- the devil's in the
- 11 details and we're going to need our Legal Office, who we've
- 12 got Matt Pinkerton on lead for us there. He's doing some
- 13 groundwork on what our administrative requirements are. We
- 14 have a whole team working as much as we can now to be
- 15 prepared. But yes, I think that's the thing that has me
- 16 and the team's most concern is, are we going to be ready to
- 17 be all-hands-on-deck when the time comes for these
- 18 opportunities.
- 19 CHAIR HOCHSCHILD: Well I think we should go into
- 20 this, recognize that this may be a once-in-a-generation
- 21 state budget and once-in-a-generation infrastructure
- 22 package. And so we want to do everything we can to
- 23 support, bring those resources to California.
- 24 What I'd suggest is that we do periodic updates
- 25 with you coming to kind of update the Commissioners at a

- 1 business meeting. And I'll leave the interval to you when
- 2 you think another update to the Commission might be
- 3 warranted. But going forward once you just, maybe later in
- 4 the summer, something when it makes sense, and the
- 5 solicitations are out.
- 6 Sorry, Commissioner McAllister?
- 7 COMMISSIONER MCALLISTER: Yeah. Thank you. I do
- 8 have one question, so this might be for Executive Office as
- 9 well, but I do remember the ARRA era. I was not at the
- 10 Commission, so I came in the wake when the waters receded,
- 11 and everything got to kind of revealed. But we did a
- 12 bang-up job I think overall with ARRA funds and learned a
- 13 lot of lessons as did the federal government, which they're
- 14 trying to kind of reflect in their process.
- 15 My question is just we know how the state budget
- 16 works in terms of okay, we get an allocation, then we do a
- 17 BCP. We try to get the staff to support that, and that
- 18 process is pretty clear. When we do, if and when we do win
- 19 competitive or just get these allocations in from the IIJA
- 20 resources will the process be similar?
- 21 I'm a little fuzzy in terms of what exactly that
- 22 process is when we get external. We still have to have
- 23 permission to spend them, we have to get staff support
- 24 them. So how? Sort of to expand on the Chair's question.
- 25 And we'll need a strategy for sort of supporting those

- 1 funds, not only the application process but also when the
- 2 funds come in, fully staffing them and not just expecting
- 3 our existing staff to pull double-time.
- 4 MS. MARTIN-GALLARDO: What I can share on that is
- 5 again Damien has shared with the Executive Office and
- 6 myself, some information that's included in the budget
- 7 legislation, which will streamline California's ability to
- 8 receive and utilize these funds quickly without having to
- 9 go through like an annual appropriation. It's there is a
- 10 multi-unit section approach on how to make that as
- 11 streamlined as possible for us.
- 12 COMMISSIONER MCALLISTER: And whether it's hiring
- 13 new staff to support and/or putting money out to contracts
- 14 or local governments or whatever.
- MS. MARTIN-GALLARDO: Yes, those details are
- 16 still yet to be worked out. But all of those options have
- 17 been discussed in our internal meetings at the Executive
- 18 Office and with Damien. I know that there's a lot of
- 19 planning going on for our positions needed to support all
- 20 of this funding.
- 21 COMMISSIONER MCALLISTER: Great. Okay, thank
- 22 you.
- 23 CHAIR HOCHSCHILD: Thank you so much, Jen.
- MS. MARTIN-GALLARDO: Thank you.
- 25 CHAIR HOCHSCHILD: With that let's do Item 1, the

- 1 Consent Calendar. Commissioner Vaccaro would you be
- 2 willing to move Item 1?
- 3 COMMISSIONER VACCARO: Yes, move Item 1.
- 4 CHAIR HOCHSCHILD: And Commissioner McAllister,
- 5 would you be willing to second?
- 6 COMMISSIONER MCALLISTER: I second Item 1.
- 7 CHAIR HOCHSCHILD: Okay all in favor say aye.
- 8 Commissioner Vaccaro?
- 9 COMMISSIONER VACCARO: Ave.
- 10 CHAIR HOCHSCHILD: Commissioner McAllister?
- 11 COMMISSIONER MCALLISTER: Aye.
- 12 CHAIR HOCHSCHILD: And I vote age as well. Item
- 13 1 passes unanimously.
- 14 We'll turn now to Item 3, Proposed Joint Decision
- 15 for the Pecho -- am I pronouncing that right -- Pecho
- 16 Energy Storage Center and the Gem Energy Storage Center.
- MS. WEBSTER-HAWKINS: Good morning, Chair
- 18 Hochschild and Commissioners. I'm Renee Webster Hopkins
- 19 with the Chief Counsel's Office appearing on behalf of the
- 20 committees that the Energy Commission appointed to preside
- 21 over the applications filed for Pecho Energy Storage
- 22 Center, 21-AFC-01, and Gem Energy Storage Center, 21-AFC-
- 23 02.
- 24 My colleague, Ralph Lee, is the Hearing Officer
- 25 for Pecho, and I am the Hearing Officer for Gem. In the

- 1 interest of brevity I am opening this public hearing and
- 2 presenting on behalf of Mr. Lee and myself to address the
- 3 proposed decisions, which would resolve shared issues in
- 4 both applications. Next slide, please.
- 5 The shared question presented by each of the
- 6 Pecho and Gem applications is whether the proposed power
- 7 plants and related facilities, qualify for an exemption
- 8 from the Notice of Intention or NOI process, which is
- 9 typically required for the Commission to certify a site for
- 10 a thermal power plant. Typically, the NOI must be decided
- 11 before an Application for Certification unless an express
- 12 statutory exemption applies that permits the project to
- 13 proceed directly to the AFC process.
- 14 Several such exceptions are listed in section
- 15 25540.6(a) of the Public Resources Code. One of these is
- 16 in section 25540.6(a)(3), which exempts the thermal power
- 17 plant, which is only technologically or economically
- 18 feasible to site at or near the energy source.
- Both Pecho and Gem proposed to employ Advanced
- 20 Compressed Air Energy Storage, or A-CAES technology, which
- 21 has not yet been considered by this Commission before in a
- 22 siting proceeding.
- 23 Additionally, the statutory exemption at Public
- 24 Resources Code section 25540.6(a)(3) has never been
- 25 applied, so therefore these applications presented a

- 1 question of first impression.
- 2 On January 26th, 2022, the Commission directed
- 3 the applicants and staff to provide information which might
- 4 support the application of the exemption and also assigned
- 5 committees to oversee these proceedings.
- 6 After careful consideration of the party's
- 7 arguments, the facts included in the applications submitted
- 8 into the respective dockets and supplemental evidence
- 9 submitted by the applicants, all of which have been
- 10 submitted into the docket for each of the projects, the
- 11 committees have prepared a proposed joint decision and
- 12 published it on May 27th, 2022.
- In this public hearing, the committees recommend
- 14 that the Commission adopt the proposed joint decision
- 15 finding that these proposed power plants are exempt from
- 16 the NOI process. Next slide.
- 17 In considering whether this exemption exempts
- 18 these power plants from the NOI process, the committees
- 19 analyzed the common legal issues as well as specific
- 20 factual issues applicable to the individual sites.
- 21 On this slide you can see an artist's rendition
- 22 for Pecho. It is proposed as a 400-megawatt Advanced
- 23 Compressed Air Energy Storage facility, consisting of both
- 24 underground and above-ground components. It would be
- 25 located in San Luis Obispo County on a site totaling about

- 1 60 acres. The project would also include the construction
- 2 of a 3.4-mile interconnection within a nearby substation.
- 3 Next slide.
- And here a rendition for Gem you can see, is
- 5 proposed as a 500-megawatt A-CAES facility also consisting
- 6 of underground and above-ground components. It would be
- 7 located in Kern County on a site totaling about 71 acres.
- 8 The project would include the construction of a 10.9-mile
- 9 interconnection with a nearby substation. Next slide.
- In the notice of this hearing, the public was
- 11 invited to provide written comments by close of business on
- 12 Monday June 6th. In Pecho, a local conservation district
- 13 submitted a comment letter about the site's potential
- 14 impact in the watershed and other environmental issues.
- 15 And similarly in Gem, a nearby property owner submitted a
- 16 general comment of concern, about the site's impact on
- 17 specific environmental resources.
- 18 It should be acknowledged that there have been a
- 19 number of other comments submitted into the record in the
- 20 Pecho proceedings by interested agencies and persons since
- 21 the application was initially submitted in December.
- In the notice of this hearing, the parties were
- 23 invited to object to the inclusion of any one or more
- 24 documents from the Pecho and Gem dockets into the hearing
- 25 records for this proceeding. No such objection was

- 1 received.
- 2 It's important to note that in recommending the
- 3 exemption of Pecho and Gem from the NOI process, the
- 4 decision is not and shall not be construed as approval of
- 5 the construction and operation of Pecho and Gem. Nor as a
- 6 determination on the acceptability of the proposed sites
- 7 and related facilities. Nor as a predetermination on any
- 8 findings necessary to certify them.
- 9 As noted in the proposed joint decision, in an
- 10 AFC proceeding the CEC conducts a comprehensive examination
- 11 of a project's potential economic, public health, and
- 12 safety, reliability, engineering, and environmental
- 13 ramifications. The CEC will conduct an independent
- 14 assessment of a reasonable range of alternatives to the
- 15 project that could lessen or avoid any adverse effect of
- 16 each power plant as required under the CEC's certified
- 17 regulatory program.
- 18 The AFC process allows for and encourages public
- 19 participation so that members of the public may become
- 20 involved, either informally through public comments or on a
- 21 formal level as intervenor parties who may present evidence
- 22 and cross-examine witnesses. The AFC process will also
- 23 engage trustee and responsible agencies.
- In sum, during the evaluation of these projects
- 25 as AFCs the CEC will consider the comments and concerns,

- 1 such as those that have been submitted so far.
- 2 After consideration of the relevant legal issues,
- 3 the evidence and the applicants' applications and
- 4 supplemental information and the relevant comments from the
- 5 public and other agencies in the records, thus far, the
- 6 committees for Pecho and Gem recommend the following
- 7 findings:
- 8 That the purpose-built public storage caverns --
- 9 excuse me, just lost my tab -- that the purpose-built
- 10 underground storage caverns and the grid electrical energy
- 11 are collectively the energy source, within the meaning of
- 12 section 25540.6(a)(3). And that Pecho and Gem are only
- 13 technologically or economically feasible to site at or near
- 14 the energy source due to the totality of combined features
- 15 and requirements of the technology employed by Pecho and
- 16 Gem, including the energy sources necessary for the
- 17 technology to successfully and reliably generate
- 18 electricity. Last slide, please.
- 19 So the committees therefore recommend that the
- 20 Commission admit Dockets Numbers 21-AFC-01 and 21-AFC-02 as
- 21 the hearing records for the Commission decision in each
- 22 proceeding respectively.
- 23 That you adopt the proposed joint decision and
- 24 adoption orders recommended by the Committee for Pecho,
- 25 including findings and recommendations and conclusions that

- 1 Pecho qualifies for an exemption from the Notice of
- 2 Intention process pursuant to Public Resources Code section
- 3 25540.3(a)(3).
- 4 That you also adopt the proposed joint decision
- 5 and adoption order recommended by the Committee for Gem
- 6 including findings and conclusions that gem qualifies for
- 7 an exemption from the Notice of Intention process.
- 8 And finally, that you direct staff to proceed
- 9 with evaluating each of the applications for Pecho and Gem
- 10 as an AFC and review the filings for data adequacy pursuant
- 11 to CEC Regulation section 1704 and Appendix B.
- 12 Additionally, I know that the Commission has the
- 13 discretion to enter into closed session to deliberate on
- 14 this matter. So at this point I invite any comments by the
- 15 parties and public comments. And then after that, Hearing
- 16 Officer Lee and myself are available to answer any
- 17 questions that you as a Commission may have.
- 18 So may I ask the Public Advisor to assist with
- 19 comments from the parties and the public?
- MS. MURIMI: Thank you. Do the parties want to
- 21 speak at this time?
- MR. HARRIS: Yeah, briefly, thank you. Jeff
- 23 Harris of Ellison, Schneider, Harris & Donlan. On behalf
- 24 of both projects thank you for the opportunity to be here
- 25 today.

1	This	technology,	A-CAES,	of	first	impressions	I

- 2 do want to say I'm impressed with the new strength in your
- 3 Hearing Office. I think that's a good thing for the
- 4 Commission. And I'm really excited to be part of this sort
- 5 of carbon-free fossil theory fuel, fossil-fuel free storage
- 6 facility, which is going to do all the things that we've
- 7 talked about in terms of making California's grid more
- 8 resilient. So let me turn it over to Curt Hildebrand on
- 9 behalf of Hydrostor to say a few words too.
- MR. HILDEBRAND: Good afternoon, Curt Hildebrand
- 11 with Hydrostor. I appreciate the opportunity to be before
- 12 you today considering the NOI process for both our Pecho
- 13 and Gem projects.
- 14 As Jeff mentioned, we're very proud to be
- 15 advancing our compressed air technology into the
- 16 development cycle here at the Energy Commission. We look
- 17 forward to working very closely with our committee, with
- 18 all the Commissioners, and with staff to thoroughly review
- 19 these projects and ideally get them approved in a timely
- 20 manner to help California with urgently needed storage and,
- 21 in our case, long duration energy storage. And again, we
- 22 thank you for the opportunity to be here today.
- MS. MURIMI: For any participants that are on
- 24 Zoom who are members of the parties who would like to
- 25 comment go ahead and use the raised-hand feature, looks

- 1 like a high-five or an open palm at the bottom of your
- 2 screen or device. And for those calling in press *9 to
- 3 indicate that you'd like to make a comment and *6 to
- 4 unmute.
- 5 We have one commenter. Please state and spell
- 6 your name, give your affiliation if any. Go ahead and
- 7 speak.
- 8 MR. LUCERO: Hello Commission, thank you for
- 9 having me today. My name is Dominic Lucero. I represent
- 10 Boilermakers Local Lodge 549 in Pittsburg, California. I
- 11 am a full-time apprenticeship instructor, Executive Board
- 12 member and Committee Chair on the New Endeavors Research
- 13 and Development, also known as the NERD Committee.
- I can say that we are extremely happy for these
- 15 sorts of technologies. Our craft has been waiting for our
- 16 time to shine. I don't know if the public is aware of
- 17 this, but solar and battery storage does not serve all
- 18 Californians. It does not serve pipefitters, boilermakers,
- 19 and ironworkers. So we are here to work with you and
- 20 trying to transition into this new form of energy, and we
- 21 are here to support a greener California. Thank you.
- MS. MURIMI: Thank you, Dominic.
- Seeing no other comments I'll hand the mic back
- 24 to you, Renee.
- 25 CHAIR HOCHSCHILD: Sorry, just before we do that,

- 1 Item 2 was a nonvoting item, so we didn't take public
- 2 comment on that, but I neglected to offer an opportunity
- 3 for public comment on Item 1, the Consent Calendar. So
- 4 Dorothy if you could just call for public comment on that
- 5 while we have it open.
- 6 MS. MURIMI: Thank you, Chair.
- 7 So we will be taking public comment for Item 1.
- 8 The instructions again for individuals that are in the
- 9 room, go ahead and use the blue cards that are located in
- 10 the back of the room with the Public Advisor. Fill those
- 11 out and those will be handed to the dais. For those that
- 12 are on Zoom again use the raised-hand feature, looks like
- 13 an open palm or a high-five at the bottom of your screen or
- 14 device. And for those calling in press *9 to indicate that
- 15 you'd like to make a comment and *6 to unmute on your end.
- We'll give that one moment. Seeing no comments
- 17 Chair, back to you.
- 18 CHAIR HOCHSCHILD: Thank you, please proceed.
- MS. WEBSTER-HAWKINS: The floor is open for you.
- 20 CHAIR HOCHSCHILD: Oh yeah, great. All right.
- 21 So with that let's go to Commissioner discussion starting
- 22 with Commissioner McAllister.
- 23 COMMISSIONER MCALLISTER: Well great. Well thank
- 24 you, Renee, thanks to you and to Ralph and the whole team
- 25 for helping us work through this. I'm just speaking on

- 1 Pecho as the Lead Commissioner on that project. And, of
- 2 course, our roles are flipped with Commissioner Vaccaro on
- 3 Gem.
- 4 So I'll be brief, I just want to express
- 5 appreciation for the whole team, also CCO, Kristen and
- 6 Linda who have just done great work, and staff as well.
- 7 The staff team, I think, has done thoughtful work and I
- 8 think they've shown flexibility in their analysis and
- 9 assessment of both of these projects.
- 10 And I also really appreciate the awareness and
- 11 understanding that these projects are relatively new and
- 12 that we're, in a sense, charting new territory. I mean, I
- 13 think the statutory framework is clear, but the
- 14 technologies are different and so they're new and I think
- 15 in some sense exciting and kind of fit where we're trying
- 16 to go as a state. I really appreciate it.
- Dominic, I did not catch your last name, but it's
- 18 like a perfect forum for the NERD Committee and appreciate
- 19 that for those comments.
- The two sites, they are the two sites similar
- 21 technology but some differences in terms of size and also
- 22 transmission length, but in particular that the Pecho was
- 23 in the coastal zone and Gem is not, so those kinds of
- 24 details, they're not just carbon copies, one of the other.
- I really appreciate the clarification that you

- 1 made just now and it's in the joint decision, Renee, that
- 2 is that this is not a decision on the projects themselves.
- 3 The application process that we would then move on to, if
- 4 this joint proposed decision is approved today, will ensure
- 5 that these projects get full vetting and that, really,
- 6 they're held to the standard that's necessary and required
- 7 to ensure that they are -- that the up or down, the thumbs-
- 8 up or thumbs-down, these projects is done appropriately and
- 9 with all the checks, balances, and full process that that
- 10 requires. So the NOI in some sense I think a slightly
- 11 esoteric sort of process question, and I think all of us is
- 12 to have treat it as such.
- 13 And I really appreciate the Applicant as well
- 14 just for providing all the information that you've given
- 15 the Commission and staff, and the thoughtfulness with which
- 16 you've approached this process as well.
- 17 Storage, it's unique and the fact that it's sort
- 18 of purpose-built and that it's not producing energy sort of
- 19 from an original fuel, but really providing services to
- 20 the grid. And I think we all appreciate the need for that,
- 21 and the fact that it is a little bit different from a
- 22 traditional generation plant. And the definition of
- 23 source, I think, is where that kind of uniqueness sort of
- 24 is service most directly. And so I really appreciate all
- 25 the back and forth we've had on that.

- 1 And let's see, I guess, well, Mr. Harris -- and I
- 2 did not catch your last name, sir, I'm sorry, the
- 3 representative for Hyrdostor.
- 4 MR. HILDEBRAND: Curt Hildebrand.
- 5 COMMISSIONER MCALLISTER: Hildebrand, okay.
- 6 Thank you, Mr. Hildebrand, for being here as well.
- 7 And with that I think I just want to express sort
- 8 of positivity about the path forward, and I think we're
- 9 making a good decision today if we vote it out in the
- 10 affirmative and that essentially starts the clock for the
- 11 AFC process. And obviously we take those timelines very
- 12 seriously, so looking forward to (indiscernible) Thank
- 13 you.
- 14 CHAIR HOCHSCHILD: Let's go to Commissioner
- 15 Vaccaro.
- 16 COMMISSIONER VACCARO: Thank you. So on just a
- 17 few brief comments, first Renee thank you. That was really
- 18 well done. I appreciate the very balanced way in which you
- 19 made the presentation, because I think it reflects the very
- 20 balanced approach that we took in the decision as well.
- 21 This is a matter of first impression, its interpretation of
- 22 law. What does this exemption mean? And, as you pointed
- 23 out, we haven't looked at that before and we explain that
- 24 in the decision as well.
- I think what we came to is that looking at the

- 1 totality of each of these different projects and applying
- 2 them to the legal standard we could find that it was
- 3 appropriate to move forward with the Application for
- 4 Certification process. We didn't get very deep in this
- 5 presentation on the distinction between the Notice process
- 6 and the Application for Certification process, but what you
- 7 did emphasize is that the AFC process is robust, and we're
- 8 just at the beginning. I think we still have data adequacy
- 9 to get through should this decision be approved. After
- 10 that, truly the clock starts ticking.
- And one of the things that we would all be
- 12 looking forward to, and something we haven't done for some
- 13 years now, which is going into the locations, and having
- 14 the site visit, and being in the communities. And that
- 15 provides an opportunity for local residents and anyone
- 16 within the region who has interest to really show up in
- 17 person as well and to engage with us.
- 18 And so I do appreciate as well, Renee, that you'd
- 19 commented, sort of recognize the commenters. And that
- 20 we've had many so far, not just on the proposed decision,
- 21 but in the two dockets we've seen that there's a level of
- 22 interest and concern and support for these projects. And
- 23 those are things that the committees take seriously and
- 24 will be looking at throughout the duration of the AFC
- 25 process should this decision be approved. So I really

- 1 appreciate all of the points that you made. I think it's
- 2 important we're not prejudging anything.
- 3 And while these are unique and interesting
- 4 technologies. And while it's true long duration energy
- 5 storage is important in California, we have to take the
- 6 projects, as they stand, through the permitting process
- 7 going through all of the requirements before us. So I
- 8 think I'll just end there.
- 9 And again, thanks to you, Ralph, sitting back
- 10 there as well as Kristen and Linda for being part of our
- 11 support team, helping Commissioner McAllister and I work
- 12 through this and think this through. I really appreciate
- 13 that.
- 14 CHAIR HOCHSCHILD: Great. And thanks again to
- 15 both of you for being willing to team up on the committees
- 16 for these projects.
- I did have a just a high-level question. We have
- 18 a pretty broad variety of storage chemistries and
- 19 technologies that are coming to market here. Everything
- 20 from lithium-ion which has been the dominant one to heat
- 21 pump storage to iron chromium, vanadium and others, iron
- 22 air. And I'm just curious about the roundtrip efficiency
- 23 ballpark of compressed air because I'm not familiar with
- 24 how much you lose in that round trip?
- MR. HILDEBRAND: Good question. Our roundtrip

- 1 efficiency is currently designed as approximately 60
- 2 percent and we hope and expect to increase that into the
- 3 low to mid 60s.
- 4 CHAIR HOCHSCHILD: Excellent. Okay, that's
- 5 really helpful to bear in mind.
- 6 Okay, with that I don't have any further
- 7 questions, unless either of you do.
- 8 Commissioner McAllister, would you be willing to
- 9 move the item?
- 10 COMMISSIONER MCALLISTER: Yes, I'll move Item 3.
- 11 CHAIR HOCHSCHILD: Okay. Commissioner Vaccaro
- 12 would you like to second?
- 13 COMMISSIONER VACCARO: Yes, second.
- 14 CHAIR HOCHSCHILD: All in favor say aye.
- 15 Commission McAllister?
- 16 COMMISSIONER MCALLISTER: Aye.
- 17 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 18 COMMISSIONER VACCARO: Aye.
- 19 CHAIR HOCHSCHILD: And I vote age as well. Item
- 20 3 passes unanimously. Thank you all.
- 21 We'll turn now to Item 4, Mojave Solar Project
- 22 Petition to Amend.
- MS. HUBER: Good afternoon, Chair and
- 24 Commissioners. My name is Elizabeth Huber and I over the
- 25 Safety and Reliability Office in the Siting, Transmission,

- 1 and Environmental Protection Division. With me today is
- 2 Lead Compliance Project Manager Keith Winstead; our
- 3 Engineering Office AQ Manager Joseph Hughes; and our Lead
- 4 Counsel Jennifer Baldwin.
- 5 Speaking of hydrogen, we're here to present on
- 6 the Mojave Solar Project petition to install a hydrogen
- 7 generation system, including an electrolyzer that uses
- 8 electricity from the power plant to decompose demineralized
- 9 water into oxygen and hydrogen, and the latter being used
- 10 for cooling the generators. Next slide, please.
- 11 We are asking for your consideration of the
- 12 proposed change that could otherwise be approved by staff,
- 13 because the electrolyzer technologies have been gaining
- 14 more attention as they serve as a potential hydrogen
- 15 production method that is capable of producing high-purity
- 16 hydrogen from water and able to meet hydrogen demands at
- 17 existing power plants.
- 18 The aim of this project modification is to
- 19 minimize costs for the hydrogen supply and to avoid
- 20 reliance on third parties for it.
- 21 The change will also have a positive
- 22 environmental impact generating hydrogen onsite using solar
- 23 energy and reducing greenhouse gas emissions from the
- 24 offsite production and long-distance transportation
- 25 currently required. Next slide, please.

1	The	Mojave	Solar	Project	is	а	250-meg	awatt

- 2 concentrated solar power facility in the Mojave Desert,
- 3 about 20 miles northwest of Barstow in San Bernardino
- 4 County. It was certified by the CEC in September of 2010
- 5 and began commercial operation in December of 2014.
- 6 Using the desert's solar thermal energy the
- 7 facility generates steam in solar steam generators by using
- 8 parabolic trough technology to solar heat the heat transfer
- 9 fluid, HTF, system. This hot HTF system generates steam in
- 10 the solar steam generators, which expands through a solar
- 11 turbine generator to produce electrical power from two
- 12 independent solar fields, each feeding a 125-megawatt power
- 13 island.
- 14 The sun provides 100 percent of the power
- 15 supplied to this project through solar-thermal collectors;
- 16 no supplementary fossil-based fueled energy sources like
- 17 natural gas will be used.
- On January 13th, 2022, the Mojave Solar Project
- 19 submitted their project change petition. And the CEC staff
- 20 mailed the Notice of Receipt of the Petition for Post
- 21 Certification Project Change to the facility's mail list of
- 22 interested parties and property owners adjacent to the
- 23 existing facility.
- On May 16, 2022, staff analysis of the proposed
- 25 change, addressing potential impacts from the hydrogen

- 1 generation system was published, and the cover letter
- 2 summary was again mailed to those same recipients. Next
- 3 slide, please.
- 4 The CEC staff recommends your approval of the
- 5 Order to install a hydrogen generation system in compliance
- 6 with all applicable laws, ordinances, regulations, and
- 7 standards. And we are here to answer any questions if you
- 8 have them, thank you.
- 9 CHAIR HOCHSCHILD: Thank you, Elizabeth.
- 10 We'll go to public comment now on Item 4.
- MS. MURIMI: Thank you. For individuals that are
- 12 in the room go ahead and use the QR code -- sorry, go ahead
- 13 and use the blue cards located in the back of the room.
- 14 For those on Zoom go ahead and use a raised-hand feature,
- 15 it looks like an open palm or high-five at the bottom of
- 16 your screen or device. And for those calling in go ahead
- 17 and press *9 to indicate that you'd like to make a comment
- 18 and *6 to unmute on your end.
- 19 Going to give that one moment. Seeing no
- 20 comments in the room, or on -- oh, we do have one commenter
- 21 on Zoom, Z. Bradford. Go ahead and state and spell your
- 22 name, give you your affiliation if any, and you may begin
- 23 your comment.
- MR. BRADFORD: Zack Bradford, CEC. Actually I
- 25 just had a clarifying question on the source of the water

- 1 at the solar facility.
- MS. MURIMI: Okay, thank you for your comment.
- 3 No other comments, Chair, sending it right back to you.
- 4 CHAIR HOCHSCHILD: Okay, thank you.
- 5 We'll turn to Commissioner discussion starting
- 6 with Commissioner Vaccaro.
- 7 COMMISSIONER VACCARO: Thank you. Thank you,
- 8 Elizabeth, for the presentation. I think your presentation
- 9 and the back of materials are pretty straightforward for
- 10 this item, so I don't have any questions. Thank you.
- 11 CHAIR HOCHSCHILD: Any comments Commissioner
- 12 McAllister?
- 13 COMMISSIONER MCALLISTER: No, I think I'm
- 14 (indiscernible) with that report.
- 15 CHAIR HOCHSCHILD: Okay. With that, Commissioner
- 16 Vaccaro would you be willing to move the item?
- 17 COMMISSIONER VACCARO: Yes, I move approval of
- 18 this item.
- 19 COMMISSIONER MCALLISTER: I'll second.
- 20 CHAIR HOCHSCHILD: All in favor say aye.
- 21 Commissioner Vaccaro?
- 22 COMMISSIONER VACCARO: Aye.
- 23 CHAIR HOCHSCHILD: Commissioner McAllister?
- 24 COMMISSIONER MCALLISTER: Aye.
- 25 CHAIR HOCHSCHILD: And I vote age as well. Item

- 1 4 passes unanimously.
- We'll turn now to Item 5, California Schools
- 3 Healthy Air, Plumbing and Efficiency Program, CalSHAPE.
- 4 MR. VELAZQUEZ: Good afternoon, Chair,
- 5 Commissioners. My name is David Velazquez and I work in
- 6 the School Stimulus Office in the Renewable Energy
- 7 Division. With me today from the Chief Counsel's office is
- 8 Matt Pinkerton. I will be providing a brief background on
- 9 the California Schools Healthy Air, Plumbing and Efficiency
- 10 Program or commonly known by its acronym CalSHAPE. I will
- 11 also be describing the changes involved in the Second
- 12 Edition Guidelines and concluding with a recommendation for
- 13 your approval. Next slide, please.
- 14 CalSHAPE is comprised of two grant programs: the
- 15 Ventilation and Plumbing Programs. CalSHAPE was enacted
- 16 with the passage of Assembly Bill 841 in September of 2020.
- 17 The Ventilation Program provides grants to assess,
- 18 maintain, and repair or replace ventilation systems. And
- 19 the Plumbing Program provides grants to replace aging and
- 20 inefficient plumbing fixtures and appliances. Program
- 21 objectives include improving indoor air quality in
- 22 classrooms, the reduction of water usage at schools, and
- 23 create high paying jobs that assist in California's
- 24 economic recovery.
- 25 Guidelines for both programs were adopted by the

- 1 Commission in August 2021. The Ventilation and Plumbing
- 2 programs are separate with their own guidelines and Local
- 3 Education Agencies, or LEAs for short, can apply for either
- 4 or both. For the initial phase of the program, grants are
- 5 awarded to LEAs. And we began accepting applications from
- 6 LEAs last fall. Next slide, please.
- 7 Eligibility to apply for the Ventilation and
- 8 Plumbing programs has been prioritized to schools located
- 9 in an area with a designation as an underserved community.
- 10 To qualify the area must have met at least one of five
- 11 criteria as defined in statute, which are listed here on
- 12 this slide. The determination of these is based on several
- 13 data sources which include the U.S. Census, the California
- 14 Department of Education, CalEnviroScreen, and others.
- The CalSHAPE GIS web map includes data layer
- 16 filters that help assist LEAs in determining if their
- 17 schools meet any of these criteria.
- 18 Staff estimates that nearly 60 percent of schools
- 19 in the state met at least one of the five criteria. This
- 20 accounts for nearly 6,000 schools in the state.
- 21 Prioritizing underserved schools in the first two funding
- 22 rounds has allowed as of to date 100 percent of the program
- 23 funding to go to schools that are in the most need of
- 24 support.
- The second edition guidelines will expand school

- 1 eligibility to open up statewide so that the remaining 40
- 2 percent of schools will be able to apply to the programs in
- 3 upcoming funding rounds. Next slide, please.
- 4 Although there were limits on school eligibility
- 5 in the first two funding rounds, over 340 LEAs have applied
- 6 to the Ventilation and Plumbing programs. This results in
- 7 over 30 percent of the schools in the state that have been
- 8 included in applications. We're excited to report that 43
- 9 of 58 counties, which is approximately 75 percent, include
- 10 a school with at least one CalSHAPE application. Next
- 11 slide, please.
- 12 Program funding comes from the large gas and
- 13 electric utilities' energy efficiency rolling portfolio
- 14 funds and is based on their annual budget advice letter
- 15 filings which are submitted to and approved by the
- 16 California Public Utilities Commission. The overall
- 17 program budget is estimated to be approximately \$760
- 18 million, with the potential to be higher. Although the
- 19 funds are collected for three years, the statute allows the
- 20 CEC to administer the program through December 2026.
- 21 Approximately \$230 million were requested in applications
- 22 in the first two funding rounds, leaving approximately \$600
- 23 million for more applications. We want to highlight this
- 24 amount to encourage districts to continue to apply to both
- 25 programs. Next slide, please.

1	For the CalSHAPE Ventilation program, the initial
2	phase of program awards is limited to HVAC assessment and
3	maintenance grants and is available for planned projects or
4	reimbursement for projects that were contracted for and
5	performed August 1st, 2020.
6	The grant award is equal to the amount requested
7	by the LEA and verified by a contractor's estimate for the
8	reasonable cost to perform the work. Applicants for the
9	HVAC Assessment and Maintenance Pathway also receive 20
10	percent of the requested amount for repairs, upgrades, or
11	replacements to make the system functional or more energy
12	efficient.
13	The initial grant awards do not include
14	additional funding for repairs, upgrades or replacements
15	above the 20 percent contingency threshold. Grants for
16	larger system repair or replacement projects may be
17	available in a future phase of program awards.
18	Since the ventilation program began, we've
19	received about 350 applications requesting about \$200
20	million. The information received was reviewed by staff,
21	who worked closely with applicants to ensure the data
22	provided was complete and accurate. Next slide, please.
23	The CalSHAPE plumbing program provides grants to
24	replace aging and inefficient plumbing fixtures and
25	appliances with water-conserving units. The items eligible 74

- 1 for replacement are listed on this slide.
- 2 The plumbing program grant award is based on a
- 3 contractor's estimate for costs directly related to the
- 4 replacement of eligible plumbing fixtures and appliances.
- 5 Since the plumbing program began, we've received
- 6 approximately 100 applications requesting approximately \$30
- 7 million. Just like the ventilation program, the
- 8 information we received was reviewed by staff who worked
- 9 closely with the Applicant for complete and accurate data.
- 10 Next slide, please.
- Notices of Proposed Award, or NOPAs, were issued
- 12 for complete applications. For the ventilation program
- 13 this resulted in about 300 NOPAs issued for approximately
- 14 \$160 million in grant awards.
- 15 For the plumbing program approximately 80 NOPAs
- 16 have been issued for \$15 million dollars in grant awards.
- 17 A list of LEAs and schools that have received NOPAs for
- 18 each program is maintained and made available to the public
- 19 on the CalSHAPE Program webpage. Next slide, please.
- The Second Edition Ventilation and Plumbing
- 21 Program Guidelines incorporate minor updates to their
- 22 application and reporting processes. The most substantial
- 23 update is that school eligibility will be opened statewide
- 24 and no longer limited to schools in underserved
- 25 communities. This will increase the number of schools

- 1 eligible to apply for the Ventilation and Plumbing programs
- 2 in upcoming funding rounds to approximately 10,000 schools.
- 3 Staff will release a notice of funding availability prior
- 4 to the next application period. The notices will be posted
- 5 to our webpage prior to a funding round opening.
- The changes proposed are a result of staff's
- 7 collaboration with stakeholders and our goal was to make
- 8 changes that help maximize the impact of CalSHAPE and
- 9 continues to make both programs as simple as possible.
- 10 Next slide, please.
- 11 Other updates in the second edition guidelines
- 12 for both programs includes an increase to the correction
- 13 period to allow districts to respond to any corrections.
- 14 The information provided on the types of documents that are
- 15 acceptable for application and final reporting documents
- 16 was also clarified.
- 17 In the Plumbing Program guidelines, clarification
- 18 to the application process and site eligibility was
- 19 changed. The invoicing process for applicants to request
- 20 reimbursement during the project term was also added. Next
- 21 slide, please.
- 22 I'd like to thank Division staff, staff from the
- 23 Chief Counsel's Office, and the advisors from Commissioner
- 24 McAllister's and Vaccaro's Offices for their continued
- 25 support and guidance.

1	Finally,	Ι'd	like	to	recognize	and	thank	all	of

- 2 the stakeholders who have participated in this process and
- 3 provided feedback that we used in forming these guidelines.
- 4 Staff is recommending the Energy Commission
- 5 approve both the Ventilation and Plumbing Second Edition
- 6 CalSHAPE Program Guidelines. Staff is also recommending
- 7 the CEC approve the determination that adoption of these
- 8 quidelines is exempt from CEQA. This concludes staff's
- 9 presentation, and I am available to answer any questions
- 10 you may have.
- 11 CHAIR HOCHSCHILD: Thank you, terrific overview.
- 12 Let's go to public comment on Item 5.
- MS. MURIMI: Thank you, Chair.
- So for individuals that are in the room go ahead
- 15 and use the blue cards located in the back of the room with
- 16 the Public Advisor. For those that are on Zoom go ahead
- 17 and use the raised-hand feature, looks like a high-five or
- 18 open palm at the bottom of your screen or device. For
- 19 those joining by phone press *9 to raise your hand and then
- 20 press *6 to mute or unmute on your end.
- 21 Giving that one moment. We have Chris Walker on
- 22 Zoom. Go ahead and state and spell your name, give your
- 23 affiliation if any. You may give your comment.
- MR. WALKER: Good afternoon. My name is Chris
- 25 Walker, C-H-R-I-S W-A-L-K-E-R, on behalf of the California

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- 1 Sheet Metal and Air Conditioning Contractors Association.
- 2 I would just like to commend the staff and let you that CAL
- 3 SMACNA supports the motion for the approval.
- 4 We do want to continue to acknowledge that there
- 5 are some applicants that may not be following the qualified
- 6 personnel requirements and that additional attention and
- 7 policing of the program's guidelines is warranted. We want
- 8 to make sure that the qualified personnel required in the
- 9 program are actually being used by the districts receiving
- 10 the money.
- 11 With that I'll conclude my comment and again
- 12 thank the staff and the Commission.
- MS. MURIMI: Thank you, Chris.
- 14 Seeing no other comments, Chair, I will hand the
- 15 mic back to you.
- 16 CHAIR HOCHSCHILD: Okay thanks. Let's go
- 17 Commissioner discussion starting with Commissioner
- 18 McAllister.
- 19 COMMISSIONER MCALLISTER: Well great, David,
- 20 thank you very much. That was a super clear presentation
- 21 and a great update.
- I am incredibly proud of this program, just the
- 23 staff we have on it and the intentionality throughout the
- 24 process. And through multiple iterations of the guidelines
- 25 and multiple rounds of funding I think it's just been very

- 1 exemplary, just good program design and very conscientious
- 2 hewing to the requirements of statute and to the requests
- 3 and the desires of the stakeholders that are involved, and
- 4 so I really appreciate that.
- I want to thank Mr. Walker for his comment and
- 6 CAL SMACNA for all the support along the way. I mean,
- 7 SMACNA has been the kind of driving force for this process,
- 8 the legislation and sort of conceiving the need and
- 9 figuring out how to satisfy that need so I want to
- 10 appreciate, just thank you and the SMACNA members.
- 11 So I also just want to thank staff who has been
- 12 involved along the way. Jonathan Fong who's really sort of
- 13 led the charge throughout this, and Deana Carrillo as well,
- 14 the deputy Armand Angulo, and then on legal Matt Pinkerton
- 15 and Allan Ward been involved heavily throughout, so I want
- 16 to just thank the whole team. And I think -- oh, and then
- 17 Fritz also, Fritz Foo my advisor, Eli Harland, Commissioner
- 18 Vaccaro's advisor who have been supporting and sort of
- 19 keeping in tune and keeping us informed along the way. So
- 20 just lots of good things to say about this program.
- It is time to open it up. We've had several
- 22 rounds, focusing on the original, kind of the highest and
- 23 best use of these funds, which is in disadvantaged
- 24 communities, school districts in need in these communities
- 25 and sort of the places where I think the deficit is

- 1 greatest for these needs, greatest for these upgrades. And
- 2 those school districts have had many, many opportunities
- 3 along the way to ask for funds and I'm satisfied that
- 4 they've gotten what they need from the program along the
- 5 way. And it's time to open it up to a broader pool of
- 6 schools.
- 7 So again, I think with each new tranche, with
- 8 each bucket funding that the rules are very clear on where
- 9 that funding should go and how it should be administered
- 10 and we're being very efficient and getting it out there, so
- 11 I want to just again thank the team and David, great
- 12 presentation and I fully support it.
- 13 COMMISSIONER VACCARO: So I agree and underscore
- 14 every everything that you just said, from the thanks for
- 15 the presentation to the staff and CCO teams who supported
- 16 this. I'm excited about this program. I've been working
- 17 on it since I was an advisor in former Commissioner
- 18 Douglas's office from the launch, like everything before
- 19 this went live.
- 20 And I know like the diligence, the dedication,
- 21 like how the team has come together to strategize how to
- 22 make sense of this, how to be responsive. And more
- 23 importantly, how to make sure there was access for all of
- 24 the schools to be able to take advantage of this. This has
- 25 been methodical, and it's required a lot of responsiveness

- 1 and working with stakeholders.
- 2 And so I also want to acknowledge Mr. Walker's
- 3 comment, because I read your written comments. I
- 4 understand the points that you're making about sort of
- 5 accountability in the system and how we can build that in.
- 6 And while we didn't move forward with putting that into a
- 7 guideline change, I know that my office has met with staff
- 8 to discuss that and what opportunities we have to address,
- 9 I think, a very real topic that you've raised. And so I
- 10 think, moving forward, that is something that we're going
- 11 to keep our eye on, and we'll be looking for more input
- 12 from you and other stakeholders in that regard. So thank
- 13 you, thank you for the partnership as we continue to move
- 14 forward with this program.
- 15 CHAIR HOCHSCHILD: Well, thank you both for those
- 16 comments.
- 17 I'm really encouraged by the presentation, thank
- 18 you. It was a great overview. And I just want to note I
- 19 love the nexus of the Energy Commission and the schools in
- 20 California. And it really began with Prop 39 in a big way
- 21 with your leadership. And projects that we supported
- 22 through Prop 39 saved the schools in California over \$100
- 23 million a year on their energy bills and that's money that
- 24 goes back in the classroom.
- 25 And this, with AB 841 authored by Assemblyman

- 1 Ting and signed by the Governor created this program that
- 2 will continue in making the schools healthier as well. And
- 3 of course it extends now into the work around electric
- 4 school buses which we're engaging, are going to be ramping
- 5 up, so it's a great relationship. I think it's good for
- 6 the students, good to the state, good for the climate and
- 7 really encouraged by this progress.
- 8 So with that I would welcome a motion from
- 9 Commissioner McAllister on Item 5.
- 10 COMMISSIONER MCALLISTER: I move Item 5.
- 11 CHAIR HOCHSCHILD: Is there a second?
- 12 COMMISSIONER VACCARO: Second.
- 13 CHAIR HOCHSCHILD: All in favor say aye.
- 14 Commission McAllister?
- 15 COMMISSIONER MCALLISTER: Aye.
- 16 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 17 COMMISSIONER VACCARO: Aye.
- 18 CHAIR HOCHSCHILD: And I vote aye as well. Item
- 19 5 passes unanimously. Thank you, David.
- 20 Colleagues it's now 10 of 1:00. I would suggest
- 21 we recess for lunch and maybe reconvene at 1:30, would that
- 22 work for everyone? Is that all right? Okay we'll
- 23 reconvene here in 40 minutes at 1:30.
- 24 (Off the Record at 12:49 p.m.)
- 25 (On the Record at 1:44 p.m.)

- 1 CHAIR HOCHSCHILD: Moving to Item 6, Energy
- 2 Conservation Manual for the 2022 Building Energy Efficiency
- 3 Standards.
- 4 MR. GEISER: Good afternoon, Chair and
- 5 Commissioners. My name is Che Geiser, and I am the
- 6 Supervisor of the Standards Tools Development Unit. I am
- 7 here today with Haile Bucaneg, a senior mechanical engineer
- 8 with the Building Standards Office, and Matt Chalmers and
- 9 Josey Crosby from the Chief Counsel's Office.
- 10 We are here today requesting certification of
- 11 three portions of the Energy Conservation Manual to support
- 12 the implementation of the 2022 Energy Code: The Energy Code
- 13 Compliance Documents, the Data Registry Requirements
- 14 Manual, and the Single-Family and Nonresidential and
- 15 Multifamily Alternative Calculation Method Reference
- 16 Manuals. The fourth part of the Energy Conservation
- 17 Manual, the Compliance Manuals, were certified at the May
- 18 2022 Business Meeting. Next slide, please.
- 19 The purpose of the Energy Conservation Manual is
- 20 to help designers, builders, contractors, and local
- 21 agencies demonstrate compliance with the updated 2022
- 22 Energy Code. Since the 1970's the Energy Code, together
- 23 with the appliance standards, have saved California
- 24 consumers more than \$100 billion in utility bills. Next
- 25 slide, please.

1	In August 2021 the Energy Commission adopted the
2	2022 Energy Code, and in December 2021, the California
3	Building Standards Commission approved the 2022 Energy Code
4	as part of the California Building Standards Code. Public
5	Resources Code section 25402.1(e) authorizes and directs
6	the Commission to certify an energy conservation manual no
7	later than 180 days after the CBSC approval. Next slide,
8	please.
9	The compliance documents are used by designers
10	and installers to demonstrate compliance of designs
11	submitted to building department for building permits.
12	Third-party raters use compliance documents to verify
13	equipment is installed according to the Energy Code.
14	Because the 2022 Energy Code added sections specific to
15	low-rise multifamily buildings, new compliance documents
16	were added to create a pathway for demonstrating compliance
17	with the new multifamily sections.
18	In developing these new compliance documents
19	staff sought and received public input, including by making

20 documents available to industry stakeholders, and

21 discussions at a public workshop. Next slide, please.

The 2022 Data Registry Requirements Manual is

23 intended as a resource for the Data Registry Providers to

24 aid in the design and implementation of software procedures

25 and user interface features for their Data Registries. The

- 1 DRRM has been posted for public review, and the CEC has
- 2 been in regular communication with the Data Registry
- 3 Providers to address their comments. CEC staff will
- 4 continue to work with the Data Registry Providers to
- 5 provide and clarify and to improve the DRRM.
- I will now hand off to Haile Bucaneg who will
- 7 present the Alternative Calculation Method Reference
- 8 Manuals. Next slide, please.
- 9 MR. BUCANEG: Good afternoon, Chair and
- 10 Commissioners. My name is Haile Bucaneg, and I am a senior
- 11 mechanical engineer in the Building Standards Office. The
- 12 Alternative Calculation Method, or ACM Reference Manuals
- 13 provide the rules for building modeling software used to
- 14 demonstrate compliance with the Energy Code through the
- 15 performance pathway. This includes public domain software
- 16 provided by the Energy Commission and third-party software
- 17 certified by the CEC.
- 18 The ACM Reference Manuals were posted on the CEC
- 19 docket for public comments. Staff received comments from
- 20 industry stakeholders and worked to update the information
- 21 and to incorporate suggestions where appropriate. Next
- 22 slide, please.
- 23 Staff recommends that you certify three portions
- 24 of the Energy Conservation Manual to implement the 2022
- 25 Energy Code and adopt staff's findings that they are exempt

- 1 from CEQA. Upon your certification of the Energy
- 2 Conservation Manual the building industry will have the
- 3 tools needed to demonstrate compliance with the 2022 Energy
- 4 Code in advance of the effective date of January 1, 2023.
- 5 Next slide, please.
- 6 Thank you to the whole team involved in
- 7 developing the Energy Conservation Manual, especially the
- 8 staff in the Efficiency Division, Office of the Chief
- 9 Council, and in the Media and Public Communications Office.
- 10 The development of the Energy Conservation Manual was a
- 11 large lift under tight deadlines and this team provided an
- 12 amazing amount of support in the development of these
- 13 documents. Thank you and we are available for any
- 14 questions.
- 15 CHAIR HOCHSCHILD: Thank you.
- We'll go to public comment on Item 6.
- MS. MURIMI: Thank you, Chair.
- 18 So for individuals that are in the room, go ahead
- 19 and use the blue cards located in the back of the room.
- 20 For individuals on Zoom use the raised-hand feature, it
- 21 looks like a high-five or an open palm at the bottom of
- 22 your screen device or device. And for those on the phone
- 23 go ahead and press *9 to raise your hand and *6 to unmute
- 24 on your end.
- We'll give that one moment. We have Heidi Werner

- 1 on Zoom. Go ahead and state and spell your name, give your
- 2 affiliation, if any, and you may begin your comment.
- 3 MS. WERNER: Hello, this is Heidi Werner, H-E-I-
- 4 D-I W-E-R-N-E-R, with Energy Solutions, on behalf of the
- 5 statewide Utility Codes and Standards Enhancement Team.
- 6 And the CASE team is supported by PG&E, SDG&E, SCE, LADWP
- 7 and SMUD.
- 8 The statewide CASE team supports the approval of
- 9 the compliance documents, the Data Registry Requirements
- 10 Manual and the ECM reference manuals for the 2022 Energy
- 11 Code. Doing so will be a significant step in supporting
- 12 compliance with the 2022 Energy Code and it will also help
- 13 the Energy Commission gather data to inform their ongoing
- 14 efforts to improve code compliance.
- The Energy Code is a really powerful policy
- 16 mechanism to decarbonize the existing building stock and
- 17 new construction, but the code will only result in actual
- 18 emissions reductions and actual energy savings if code
- 19 compliance is high. So today's approval is an essential
- 20 step to support code compliance.
- 21 Thank you to the Energy Commission staff for your
- 22 dedication during the 2022 Code cycle, including all of
- 23 your efforts to establish the appropriate foundation for
- 24 improved compliance. And, in particular, we wanted to say
- 25 thank you to Che and Haile for working collaboratively with

- 1 us to consider our suggestions for each of the documents
- 2 that is under consideration for approval today.
- And then, finally, as a reminder, the statewide
- 4 Codes and Standards program offers no-cost tools, trainings
- 5 and resources to support code compliance through Energy
- 6 Code Ace and we are committed to supporting all our market
- 7 actors in improving code compliance.
- 8 So with that, thank you for your time today and
- 9 throughout this entire code cycle and we support the
- 10 approval of these documents.
- MS. MURIMI: Thank you.
- 12 Seeing no more hands and no blue cards, Chair,
- 13 back to you.
- 14 CHAIR HOCHSCHILD: Thank you, Dorothy.
- 15 All right we will go now to Commissioner
- 16 discussion, starting with Commissioner McAllister.
- 17 COMMISSIONER MCALLISTER: Well, Haile, Che, thank
- 18 you very much for the presentation. It's kind of hard to
- 19 overstate how important this is. We have a huge team, you
- 20 saw the list, the page full of names in small print of all
- 21 the folks who have been working on this. I mean, I have to
- 22 really credit Division leadership: Mike Sokol, Christine
- 23 Collopy. Christine's here in the audience. Thank you,
- 24 Christine, just for keeping all of these parallel trains
- 25 that kind of end up at the station that we're looking at in

- 1 its entirety today. Just keeping all of those trains on
- 2 time and running and coordinated and not crashing into one
- 3 another, it really is a monumental task. The Building Code
- 4 is such a profoundly foundational resource for the state
- 5 and has produced so much good for Californians over the
- 6 last decades.
- 7 And we are asking it to do evermore each update.
- 8 And it can't be more important as we sort of leverage our
- 9 authority in that realm to go to building decarbonization
- 10 for the state. And so not the only tool we have for
- 11 building decarbonization, but arguably the most important
- 12 one.
- And so I'll just point out also these are the
- 14 resources that allow the implementation of the 2022 Code,
- 15 which goes into effect of January of next year. At the
- 16 same time all this detailed work is happening where staff
- 17 is cranking up the process for developing the 2025 Code,
- 18 which will sort of be the next step in many of these --
- 19 along many of these same lines to go down to stations
- 20 further along the line. So I think these resources are
- 21 incredibly important.
- I want to just acknowledge how big the lift has
- 23 been this time because we did a lot. We did some important
- 24 things in the building code, and so having all the
- 25 resources: the LACM, the CBECC, and the ACM, then all the

- 1 resources, the DRRM is almost whole cloth new product.
- 2 And also the multifamily piece, which was, I
- 3 think, very necessary and I'm glad, very glad, we've done
- 4 that. I think we're responding to stakeholders in the
- 5 multifamily and affordable housing realm that needed a code
- 6 to be more navigable for them. But that reorg of the Code
- 7 and the production of the support resources that are
- 8 necessary for that has been a huge lift for staff and I
- 9 just want to acknowledge that as well.
- I think we'll be better off in the long run, but
- 11 sometimes to get that foundation built for the long run, it
- 12 takes a lot of effort in the near term and just
- 13 coordinating all that is a big job. And so we have
- 14 incredible technical expertise, managerial expertise, and
- 15 legal expertise on this, and I just want to acknowledge the
- 16 Chief Counsel's Office, the entire Efficiency Division
- 17 really. And then all the team in media that helps kind of
- 18 produce the final documents.
- 19 And media generally, I think, has been incredibly
- 20 helpful in helping us frame the messaging to the public
- 21 about all this. When we adopted the update back in August,
- 22 we really made kind of the splash, it moved the needle in
- 23 the way that it did, because it showed our kind of
- 24 competence and the fact that it's all robust and very
- 25 buttoned up and well done. And I think we were able to

- 1 communicate that effectively and efficiently because the
- 2 help of our media team.
- 3 So let's see, I don't want to go on too long
- 4 here. But I just want to also thank Heidi from Energy
- 5 Solutions who called in and acknowledging that she was
- 6 speaking for a lot of folks with utilities and contractors
- 7 and experts across state who fed into this process as well.
- 8 The CASE resources are really a key for developing the
- 9 technical propositions and the technical measures that go
- 10 into the building code and then the support of those
- 11 measures. And so I want to acknowledge that and really
- 12 looking forward to working with all of those stakeholders
- 13 and entities going forward.
- And yeah and again, Haile and Che, thank you very
- 15 much it's actually -- just realized that I met Che for the
- 16 first time in person just earlier, a little bit earlier, so
- 17 I feel like blood brothers kind of but it's really, really
- 18 great to be in a moment where we can embrace the whole
- 19 experience sort of in all its dimensions. So thanks,
- 20 thanks again and I -- well Josey and Matt I want to thank
- 21 you as well, so appreciate that.
- 22 CHAIR HOCHSCHILD: Anything, Commissioner
- 23 Vaccaro?
- 24 COMMISSIONER VACCARO: Yeah. it's very hard to
- 25 follow that. But I'm going to just for a couple of brief

- 1 comments, because I was able to get really great briefings
- 2 yesterday on the Efficiency Division items that are on the
- 3 agenda today. And there are a couple things I said in that
- 4 briefing that I just thought I'd rather say out loud too.
- I mean, this is obviously very important work but
- 6 what came through for me is just in doing this heavy lift
- 7 like the strength of the leadership and the strength of the
- 8 team. You know, you go through employee transitions, you
- 9 get new work, and through it all a responsiveness. I mean
- 10 it took a village, both of these items, it takes a lot of
- 11 people, it takes commitment, dedication. I mean, I called
- 12 out Christine and Mike by name in that briefing. But it
- 13 takes a lot on the part of leadership and management,
- 14 though, to pick the teams and then to have your teams be so
- 15 dedicated to getting this work done.
- 16 And I know it also includes Chief Counsel's
- 17 Office as well, really impressed by this work. This is an
- 18 area where I haven't spent a lot of my time except for when
- 19 I was Chief Counsel focusing on the Efficiency Division
- 20 work and the nuts and bolts, so I appreciated the
- 21 briefings. But I really appreciated the opportunity to see
- 22 how hard working this team is and what you've been able to
- 23 accomplish. So I want to kind of say that out loud and not
- 24 just keep that in a Zoom call. So thank you.
- 25 CHAIR HOCHSCHILD: Yeah, I would second all those

- 1 comments and the hard work of the team.
- 2 And I just would highlight with the code the
- 3 further along we get, over time, there are diminishing
- 4 returns, right? I mean we're getting more and more
- 5 efficient, the envelope is sufficient, windows, the
- 6 lighting, and all the rest. I think the importance of
- 7 compliance and focusing on compliance grows with every
- 8 passing year and that's something we'll get into here a
- 9 little bit in the next item.
- But I did want to just highlight that
- 11 directionally I know I think one consequence of doing a
- 12 really good job on the code is that it actually means the
- 13 compliance is more important than ever, because there are
- 14 diminishing returns with the code over time as we get to
- 15 this level of hyper-efficiency.
- 16 And there's still a lot of noncompliance and
- 17 there's still -- and I always just think about it from the
- 18 perspective of a building inspector walking into a
- 19 building, they are looking at seismic, fire, disability
- 20 access, electrical safety, okay, so energy efficiency is at
- 21 the bottom of an already very long list and they get to our
- 22 code it's like this, right, it's a phone book. So I think
- 23 that's part of our challenge is directionally over time
- 24 making it really easy to comply, making sure we're helping
- 25 people to comply with the most important things first. And

- 1 then just having the same level of excellence and diligence
- 2 and vigilance that we have on code development with code
- 3 compliance, I think that's a big goal for us. And I just
- 4 want to say I think that's one of the consequences to do a
- 5 great job on the code is it actually highlights the
- 6 compliance more.
- 7 So I am thrilled to join Commissioner McAllister
- 8 and Commissioner Vaccaro in supporting this item, and I'd
- 9 welcome a motion on Item 6 from Commissioner McAllister.
- 10 COMMISSIONER MCALLISTER: I'd actually make just
- 11 in response to your comment, I couldn't agree more.
- 12 And I think the track record of compliance in
- 13 the straight new construction is actually pretty good. But
- 14 although I agree with you directionally, it is kind of the
- 15 newer technology that is at the frontier that we're
- 16 incorporating into the code. The more we have to pay
- 17 attention to industry's ability to do quality installs and
- 18 do it right and actually avoid confusion about what the
- 19 code actually is asking them to do, right, and because the
- 20 code can get pretty complicated.
- 21 And so one of the big efforts that we are, that
- 22 I'm working with staff on is to figure out pathways to make
- 23 and to kind of automate and digitize the process so that
- 24 kind of sort of a subset of some of our data work really.
- 25 But it's really just pulling this process into the digital

- 1 age and trying, making sure that the design of a building
- 2 and the sort of working it through the compliance process
- 3 and code is a simple, tablet-driven sort of generates
- 4 uniform data.
- 5 That data actually does come to the Energy
- 6 Commission, it goes through the HERS providers or others
- 7 and makes it into a comprehensive kind of resource that the
- 8 Energy Commission would own and oversee. And now that, the
- 9 idea that gives us then a very comprehensive view of the
- 10 stock of buildings that's being constructed. And we know
- 11 what measures are going in and we really know sort of the
- 12 lay of the land in much more granular detail going forward.
- 13 And it would also -- these resources, it's going
- 14 to take a couple of cycles to sort of get it done but also
- 15 will help with the compliance process. So it'll help the
- 16 builders, it'll help the inspectors, and the raters, and
- 17 the building departments know what's what in a much more
- 18 concise and transparent and actionable way. And so that's
- 19 in these implementation documents and processes and
- 20 resources. That's kind of the direction that the
- 21 enterprise is going.
- 22 And so I think we can have a different
- 23 conversation about existing buildings and how we can do
- 24 better there because I think that's a little more wild-west
- 25 still and needs -- we live in a huge state with lots of

- 1 buildings and lots of different local jurisdictions and
- 2 there's just many, many different elements of that and our
- 3 diversity, right. But that's also a very important
- 4 activity going forward, is especially with our
- 5 decarbonization work and actually getting into buildings,
- 6 figuring out how to help the contractors do good work in
- 7 those existing buildings is also a big task.
- 8 CHAIR HOCHSCHILD: Just to add to that, too I
- 9 mean I just would point out this is also a grid reliability
- 10 issue.
- 11 COMMISSIONER MCALLISTER: Absolutely.
- 12 CHAIR HOCHSCHILD: The amount of energy that we
- 13 save from both doing the codes right and being really bold
- 14 and aggressive on code compliance, that can make the
- 15 difference. And we are putting a huge amount of effort
- 16 into deploying the resources right. We put five-and-a-half
- 17 gigawatts of new clean preferred resources on the grid last
- 18 year, we're doing another four gigs by July. All this
- 19 stuff really adds up, that we should -- because this is
- 20 megawatts, right?
- 21 COMMISSIONER MCALLISTER: Also flexiwatts.
- 22 CHAIR HOCHSCHILD: Flexiwatts, exactly. So
- 23 anyways, but thunderous approval and applause for all your
- 24 work.
- 25 And with that I'd welcome a motion on Item 6

- 1 from Commissioner McAllister.
- 2 COMMISSIONER MCALLISTER: I will move Item 6.
- 3 CHAIR HOCHSCHILD: Is there a second?
- 4 COMMISSIONER VACCARO: I second.
- 5 CHAIR HOCHSCHILD: All in favor say aye.
- 6 Commission McAllister?
- 7 COMMISSIONER MCALLISTER: Aye.
- 8 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 9 COMMISSIONER VACCARO: Ave.
- 10 CHAIR HOCHSCHILD: And I vote aye as well. Item
- 11 passes unanimously.
- 12 We'll turn now to Item 7, California Building
- 13 Energy Code Compliance Software Feedback.
- 14 COMMISSIONER MCALLISTER: Thanks, team.
- MR. WICHERT: Hi. Good afternoon, Chair and
- 16 Commissioners. My name is RJ Wichert and I'm a mechanical
- 17 engineer in the Building Standards Office in the Efficiency
- 18 Division. I'm here to ask for your approval of the 2022
- 19 public domain residential, nonresidential, and multifamily
- 20 software CBECC and CBECC-Res version 2022 1.0. With me
- 21 today is Matt Chalmers from the Chief Counsel's Office to
- 22 answer any questions you might have. Next slide, please.
- 23 If approved, this CBECC update will benefit
- 24 California by providing the building industry with the
- 25 tools necessary to demonstrate performance compliance for

- 1 the 2022 Energy Code and expanding the list of available
- 2 efficiency measures in the software, including more energy-
- 3 saving options that also promote decarbonization.
- 4 This update also simplifies compliance for
- 5 multifamily buildings by restructuring the low and high-
- 6 rise multifamily compliance into a single tool, CBECC.
- 7 Next slide, please.
- 8 For both CBECC and CBECC-Res this version
- 9 contains the updated 2022 Energy Code modeling rules as
- 10 described in the Alternative Calculation Method, or ACM,
- 11 Reference Manuals.
- 12 Additionally, both low and high-rise multifamily
- 13 compliance have been incorporated into CBECC, formally
- 14 CBECC-Com, to match the multifamily restructuring contained
- 15 in the 2022 Energy Code update. This change will simplify
- 16 multifamily compliance which previously used CBECC-Res for
- 17 low-rise and CBECC-Com for high-rise compliance. Next
- 18 slide, please.
- 19 Staff has thoroughly tested CBECC and CBECC-Res
- 20 2022 1.0 to ensure they meet the requirements,
- 21 specifications, and criteria for building energy models in
- 22 the ACM Approval Manual and is recommending approval of the
- 23 resolution on this item to ensure that the building
- 24 industry has performance compliance tools well in advance
- 25 of the January 1st, 2023, effective date of the 2022 Energy

- 1 Code.
- 2 Additionally, staff recommends that you adopt
- 3 findings that the CBECC and CBECC-Res compliance software
- 4 are exempt from CEQA. Thank you and I'm available to
- 5 answer any questions you may have.
- 6 CHAIR HOCHSCHILD: Thank you.
- 7 We'll go to public comment on Item 7.
- 8 MS. MURIMI: Thank you, Chair.
- 9 For individuals that are in the room, go ahead
- 10 and use the blue cards located in the back of the room or
- 11 take them to the Public Advisor. For individuals that are
- 12 on Zoom go ahead and use the raised-hand feature, looks
- 13 like a high-five or open palm at the bottom of your screen
- 14 or device. And for those of you joining by phone go ahead
- 15 and press *9 to indicate that you'd like to make a comment
- 16 and *6 to unmute on your end.
- 17 Giving that one moment. Seeing no raised hands
- 18 or blue cards, Chair, back to you.
- 19 CHAIR HOCHSCHILD: Okay, thanks.
- We'll go to Commissioner discussion starting with
- 21 Commissioner McAllister.
- 22 COMMISSIONER MCALLISTER: Well, thank you very
- 23 much. And RJ, thanks so much, Matt, team. Again, this is
- 24 -- I think that that one slide covered both of these items,
- 25 all the people that are involved behind it just on the

- 1 teams and working on the various components of this. And
- 2 also, we have a couple large technical support contracts
- 3 that are also doing much of the heavy lifting here. And so
- 4 I want to just acknowledge those teams.
- 5 Some meetings ago, you all approved those
- 6 contracts. And to Bruce Wilcox and NORESCO that have been,
- 7 I think, year after year really helping us shape and update
- 8 CBECC-Com and Res. So, again lots of work behind this
- 9 update. I do have complete confidence in the staff work
- 10 and the contractor work to do this.
- It's sort of a bit of a permanent revolution.
- 12 You'll notice from the version numbers here that we always
- 13 sort of do better than the measures that come in.
- 14 Technically those have to be incorporated into the
- 15 software. But this update is a really, really critical one
- 16 for putting out there to the public so they can really see,
- 17 so practitioners can see it and use it and really get ready
- 18 to apply the 2022 Code. So great.
- 19 And so I think that's sort of the top-level
- 20 comments on my part, but again it's reflected in the huge
- 21 amount of work in the RJ, team, Mike, Christine, just for
- 22 keeping all the trains running again. This is several
- 23 other parallel tracks. So thanks a lot.
- 24 CHAIR HOCHSCHILD: Unless there are further
- 25 comments from Commissioner Vaccaro?

1 COMMISSIONER VACCARO:	So	just	everything	I	said
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- 2 on the last item applies here as well, because I got both
- 3 briefings at the same time. And said the same things to
- 4 the entire group, just it's important work and good job.
- 5 CHAIR HOCHSCHILD: Good. I'd welcome a motion
- 6 from Commissioner McAllister on Item 7.
- 7 COMMISSIONER MCALLISTER: I move Item 7.
- 8 CHAIR HOCHSCHILD: Is there a second?
- 9 COMMISSIONER VACCARO: Second.
- 10 CHAIR HOCHSCHILD: All in favor say aye.
- 11 Commission McAllister?
- 12 COMMISSIONER MCALLISTER: Aye.
- 13 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 14 COMMISSIONER VACCARO: Aye.
- 15 CHAIR HOCHSCHILD: And I vote age as well. Item
- 16 7 passes unanimously. Thank you.
- 17 We'll turn now to Item 8, Bringing Rapid
- 18 Innovation Development to Green Energy. Misa Werner. Hi
- 19 Misa.
- MS. WERNER: Hi. Good afternoon, Chair and
- 21 Commissioners. My name is Misa Werner and I work in the
- 22 Energy Research and Development Division. With me today is
- 23 Anthony Ng, Manager of the Energy Deployment and Market
- 24 Facilitation Office. I am here today seeking approval of
- 25 five new grant agreements that resulted from our BRIDGE

- 1 2020 solicitation. BRIDGE, short for "Bringing Rapid
- 2 Innovation Development to Green Energy," is --
- 3 CHAIR HOCHSCHILD: Misa, you can pull that mic
- 4 down a little bit, it's blocking us. There you go, okay.
- 5 (Laughter.)
- 6 MS. WERNER: Short, yeah. So like I said, it's
- 7 short for "Bringing Rapid Innovation Development to Green
- 8 Energy," is one of a series of programs we've established
- 9 to help clean energy startups. This funding program has
- 10 the specific purpose of bridging the gap between public and
- 11 private funding opportunities. Unlike other specific
- 12 technology-focused solicitations BRIDGE is unique in that
- 13 we get all sorts of projects, applications for high-impact
- 14 clean energy solutions, since the primary requirements are
- 15 a prior CEC or federal award and demonstrated success.
- 16 Next slide, please.
- 17 One overall benefit of BRIDGE is advancing
- 18 innovative technologies that can enable the transition to a
- 19 clean energy economy. Some of the specific benefits of
- 20 the agreements being discussed today include supporting
- 21 clean energy entrepreneurs; a quicker transition to
- 22 renewables; cheaper, safer and long-lasting high-
- 23 performance batteries; and water and cost savings. Next
- 24 slide, please.
- 25 The winning projects proposed for BRIDGE funding

- 1 are shown in this table, along with their individual
- 2 proposed award amounts. The total funding recommended is
- 3 nearly \$8.4 million. And I'll now describe each project,
- 4 starting with three innovative battery technology projects.
- 5 Next slide, please.
- 6 The first project is with Solid Energies, who
- 7 will design a new class of highly manufacturable solid-
- 8 state lithium-ion battery. Their battery achieves
- 9 excellent safety and high energy and power density, with a
- 10 wider operating temperature range, longer cycling life, and
- 11 low manufacturing costs. They will use a novel polymer-
- 12 based composite solid-state electrolyte with high ionic
- 13 conductivity and a wide operating temperature range.
- 14 Their process uses roll-to-roll manufacturing and
- 15 silicon-based anodes. Next slide, please.
- 16 The next project is with Enzinc, who has
- 17 developed a novel zinc metal sponge for use in batteries
- 18 and shown on this slide.
- 19 Enzinc's anode eliminates the growth of dendrites
- 20 within the battery which can extend the life of the battery
- 21 to thousands of cycles.
- Their battery also uses a water-based
- 23 electrolyte, which minimizes the risk of thermal runaway.
- 24 Zinc-based batteries offer an alternative to lithium-based
- 25 batteries and when used in stationary storage applications

1	Enzinc's	battery	offers	similar	performance	to	lithium-
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- 2 based batteries at a price comparable to lead-acid
- 3 batteries.
- 4 For this project, Enzinc will scale development
- 5 of the zinc sponge anode and integrate the anode into
- 6 battery cells and packs as well as test the batteries for
- 7 discharge times from 2 to 12 hours. Next slide, please.
- Next up is LookIn. They're working to develop a
- 9 high throughput terahertz scanner for in-line quality
- 10 control of lithium-ion batteries to automatically detect
- 11 defective electrodes. This will improve the manufacturing
- 12 capability to deliver high power batteries with better
- 13 shelf life, increase safety, lower costs, and decrease
- 14 production lead-times. In turn, this non-destructive
- 15 evaluation process reduces scrap rates and waste early in
- 16 the process.
- 17 Terahertz waves offer unique functionalities for
- 18 the QC of battery components. They can penetrate through
- 19 coatings and provide 3D images of the battery electrodes.
- 20 And this will ultimately lead to reduced battery prices.
- 21 However, deployment has been hindered by low sensitivity
- 22 and scanning speed of existing terahertz scanners.
- 23 Lookin's technology addresses the limitations of
- 24 these scanners by providing a 1000-times higher sensitivity
- 25 and speed through a patented terahertz transceiver. The

- 1 image here shows views of the scanner and a schematic of a
- 2 testing that occurred during roll-to-roll production. Next
- 3 slide, please.
- 4 Switching gears, Element 16 Technologies is
- 5 working to enable the electrification of industrial
- 6 processes with Sulfur Electric Thermal Energy Storage or
- 7 SETS for short.
- 8 The goal of this project is to enable the
- 9 electrification of industrial processes using renewable
- 10 energy such as solar PV-assisted electrotechnology
- 11 integrated with low-cost SETS.
- The proposed R&D activities and pilot testing
- 13 will validate the capability of molten sulfur thermal
- 14 energy storage to store electricity and discharge heat for
- 15 various industrial applications including process heating,
- 16 cooling, and electricity generation.
- 17 The proposed SETS concept shown here, minus the
- 18 solar component, will increase system resiliency to provide
- 19 on-demand and flexible heat supply to meet the individual
- 20 requirements of industrial processes. It will also achieve
- 21 a lower levelized cost of electricity from solar PV thus
- 22 increasing the share of renewable energy and reducing the
- 23 CO2 footprint of industrial processes.
- The integrated system will be pilot-tested in a
- 25 high-fidelity simulated operational environment,

- 1 demonstrating its value to industrial end users and
- 2 ratepayers. Next slide, please.
- 3 And the final project is with Pyro E. They will
- 4 deploy a novel Auto-Modulating Power Source, or AMPS for
- 5 short, to the device that will be used to retrofit and
- 6 demonstrate water and cost savings across approximately 150
- 7 affordable housing units in a disadvantaged community.
- 8 The AMPS technology powers wireless data sensors
- 9 indefinitely by harnessing energy from water pressure via
- 10 the piezoelectric effect.
- 11 The AMPS device, shown on top here installed on a
- 12 toilet fitting, avoids the need for lithium batteries and
- 13 their replacement costs in smart water metering. The
- 14 bottom shows a cutaway illustration of the inside of the
- 15 device. And as you can see it's pretty noninvasive,
- 16 installed here.
- 17 For municipal utilities, multi-family housing,
- 18 and corporate buildings AMPS reduces maintenance and manual
- 19 processes. These include water meter readings, service
- 20 connection and disconnection, water-use identification,
- 21 leakage notification, and emergency shutoffs.
- The project aims to demonstrate up to a 34
- 23 percent bill savings from reduced water waste and avoidance
- 24 of battery replacements. And the savings will be scalable
- 25 to over two-thirds of California households to meet state

- 1 home energy mandates and other municipal green initiatives.
- 2 Next slide, please.
- 3 With that, staff recommends approval of these
- 4 grant agreements and adopting our findings that these
- 5 projects are exempt from CEQA. This concludes our
- 6 presentation, and we are available for questions. Thank
- 7 you.
- 8 CHAIR HOCHSCHILD: Thank you so much, Misa.
- 9 MS. WERNER: Sure.
- 10 CHAIR HOCHSCHILD: With that we'll go to public
- 11 comment on Item 8.
- MS. MURIMI: Thank you, Chair.
- So for individuals that are in the room go ahead
- 14 and use the blue cards located in the back of the room,
- 15 hand them to the Public Advisor. For the individuals that
- 16 are in on Zoom go ahead and use the raised-hand feature,
- 17 looks like an open palm or high-five at the bottom of your
- 18 screen or device. And for those calling in go ahead and
- 19 press *9 to indicate that you'd like to make a comment and
- 20 *6 to unmute on your end.
- I see some commenters on Zoom. We'll start with
- 22 Nezih Tolga Yardimci. Apologies if I've misstated your
- 23 name. Go ahead and state and spell your name, give your
- 24 affiliation if any, and you may begin your comment.
- MR. YARDIMCI: Good afternoon, Chair and

- 1 Commissioners. My name is Nezih Tolga Yardimci, N-E-Z-I-H
- 2 T-O-L-G-A Y-A-R-D-I-M-C-I. I am the CEO, Chief Executive
- 3 Officer, of Lookin. I would like to thank the Commissioners
- 4 and the Deputy Director Jonah Steinbuck for this
- 5 opportunity.
- 6 We are very excited to work with California
- 7 Energy Commission on the realization of this powerful
- 8 quality control unit that can help (indiscernible) to
- 9 reduce their manufacturing costs significantly and produce
- 10 more reliable and safer batteries.
- 11 We believe, with our technology we can contribute
- 12 to the pursuit of making lithium-on batteries more
- 13 affordable, available, and safer for everybody. Once
- 14 again, thank you.
- MS. MURIMI: Thank you, Nezih.
- Next, we have Kevin Zanjani. Please state and
- 17 spell your name, give your affiliation if any. You may
- 18 begin your comment.
- MR. ZANJANI: Hi. This Kevin Zanjani with Solid
- 20 Energies, Incorporated, here in Anaheim California. We'd
- 21 like to appreciate the opportunity to work on this project
- 22 for the CEC.
- 23 Our company is developing this solid-state
- 24 lithium battery that's going to offer higher power density
- 25 as well as better manufacturing techniques for use of these

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1	batteries	ior	various	electric	venicle	and	electric	storage

- 2 applications. And so we really appreciate the opportunity
- 3 to work on this project, and thanks again.
- 4 MS. MURIMI: Thank you, Kevin.
- 5 Chair, seeing no more public comments I'll give
- 6 the mic back to you.
- 7 CHAIR HOCHSCHILD: Well, thank you.
- 8 So I love this program. I also want to
- 9 compliment the name of the program. We've had a lot of
- 10 terrible acronyms over the history of the CEC and we're
- 11 getting better. This is a wonderful one. And really what
- 12 is this a bridge to? It's a bridge to market, and I just
- 13 want to highlight California is the largest market in the
- 14 world for energy storage. We are going all in on this and
- 15 so these improvements, and some of them are minor and
- 16 incremental but they matter a lot. I mean, we're talking
- 17 about improved efficiency, improved safety, improved
- 18 reliability.
- My view is that lithium is really equivalent to
- 20 silicon and what we saw in the solar industry, it really is
- 21 the workhorse technology. And it's in everything. It's in
- 22 our phones, our laptops, our cars, now backup energy
- 23 storage for homes, for utility scale. And so these
- 24 improvements for the processing the manufacturing and the
- 25 operation are very, very consequential and this program is

- 1 doing a terrific job, as well as with other technology
- 2 categories, because there certainly are other promising
- 3 chemistries out there.
- 4 But I just wanted to highlight how important I
- 5 think this is. We have not traditionally viewed energy
- 6 storage as a significant part of our portfolio, a lot of
- 7 talk about other resource, but it really is now and it is
- 8 a, I'd say, a fundamental building block. So going
- 9 upstream like this and then helping these companies get to
- 10 scale is exactly what's needed.
- Just a huge, huge gratitude to the whole team who
- 12 worked on this and all the stakeholders and companies that
- 13 are participating. I'm really pleased to be supporting
- 14 this.
- 15 I'd open it up to other comments, Commissioner
- 16 McAllister?
- 17 COMMISSIONER MCALLISTER: Yes, just I totally
- 18 agree with all that. And I'm so proud of our -- we can go
- 19 out in the world. We can just talk about our innovation or
- 20 see our EPIC program overall and our R&D investments in the
- 21 context of we're doing just the overall innovation process.
- 22 The innovation curve, each technology moves along and has
- 23 stages of innovation and then commercialization and then
- 24 scale. And we have such a wonderful, intentional and
- 25 effective ecosystem to sort of really, really, really have

- 1 an impact at every critical juncture in that innovation
- 2 chain.
- 3 And BRIDGE is one of those key elements. And so
- 4 I just think not only are we have sort of a large R&D, for
- 5 the largest state level certainly and rivaling the federal
- 6 government in some ways and some areas, but we also just
- 7 happen to have a system that works. And it really responds
- 8 to the realities and needs on the ground of actual
- 9 companies doing actual innovation. And so I just really
- 10 love this. This is a great group projects, totally agree
- 11 with the Chair.
- 12 And that the EPIC 4 finally through the through
- 13 the PUC and so now that's ready to go, no holds barred, so
- 14 all systems are go here and really appreciate your
- 15 highlighting one of these big kinds of wins and effective
- 16 programs. So thanks, fully, fully in support.
- 17 CHAIR HOCHSCHILD: No comments from Commissioner
- 18 Vaccaro? Okay, I'd welcome a motion on Item 8 from
- 19 Commissioner McAllister.
- 20 COMMISSIONER MCALLISTER: I move Item 8.
- 21 CHAIR HOCHSCHILD: Is there a second?
- 22 COMMISSIONER VACCARO: Second.
- 23 CHAIR HOCHSCHILD: All in favor say aye.
- 24 Commission McAllister?
- 25 COMMISSIONER MCALLISTER: Aye.

1	CHAIR HOCHSCHILD: Commissioner Vaccaro?
	CHAIR HOCHSCHILD. COMMISSIONEL VACCAIO:
2	COMMISSIONER VACCARO: Aye.
3	CHAIR HOCHSCHILD: And I vote age as well. Item
4	8 passes unanimously.
5	We'll turn now to Item 9, Research to Support a
6	Climate Resilience Transition to a Clean Electricity
7	System.
8	MS. KOVALICK: Good afternoon, Chair, Vice Chair,
9	and Commissioners. My name is Alex Kovalick, and I am an
10	Energy Commission Specialist in the Energy Research and
11	Development Division. Today staff is requesting approval
12	of three agreements intended to improve planning processes
13	for the electricity sector. Next slide, please.
14	As the California ISO, CPUC and CEC found in
15	their root cause analysis of the August 2020 power outages,
16	planning processes for the electricity sector must be
17	revamped to cope with a changing climate. EPIC-funded
18	Grant Funding Opportunity-21-302 aims to help address this
19	challenge by quantifying the emerging relationships between
20	electricity supply, demand, and climate as we transition
21	our electricity grid to meet SB 100 goals.
22	This research will support integrating these
23	impacts into current energy system modeling and planning
24	processes, while also contributing to advancements beyond

current our practice. This research is intended to

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- 2 captured by current approaches to energy system modeling in
- 3 order to advance our analytical capabilities, which will
- 4 result in improved electricity reliability and lower energy
- 5 costs and will make this information available to a broad
- 6 range of energy-sector stakeholders. Next slide, please.
- 7 Today we are requesting \$3.6 million in funding
- 8 for three projects. Additional funding for "Assessing and
- 9 improving the climate resilience of an electricity system
- 10 in transition", which was proposed in a revised NOPA that
- 11 was posted on May 6th, will be requested at a future
- 12 business meeting. Next slide, please.
- The first grant agreement with Eagle Rock
- 14 Analytics, who is a California small business, will
- 15 generate hourly resource availability projections for
- 16 solar, wind, and hydroelectric generation. This is going
- 17 to help us understand how a changing climate affects
- 18 geographical distribution of zero-carbon generation as well
- 19 as seasonal, diurnal, and inter-annual changes in the
- 20 timing of these resources.
- 21 Additionally, the research team intends to work
- 22 with stakeholders to develop data products that harmonize
- 23 with current planning and regulatory practice while
- 24 remaining flexible to support future advances in climate
- 25 science and energy generation modeling frameworks. Next

- 1 slide, please.
- 2 The second grant agreement, also with Eagle Rock
- 3 Analytics, will focus on the interactive web application
- 4 available at Cal-Adapt.org. This agreement will rebuild the
- 5 Cal-Adapt architecture and will provide new stakeholder-
- 6 informed and scientifically rigorous climate visualizations
- 7 and tools to support California's energy sector regulators,
- 8 planners, and IOUs in making climate-informed decisions.
- 9 Next slide, please.
- 10 The third grant agreement with Energy and
- 11 Environmental Economics Incorporated, or E3 as commonly
- 12 known, will enhance load forecasting and capacity expansion
- 13 models to incorporate climate impacts and uncertainties.
- 14 This will include bringing Western Electricity Coordinating
- 15 Council, or a WECC-wide perspective and stochastic
- 16 functionality into models that are already used to support
- 17 planning processes by a variety of stakeholders.
- 18 Additionally, this project will identify climate-
- 19 related events that stress the grid, including extreme,
- 20 compound, and cascading events. This involves expertise
- 21 regarding both the electricity system and climate science.
- 22 Next slide, please.
- 23 Staff recommends approval of these agreements and
- 24 adoption of staff's determination that these projects are
- 25 exempt from CEQA. Staff, including myself, are available

- 1 for any questions you may have. This concludes my
- 2 presentation and thank you for your consideration.
- 3 CHAIR HOCHSCHILD: Thank you, Alex.
- 4 We'll go to public comment.
- 5 MS. MURIMI: Thank you, Chair.
- 6 So for individuals in the room please use the
- 7 blue cards located in the back of the room, hand them to
- 8 the Public Advisor. For individuals that are on Zoom go
- 9 ahead and use the raised-hand feature, it looks like an
- 10 open palm or high-five at the bottom of your screen or
- 11 device. For individuals calling in go ahead and use the
- 12 raised-hand feature by pressing *9 and press *6 to unmute
- 13 on your end.
- 14 Seeing no comments on Zoom and no comments in the
- 15 room, Chair back to you.
- 16 CHAIR HOCHSCHILD: Okay, thank you. Well
- 17 obviously, this is an important tool. Think it's pretty
- 18 self-evident we got to get smarter and more sophisticated
- 19 on the modeling, so happy to support this. Commissioner
- 20 McAllister any comments?
- 21 COMMISSIONER MCALLISTER: Just really quickly, I
- 22 mean part of this is we need to anticipate the climate
- 23 change, that we're all feeling the effects. And it's very
- 24 clear that future conditions are going to vary from where
- 25 we've been in the past. And so kind of getting our heads

- 1 around that, that kind of predictive capacity that what we
- 2 need here at the Energy Commission to do that.
- 3 But also the risk is greater and less known and
- 4 really the sort of error bars get bigger as we go forward,
- 5 right? And so understanding the extent of the risk and
- 6 uncertainty, just even quantifying uncertainty is really
- 7 important because that is growing. And the more we can
- 8 kind of keep those bars narrowing it'll help our
- 9 forecasting and our investment. But really just knowing
- 10 the level of risk, even if it's high quantifying that is
- 11 worth a lot just in and of itself. So I think these
- 12 projects that really do help us get smarter like you said
- 13 Chair, and I'm very much in support.
- 14 CHAIR HOCHSCHILD: You want to make any comments?
- 15 Okay, hearing none would you move Item 9?
- 16 COMMISSIONER MCALLISTER: Yep, I move Item 9.
- 17 CHAIR HOCHSCHILD: Is there a second for Item 9?
- 18 COMMISSIONER VACCARO: I second.
- 19 CHAIR HOCHSCHILD: All in favor say aye.
- 20 Commission McAllister?
- 21 COMMISSIONER MCALLISTER: Aye.
- 22 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 23 COMMISSIONER VACCARO: Aye.
- 24 CHAIR HOCHSCHILD: And I vote age as well. Item
- 25 9 passes unanimously.

- 2 Efficiency Improvements for Low Carbon Hydrogen Production.
- 3 MR. LASAM: I don't see the slides well. There
- 4 you go. Good afternoon, Chair and Commissioners, my name
- 5 is Baldomero Lasam --.
- 6 MS. MURIMI: Baldo, could you turn on your video?
- 7 MR. LASAM: It's turned on. Could you see me?
- 8 CHAIR HOCHSCHILD: There you go, we got it.
- 9 (Overlapping colloquy.)
- MS. MURIMI: Yes, we do. Thanks.
- 11 CHAIR HOCHSCHILD: There we go. Now we can see
- 12 it, okay.
- MR. LASAM: Good afternoon, Chair, Vice Chair
- 14 Commissioners. My name is Baldomero Lasam, and I am a
- 15 mechanical engineer in the Energy Research and Development
- 16 Division. Staff is requesting approval for two additional
- 17 agreements from the solicitation in addition to two
- 18 agreements approved at the May business meeting. The goal
- 19 of this solicitation and the projects recommended today is
- 20 to advance emerging hydrogen production technologies to
- 21 produce low-carbon hydrogen that achieves cost-
- 22 competitiveness with fossil-based steam methane reforming
- 23 pathways.
- Low-carbon hydrogen displaces the use of fossil
- 25 gas, and instead relies on biomass feedstock such as

1	biogas,	and	provide	significantly	lower	carbon	intensit

- 2 compared to conventional fossil-derived hydrogen. Next
- 3 slide, please.
- 4 As shown in the graph the vast majority of
- 5 hydrogen in the United States comes from steam methane
- 6 reforming processes using fossil fuels, mostly fossil gas.
- 7 The conventional steam methane reforming process
- 8 produces greenhouse gas emissions that do not align with
- 9 the decarbonization goals of California. However, emerging
- 10 renewable hydrogen production technologies could provide a
- 11 solution that meets California's clean energy goals and
- 12 complements other technologies such as electrolysis.
- 13 These recommended projects will reduce greenhouse
- 14 gas emissions in the state by developing and deploying
- 15 novel pathways or processes that displace the use of
- 16 conventional fossil-based steam methane reforming.
- 17 Instead, these projects utilize 100 percent renewable
- 18 feedstock to produce low carbon hydrogen.
- 19 The research and development efforts will advance
- 20 approaches that will reduce costs and increase adoption of
- 21 low carbon hydrogen production technologies.
- 22 Lastly, these projects will inform future
- 23 deployment strategies to support upscaling and
- 24 commercialization and to identify areas for further
- 25 technology improvement. Next slide, please.

1		The proje	ect with	Southern	Califor	nia Gas	Company
2	will	advance a cata	alytic n	onthermal	plasma	reactor	to a

- 3 modular bench-scale system powered by renewable
- 4 electricity, such as wind, solar or hydro power. The
- 5 catalytic nonthermal plasma reactor technology will
- 6 facilitate the use of the dielectric-barrier discharge
- 7 plasma at relatively low temperatures of approximately 400
- 8 to 500 degrees Celsius to convert biogas, primarily carbon
- 9 dioxide and methane in steam, into low carbon hydrogen.
- 10 The project's novel approach simplifies the
- 11 biogas-to-hydrogen-conversion process and enables the
- 12 reforming processes to occur at significantly lower
- 13 temperatures of 400 to 500 degrees Celsius compared to
- 14 steam methane reforming, which requires temperatures of 800
- 15 to 1,000 degrees Celsius.
- 16 This scalable approach reduces carbon dioxide
- 17 emissions, enables greater conversion efficiency, and is
- 18 cost-competitive with conventional systems.
- 19 The demonstration project site will be at the
- 20 SoCalGas Engineering Analysis Center located in Pico
- 21 Rivera, which is a disadvantaged community in southern
- 22 California. Next slide, please.
- 23 The project with Electro-Active Technologies will
- 24 develop in advance a bench-scale microbial electrolysis
- 25 cell system that will utilize microbes and renewable

- 1 electricity, such as wind or solar power to convert 100
- 2 percent organic waste into low carbon hydrogen.
- 3 The microbial electrolysis cell system contains a
- 4 biocatalytic anode that breaks down the waste stream and
- 5 cathode that separates the hydrogen from the organic
- 6 compounds.
- 7 This process will result in the production of
- 8 high-priority low carbon hydrogen and provide significant
- 9 reduction of greenhouse gas emissions.
- 10 In addition, the advancement of this system will
- 11 reduce electricity consumption for hydrogen production
- 12 compared to water electrolysis process, divert food waste
- 13 from landfills and produce hydrogen for onsite or near-site
- 14 applications.
- The system will be deployed at the food waste
- 16 processing facility in a disadvantaged community in Madera,
- 17 California. Next slide, please.
- 18 Both recommended projects aim to provide cost
- 19 parity with fossil-based steam methane reforming,
- 20 benefiting California's gas ratepayers.
- 21 Staff recommends approval of these grant awards
- 22 and adapting of staff's determination that these projects
- 23 are exempt from CEQA. Thank you and I'm available for any
- 24 questions.
- 25 CHAIR HOCHSCHILD: Thank you.

1	We'll	L go	to	public	comment	on	Item	10.
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- MS. MURIMI: Thank you, Chair.
- 3 So for individuals in the room who would like to
- 4 make a comment go ahead and use the blue cards located in
- 5 the back of the room, hand them to the Public Advisor. For
- 6 individuals that are on Zoom who would like to make a
- 7 comment go ahead and use the raised-hand feature, looks
- 8 like an open palm or high-five at the bottom of your screen
- 9 or device. And for those calling in go ahead and press *9
- 10 to raise your hand and *6 to unmute your line.
- 11 We have Sean from SoCalGas on Zoom. Please state
- 12 and spell your name, give your affiliation if any. You may
- 13 begin your comment.
- MR. SONI: Good afternoon, CEC Commissioners and
- 15 staff. My name is Sean Soni and that's spelled S-E-A-N and
- 16 S-O-N-I, and today I'm speaking on behalf of SoCalGas. We
- 17 want to offer thanks and sincere gratitude to the CEC for
- 18 their vision for this grant opportunity to advance a low
- 19 carbon hydrogen production system that is both cost-
- 20 effective and scalable. We are excited to partner with the
- 21 CEC, Susteen, Momentum and others to develop a system that
- 22 has the potential to produce low carbon hydrogen powered by
- 23 renewable electricity.
- 24 ARB's draft scoping plan recognizes the critical
- 25 role of clean fuels like renewable hydrogen in meeting the

- 1 state's decarbonization of sectors such as electricity
- 2 generation, heavy-duty transportation, and the high-heat
- 3 industrial sector. Projects like these could help move the
- 4 needle towards scalable renewable hydrogen production,
- 5 which will be necessary to decarbonize much of the energy
- 6 system.
- 7 Thank you again for the opportunity and we
- 8 commend the CEC's leadership in climate policy and
- 9 recognizing the need for clean fuel projects like these.
- 10 Thank you and those are my comments.
- MS. MURIMI: Thank you.
- 12 We have Alex Lewis on Zoom. Go ahead and state
- 13 and spell your name, give your affiliation if any. You may
- 14 begin your comment.
- MR. LEWIS: Great, thanks. Hello everyone, my
- 16 name is Alex Lewis and that's L-E-W-I-S. I'm the CEO of
- 17 Electro-Active Technologies.
- I just want to say we are really excited for the
- 19 opportunity to advance our modular system for converting
- 20 100 percent organic waste into hydrogen. This onsite
- 21 system can have an important implication for greenhouse gas
- 22 reduction for California, preventing methane emissions from
- 23 landfills while producing carbon-negative hydrogen to
- 24 offset fossil fuel use.
- 25 This local distributed solution for waste

- 1 management and hydrogen and can be deployed in
- 2 disadvantaged communities. And the project will seek to
- 3 recruit interns and staff from these areas that will allow
- 4 training opportunities for members of those communities.
- 5 We look forward to working with the Energy
- 6 Commission and our partners on this very important project.
- 7 Thank you.
- 8 MS. MURIMI: Thank you.
- 9 We have no more comments, Chair, back to you.
- 10 CHAIR HOCHSCHILD: Okay. Let's go to
- 11 Commissioner discussion. Commissioner McAllister.
- 12 COMMISSIONER MCALLISTER: Great yeah, I think
- 13 these are both really valuable projects. I want to thank,
- 14 on all these projects we're looking at now, the EPIC and
- 15 R&D teams for bringing them forward.
- Just one tidbit on hydrogen is it does seem for
- 17 years that the practice has been to refer to hydrogen by
- 18 color: you know, green, blue, brown, whatever. And happily
- 19 I think there's getting to be some consensus that that
- 20 doesn't really say a whole lot. And the best option is to
- 21 kind of just really focus on the numbers and the carbon
- 22 content of any given source of hydrogen.
- 23 And I think as we fund more projects, we'll get a
- 24 better sense of sort of what that really looks like in
- 25 practice and different sources of hydrogen and really

- 1 tracing back to the origins and looking at the process and
- 2 unpacking everything and getting a number, so that we can
- 3 begin to create some transparency and tracking and
- 4 accountability for the various sources of hydrogen.
- 5 And I think our efforts, both now and to come in
- 6 this area are going to help sort of develop and flesh out
- 7 that whole ecosystem, so I'm happy to support these
- 8 projects.
- 9 CHAIR HOCHSCHILD: Yeah, I would just add that we
- 10 have invested more money in hydrogen refueling
- 11 infrastructure than any nation in the world, with the
- 12 exception of Japan. And on a per capita basis we've
- 13 invested more than every nation, including Japan. But
- 14 hydrogen doesn't start providing an environmental benefit
- 15 until you make it cleanly, and so this is really to help
- 16 address that need. And we do have a long way to go, we're
- 17 at 95 percent of the world's hydrogen today is from fossil
- 18 fuel and so this is exactly the kind of work we want to
- 19 support.
- I want to thank all the stakeholders for their
- 21 support and staff for putting this together and happy to
- 22 move this forward.
- 23 So with that I'd welcome a motion on Item 10 from
- 24 Commission McAllister.
- 25 COMMISSIONER MCALLISTER: Oh great, I'll move

- 1 Item 10.
- 2 CHAIR HOCHSCHILD: Is there a second?
- 3 COMMISSIONER VACCARO: Second.
- 4 CHAIR HOCHSCHILD: All in favor say aye.
- 5 Commission McAllister?
- 6 COMMISSIONER MCALLISTER: Aye.
- 7 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 8 COMMISSIONER VACCARO: Aye.
- 9 CHAIR HOCHSCHILD: And I vote age as well. Item
- 10 10 passes unanimously.
- 11 We'll turn now to Item 11, The Regents of UC
- 12 California on behalf of the Los Angeles Campus.
- MR. SUNQUIST: Hello, Chair and Commissioners.
- 14 My name is Jeffrey Sunquist, and I am a mechanical engineer
- 15 with the R&D Division. And I am here today to request your
- 16 approval of the agreement to develop a toolkit to address
- 17 gas infrastructure corrosion issues.
- 18 Corrosion was among the leading factors that
- 19 resulted in two major leaks in California within the last
- 20 decade, including the Aliso Canyon storage facility leak in
- 21 2015 and the Southern California transmission line rupture
- 22 in 2017. These incidents constrained gas supplies and
- 23 interrupted gas market with higher energy prices. This
- 24 project will have economic, health, and safety benefits to
- 25 Californians.

- 2 predict corrosion risks more accurately, which will reduce
- 3 the frequency of costly repairs.
- 4 The project will help to reduce the likelihood of
- 5 unexpected leaks and ruptures, and the associated health
- 6 and safety impacts to communities.
- 7 And the project will also bring together
- 8 researchers, technology innovators, and pipeline operators
- 9 for a new partnership and a concerted effort to advance
- 10 corrosion research. Next slide, please.
- 11 Corrosion is challenging because it largely
- 12 depends on environmental conditions like soil chemistry,
- 13 moisture, and microbiology. The incidence and growth rate
- 14 of corrosion can vary greatly even with small changes in
- 15 environmental conditions. Current corrosion growth
- 16 prediction models rely on probabilistic approaches to
- 17 overcome gaps and uncertainties in the available data, with
- 18 results that are challenging to validate. Therefore,
- 19 further research is needed to develop accurate and reliable
- 20 forecast of corrosion growth in the gas system. The
- 21 purpose of this agreement is to address the risks and
- 22 challenges associated with corrosion in California's gas
- 23 pipelines. Next slide, please.
- 24 This project will create a toolkit to assess the
- 25 corrosion risks to pipelines using the best tools and

- 1 methods currently available. The toolkit will be composed
- 2 of state-of-the-art detection and monitoring technologies,
- 3 optimized data collection procedures, and a comprehensive
- 4 corrosion growth model, a corrosion model which combines
- 5 multiple corrosion mechanisms.
- 6 By combining the development of these areas into
- 7 a single project, better compatibility between the areas
- 8 will be achieved. For instance, the sensors will be
- 9 selected to provide the types of data that the models
- 10 require. And the models can, in turn, inform a more
- 11 strategic deployment of the sensors.
- 12 A pilot test of the toolkit will be conducted
- 13 with utility support and training guidelines will be
- 14 developed to help utilities integrate the toolkit into
- 15 their current practices. Next slide, please.
- 16 This project is led by The Regents of the
- 17 University of California, on behalf of the Los Angeles
- 18 Campus. This team brings experience with developing models
- 19 for pipeline integrity management, optimization of sensor
- 20 placement, and knowledge of the mechanisms of corrosion.
- 21 The subrecipient, DNV GL, Incorporated, brings
- 22 more experience in studying pipeline integrity and
- 23 corrosion, as well as experience with technology deployment
- 24 in the gas system.
- Two of California's gas IOUs, PG&E and SoCalGas,

- 1 are providing support for data collection and toolkit pilot
- 2 testing. Next slide, please.
- 3 Staff recommends approval of this award as well
- 4 as staff's determination that this action is exempt from
- 5 CEQA. I am available to answer any questions you may have.
- 6 Thank you.
- 7 CHAIR HOCHSCHILD: Thank you. We'll go to public
- 8 comment.
- 9 MS. MURIMI: Thank you, Chair.
- 10 So for individuals that are in the room, once
- 11 again use the blue cards located in the back of the room,
- 12 hand them to the Public Advisor. For the individuals that
- 13 are on Zoom go ahead and use the raised-hand feature, it
- 14 looks like an open palm or high-five at the bottom of your
- 15 screen or device. And for those calling in press *9 to
- 16 indicate that you'd like to make a comment and *6 to unmute
- 17 on your end.
- 18 Give that one moment. Seeing no comments on Zoom
- 19 or in person, Chair, back to you.
- 20 CHAIR HOCHSCHILD: Okay. We'll go to
- 21 Commissioner discussion, Commissioner McAllister.
- COMMISSIONER MCALLISTER: Well, thanks a lot,
- 23 Jeffrey. This seems pretty straightforward. I mean we
- 24 can't have our gas system corroding into the ground and
- 25 still carrying gas and so obviously we have to keep the

- 1 house attended, now and going forward. I mean, safety and
- 2 security of our gas system is it requires ongoing
- 3 investment and that's just not something we can skimp on.
- 4 But we need to know how to do that best and help it happen
- 5 in the most effective way possible. So these are
- 6 obviously, clearly relevant and needed.
- 7 CHAIR HOCHSCHILD: I just had a basic question.
- 8 I'm sort of ignorant but well-meaning about the materials
- 9 involved in the pipeline system and whether there's been
- 10 improvements to the metals and coatings and so forth to
- 11 extend the life of the pipeline? Just I would love -- I
- 12 don't know if we have any insights on that. And also what
- 13 is the expected lifecycle of natural gas pipeline
- 14 infrastructure?
- 15 MR. SUNQUIST: I'm not sure. I didn't research
- 16 that directly, but I did come across that subject matter in
- 17 development of this solicitation or in the development of
- 18 this agreement and there are a lot of options for
- 19 protecting pipelines. The challenge is knowing where and
- 20 when to deploy those options. I mean, that's what this
- 21 project is helping to work out is trying to find what are
- 22 the high-risk areas? Because there are thousands of miles
- 23 of pipelines in the states, and you can't protect all of
- 24 it. You've got to know where the priorities are.
- 25 And I'm sorry, can you repeat the second part of

- 1 your question?
- 2 CHAIR HOCHSCHILD: Well, I'm just curious, what
- 3 is the actual life cycle of gas pipeline infrastructure?
- 4 MR. SUNQUIST: I don't have the figures but
- 5 ballpark around 50 years or so for steel pipelines, for
- 6 transmission lines.
- 7 CHAIR HOCHSCHILD: Yeah, I'm curious, to know
- 8 the actual (overlapping colloquy.)
- 9 MR. SUNQUIST: -- we have a lot of pipelines that
- 10 are real old now.
- 11 CHAIR HOCHSCHILD: Yeah right, we must have
- 12 pipelines that are in excess of that age. Well great.
- 13 That is yet more reason to approve this, so happy to
- 14 support. Thank you for the work on this.
- 15 I'd welcome a motion from Commission McAllister
- 16 on this item.
- 17 COMMISSIONER MCALLISTER: I move Item 11.
- 18 COMMISSIONER VACCARO: Second.
- 19 CHAIR HOCHSCHILD: All in favor say aye.
- 20 Commission McAllister?
- 21 COMMISSIONER MCALLISTER: Aye.
- 22 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 23 COMMISSIONER VACCARO: Aye.
- 24 CHAIR HOCHSCHILD: And I vote aye as well. Item
- 25 11 passes unanimously.

1	We'	11	turn	now	to	Item	12.	The	Regents	of	the

- 2 University of California as Management and Operating
- 3 Contractor for the Ernest Orlando Lawrence Berkeley
- 4 National Laboratory.
- 5 MR. THIND: Good afternoon, Chair, Vice Chair,
- 6 and Commissioners. My name is Maninder Thind, and I'm an
- 7 air resources engineer in the Energy Research and
- 8 Development Division. Today I am requesting approval of a
- 9 research agreement intended to improve the characterization
- 10 of residential methane emissions associated with California
- 11 homes. Next slide, please.
- 12 The proposed agreement, California Residential
- 13 Methane Emissions Characterization, with Lawrence Berkeley
- 14 National Laboratory, will collect field data and conduct
- 15 analyses to characterize the sources of methane emissions
- 16 from gas infrastructure and appliances within California
- 17 homes. You may have heard these emissions referred to as
- 18 "post-meter", since they occur inside of homes, downstream
- 19 of residential gas meters.
- With \$2 million CEC funding and \$200k cash-match
- 21 commitment from US DOE, this research will benefit
- 22 Californians by providing the data and analysis needed to
- 23 improve California's residential methane emission
- 24 inventory; quantify the benefits of decarbonization in
- 25 buildings; and inform the development of cost-effective

- 1 programs to reduce methane emissions from the residential
- 2 building sector.
- 3 Because of methane's high global-warming
- 4 potential and short atmospheric lifetime, the climate
- 5 benefits of methane emissions reductions are substantial
- 6 and impactful on a relatively short time frame. Next
- 7 slide, please.
- 8 The proposed study involves a field sampling
- 9 campaign in a large and diverse sample of homes that
- 10 include owner- and renter-occupied houses and multifamily
- 11 units in the Los Angeles Basin and San Francisco Bay Area
- 12 as well as areas in and around Fresno, Stockton,
- 13 Sacramento, and Chico. At least 50 percent of sampling
- 14 will occur in disadvantaged communities.
- The team will perform a synthesis of existing
- 16 residential methane emissions data that will help the team
- 17 prioritize data and analysis needed to improve quantitative
- 18 understanding of post-meter methane emissions from the
- 19 residential sector. The research team will design and
- 20 implement a recruitment and measurement plan to include
- 21 variations in building, appliance and household
- 22 characteristics.
- In-home measurements will include quantification
- 24 of appliance emissions in steady state as well as transient
- 25 modes; monitoring and recording burner operating patterns

- 1 from the most common appliances to capture geographic,
- 2 seasonal, building and household variations in gas
- 3 consumption patterns. And finally, analyzing data to
- 4 estimate aggregate emissions as well as identify factors
- 5 that can be used to develop and track benefits of efficient
- 6 decarbonization programs. Next slide, please.
- 7 Staff recommends approval of this agreement and
- 8 adoption of staff's determination that this project is
- 9 exempt from CEQA. Staff, including myself, are available
- 10 for any questions you may have. This concludes the
- 11 presentation and thank you for your consideration.
- 12 CHAIR HOCHSCHILD: Thank you.
- We'll go to public comment on Item 12.
- MS. MURIMI: Thank you, Chair.
- 15 So for individuals that are in the room go ahead
- 16 and use the blue cards located in the back of the room,
- 17 hand them to the Public Advisor. For individuals that are
- 18 on Zoom go ahead and use the raised-hand feature, it looks
- 19 like a high-five or open palm at the bottom of your screen
- 20 or device. And for individuals that are on the phone go
- 21 ahead and press *9 to indicate that you'd like to make a
- 22 comment and *6 to unmute on your line.
- We'll give that one moment. Seeing no comments
- 24 on Zoom and no comments in-person, Chair. I'll hand the
- 25 mic back to you.

1 CHA	AIR HOCHSCHIL	Okay.	Thank	you.
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- 2 We'll go to Commissioner discussion, Commissioner
- 3 McAllister.
- 4 COMMISSIONER MCALLISTER: I'm in full support of
- 5 this, thank you very, Maninder. And I just want to thank
- 6 the whole group from R&D, Misa and Alex, Baldonero and
- 7 Jeffrey and you, Maninder, for they're really great suite
- 8 of activities and projects you've presented today.
- 9 This is, I think, pretty straightforward at some
- 10 level. I think this is an issue that kind of has gone up
- 11 an urgency recently, just as we talk about sort of impacts
- 12 of gas with the recent Stanford study that came out looking
- 13 at cooktops and the leakage of methane in homes from
- 14 cooktops. And there's a small literature in this area. We
- 15 really need to understand it better, and I think this is a
- 16 big step in the right direction, so thanks for bringing
- 17 this to us. And I'm in full support.
- 18 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 19 COMMISSIONER VACCARO: Yeah, thank you for the
- 20 presentation. So I'm kind of curious about the selection
- 21 of the homes, because it's essentially like a survey of
- 22 sorts. So is that a certainty that there are going to be
- 23 folks who are willing to participate and that there will be
- 24 a diversity of homes for this study? Or is that -- does
- 25 the diversity of types of homes matter? But I'm just

- 1 wondering whenever I see things that are based on sort of a
- 2 voluntary participation of third parties, especially when
- 3 we're going into their homes, I'm just wondering can you
- 4 talk about that just a little bit or what the expectations
- 5 are around that?
- 6 MR. THIND: Right, right. So the sample would
- 7 cover a majority of the multifamily units because there
- 8 have been prior efforts in this space, especially the Marc
- 9 Fischer study, which was also funded by CEC, the 2018 study
- 10 that also sampled 75 single-family homes. So there has
- 11 been effort in this space that we've funded before.
- But, of course, there were some limitations with
- 13 that. And this study would have a good amount of effort on
- 14 sampling the household so that it's a representative of
- 15 California's housing stock, diverse households, including
- 16 multifamily homes. And that was also one of the
- 17 requirements of the solicitation when we posted. So that
- 18 the teams that put forward their research methods should
- 19 have thoughts on other sampling households to be conducted,
- 20 and an inclusion of multifamily homes was a must.
- 21 So the LBNL team will be expected to put a good
- 22 amount of thought on that aspect to have a diverse housing
- 23 stock, since it will directly inform and provide data and
- 24 analysis to inform California's greenhouse gas inventory,
- 25 which is supported by CARB.

1	CHAIR	HOCHSCHILD:	So	one	comment	and	one

- 2 question. Directionally where we're going on the Building
- 3 Code with new code development is tighter and tighter
- 4 envelope, which is good from an energy efficiency
- 5 perspective, but also you get less natural ventilation in
- 6 homes. And it used to be with there's actually a fair bit
- 7 of natural ventilation from air leaks and so forth, and so
- 8 this makes reducing indoor air pollution even more
- 9 important.
- 10 But I'm always very interested in the delta on
- 11 these emissions by income bracket. Because I think there's
- 12 a lot of evidence to show, it already has been shown to
- 13 some degree, some significant degree that low-income
- 14 households bear a heavier burden, because today either the
- 15 oven hoods that they use for ventilation are smaller,
- 16 cheaper. They're more recessed, or they're poorly made so
- 17 they're very loud. And so people don't operate them when
- 18 they're cooking. And so there's some research showing the
- 19 NOx levels are like seven times higher in low-income
- 20 households than other middle- or upper-income households.
- 21 And that's a significant issue.
- 22 And it's on top of all of the outdoor air
- 23 pollution we're dealing with, particularly environmental
- 24 justice communities are confronted with, on top of wildfire
- 25 smoke so this is a high-stakes stand. I wonder if you had

- 1 any thoughts or comments on that, looking at delta by
- 2 income bracket for indoor air pollution?
- 3 MR. THIND: Right. And that's a good question.
- I would like to add the proposal that was
- 5 presented by SCNO. (phonetic) It will include a sample of
- 6 households in under-resourced communities. Particularly
- 7 about more than 50 percent of the sample will be in low-
- 8 income and disadvantaged communities. So it will try to
- 9 capture that diverse set of households by income level as
- 10 well as it's a field-sampling study.
- But I do agree that there's more recent studies
- 12 that needs to be done in this space where we characterize
- 13 the exposures by the income levels and see all health
- 14 impacts and exposures are by the residents in multifamily
- 15 homes.
- 16 CHAIR HOCHSCHILD: Yeah, I would just say that
- 17 going forward that'd be a request I would have, is to
- 18 really prioritize a close examination of the difference by
- 19 income bracket of indoor air pollution, so we're tracking
- 20 that closely.
- I think our strategy, generally speaking, going
- 22 forward in the building decarbonization space that
- 23 Commissioner McAllister and I are working on so closely and
- 24 the governor has highlighted in the budget with this nearly
- 25 \$1 billion we're going to be investing here, this is an

- 1 equity-first strategy and that's the right approach. And I
- 2 think to the extent we can illuminate the issues and the
- 3 delta that I was talking about there more clearly with
- 4 future research that's really helpful.
- 5 Obviously, we want clean air for everybody, of
- 6 all income brackets, but the need is greater in the
- 7 environmental justice communities because of the ambient
- 8 pollution outside in so many of these communities that are
- 9 right near big freeways and other areas that have more
- 10 severe air pollution. So this is just a very high priority
- 11 to make sure the air people are breathing inside is clean.
- 12 So thank you for all your work and all your team.
- 13 I appreciate very much, your matching outfits. You look
- 14 great.
- MR. THIND: Thank you.
- 16 CHAIR HOCHSCHILD: You're the best-dressed person
- 17 in here today. And thank you for all your diligence, happy
- 18 to support this. And with that I'd welcome a motion on
- 19 Item 12 from Commission McAllister.
- 20 COMMISSIONER MCALLISTER: I move Item 12.
- 21 CHAIR HOCHSCHILD: Is there a second?
- 22 COMMISSIONER VACCARO: I second.
- 23 CHAIR HOCHSCHILD: All in favor say aye.
- 24 Commission McAllister?
- 25 COMMISSIONER MCALLISTER: Aye.

1	CHAIR HOCHSCHILD: Commissioner Vaccaro?
2	COMMISSIONER VACCARO: Aye.
3	CHAIR HOCHSCHILD: And I vote age as well. Item
4	12 passes unanimously. Thank you, Maninder, appreciate it.
5	MR. THIND: Thank you.
6	CHAIR HOCHSCHILD: Yeah. With that we'll turn to
7	Item 13, Arup.
8	MS. THOMSEN: Good afternoon, Chair and
9	Commissioners. My name is Elizabeth Thomsen, and I am the
10	Contract and Grant Analyst for the Efficiency Division.
11	Today I will be presenting Item 13. This is a request to
12	approve a \$1.8 million three-year agreement with Arup US,
13	Incorporated, to provide the Efficiency Division with
14	Building Decarbonization and Energy Efficiency Compliance
15	Strategies Development. Next slide, please.
16	This three-year Arup agreement will provide the
17	highly specialized technical support essential for
18	evaluating and implementing strategies to advance
10	

- 19 decarbonization of residential and nonresidential buildings
- 20 and to increase Energy Code compliance. Next slide,
- 21 please.
- Work on this three-year Architectural and
- 23 Engineering Agreement will focus on three core tasks:
- 24 strategies to expand, enhance, and maintain the Commission
- 25 Compliance Document Repository, or CCDR, which will support

	1	the	collection	of	buildings	compliance	data	to	increase
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- 2 program oversight and for staff to learn about changes to
- 3 the built environment.
- 4 The data will also inform policies and programs
- 5 to advance building decarbonization; existing Buildings
- 6 Decarbonization Technical Support to inform, develop, and
- 7 support strategies, programs, policies, and pathways to
- 8 reduce greenhouse gas emissions in existing buildings;
- 9 technical support for increased compliance and improved
- 10 installation of energy efficiency measures by evaluating
- 11 innovative software tools and other tools essential for
- 12 increasing and demonstrating compliance with the Energy
- 13 Code.
- 14 These tools will help staff better understand the
- 15 quality of the measure installation. These tasks together
- 16 are essential for optimizing the use and operations of
- 17 existing buildings to reduce greenhouse gas emissions and
- 18 improve Energy Code compliance.
- 19 Funding for this agreement is from the Cost of
- 20 Implementation Account, or COIA funds. Next slide, please.
- 21 I recommend approval of the Arup agreement to
- 22 provide the Efficiency Division with Building
- 23 Decarbonization and Energy Efficiency Compliance Strategies
- 24 Development. Thank you for your consideration. I am
- 25 available for questions.

1	CHAIR HOCHSCHILD: Thank you.
2	We'll go to public comment.
3	MS. MURIMI: Thank you, Chair.
4	For individuals wishing to make a comment that
5	are in the room go ahead and use the blue cards located in
6	the back of the room, hand them to the Public Advisor. For
7	individuals that are on Zoom go ahead and use the raised-
8	hand feature, it looks like an open palm or high-five at
9	the bottom of your screen or device. And for those calling
10	in press *9 to indicate that you'd like to make a comment
11	and *6 to unmute on your line.
12	We'll give that one moment. Once again, for
13	those on Zoom use the raised-hand feature. Seeing no
14	comments on Zoom or in-person, Chair, back to you.
15	CHAIR HOCHSCHILD: Thanks, Dorothy.
16	We'll go to Commissioner discussion, starting
17	with Commissioner McAllister.
18	COMMISSIONER MCALLISTER: Well thanks Chair, and
19	thanks Elizabeth, for presenting this great presentation.
20	Chair, you brought up the compliance issue earlier, and
21	there is just a lot of issues to unpack and some technical
22	questions and just kind of a need for ongoing support to
23	sort of continue to make the code better and certainly
24	include increased code compliance.
25	And I want to just acknowledge Christine and Mike

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- 1 again and the team in the Efficiency Division for kind of
- 2 conceiving this and bringing it forward, very worthwhile
- 3 project and in what is a highly technical area. And just
- 4 to help us make the code better over time, so very much in
- 5 support. I don't know if, Christine, you wanted to add any
- 6 comments or anything? No? Okay great. So anyway, fully
- 7 support this item.
- 8 CHAIR HOCHSCHILD: Thank you.
- 9 Commissioner Vaccaro, any comments? (No audible
- 10 response.) Okay.
- 11 Well, thank you again. I'm very grateful to Arup
- 12 over the years. They're a really terrific partner with the
- 13 state and a lot of talent in that company, so happy to move
- 14 this. Commissioner McAllister would you be willing to
- 15 move Item 13?
- 16 COMMISSIONER MCALLISTER: I'll move Item 13.
- 17 CHAIR HOCHSCHILD: Is there a second?
- 18 COMMISSIONER VACCARO: Second.
- 19 CHAIR HOCHSCHILD: All in favor say aye.
- 20 Commission McAllister?
- 21 COMMISSIONER MCALLISTER: Aye.
- 22 CHAIR HOCHSCHILD: Commissioner Vaccaro?
- 23 COMMISSIONER VACCARO: Aye.
- 24 CHAIR HOCHSCHILD: And I vote age as well. Item
- 25 13 passes unanimously.

- 1 We'll turn now to Item 14, IDEAL ZEV Workforce
- 2 Pilot. Welcome to Larry Rillera.
- MR. RILLERA: Great. Good afternoon, Chair and
- 4 Commissioners. My name is Larry Rillera. I am staff with
- 5 the Energy Commission's Fuels and Transportation Division.
- 6 I will be presenting Item Number 14, which seeks approval
- 7 of three agreements. Next slide, please.
- 8 The IDEAL ZEV Workforce Pilot solicitation was
- 9 released in October of 2021. Fourteen projects are
- 10 proposed for award for a total of \$6.5 million in funding.
- 11 The 3 agreements today are the last of the 14 project
- 12 agreements for consideration.
- 13 The solicitation is a partnership with the
- 14 California Air Resources Board. CARB contributed \$1
- 15 million to project work and is building staff capacity for
- 16 clean transportation the workforce training and
- 17 development.
- 18 Benefits of the solicitation include the
- 19 development of ZEV and ZEV infrastructure career pathways;
- 20 the creation of high roads and high-quality jobs; support
- 21 for the ZEV industry and supply chain businesses; and
- 22 support for priority community solutions and skills
- 23 development. Next slide.
- 24 The first project is a proposed agreement with
- 25 the Municipal Equipment Maintenance Association for

- 2 Workforce for Fleets" in southern California. The purpose
- 3 of the project is to provide in-depth ZEV maintenance and
- 4 service to public and private early adopter fleets.
- 5 There are many important partnerships and
- 6 employers in this project including the Long Beach Clean
- 7 Cities, numerous public agencies, local dealerships, and
- 8 community colleges.
- 9 I would also note that this project will continue
- 10 past the project agreement period. Next slide, please.
- 11 The second project for consideration today is a
- 12 proposed agreement with the Latino Equity, Advocacy, and
- 13 Policy Institute. The Electric Vehicle and Electric
- 14 Vehicle Supply Equipment Training Project will provide
- 15 introductory training for participants from non-urban areas
- 16 for ZEV careers.
- 17 The project will be in both English and Spanish
- 18 and will be replicated in five similar demographic areas as
- 19 the city of Huron in the Central Valley of California.
- The second important project component is with
- 21 ChargerHelp! ChargerHelp! will conduct a survey and field
- 22 assessment of Electric Vehicle Supply Equipment operations
- 23 in the Greater Fresno Region and in the city of Huron.
- 24 ChargerHelp! will also provide Electric Vehicle
- 25 Supply Equipment service and repair training through their

1	standardized	certification	process	that	will	be	used	to

- 2 validate the training. And, more importantly, to help
- 3 trainees accrue jobs.
- 4 Equally important is the continuation of this
- 5 initiative in critical areas of the state. Next slide.
- 6 The final project is with the SunLine Transit
- 7 Agency. This project will provide approximately 48
- 8 technical and non-technical ZEV Transit Training Workshops
- 9 in the state to transit agencies. The project will also
- 10 establish and conduct introductory courses on ZEV and ZEV
- 11 infrastructure technologies to non-technical staff and to
- 12 high schools as well. Next slide.
- 13 Staff recommends approval of all three
- 14 agreements. Staff also recommends the adoption of staff's
- 15 determination these actions are exempt from CEQA. Thank
- 16 you for your consideration of these items. And
- 17 representatives from the LEAP Institute are on the line as
- 18 well. Thank you.
- 19 CHAIR HOCHSCHILD: Great. Thank you, Larry.
- We'll go to public comment on Item 14.
- MS. MURIMI: Thank you, Chair.
- So for individuals that are in the room go ahead
- 23 and use the blue cards located in the back of the room,
- 24 hand them to the Public Advisor. For the individuals that
- 25 are on Zoom go ahead and use the raised-hand feature, it

- 1 looks like an open palm or a high-five at the bottom of
- 2 your screen or device. And for those calling in press *9
- 3 to indicate that you'd like to make a comment and *6 to
- 4 unmute on your end.
- 5 We'll start with folks on Zoom. I see Evette
- 6 Ellis.
- 7 Go ahead state and spell your name, give your
- 8 affiliation if any. And you may begin your comment.
- 9 MS. ELLIS: Evette Ellis, E-V-E-T-T-E E-L-L-I-S.
- 10 Chief Workforce Officer for ChargerHelp! Good afternoon,
- 11 Commissioners. My name is Evette Ellis and I'm Co-Founder
- 12 and Chief Workforce Officer at ChargerHelp! ChargerHelp!
- 13 is a woman, minority-owned clean tech company based here in
- 14 California, dedicated to the diagnostics, maintenance,
- 15 repair and replacement of Electric Vehicle charging
- 16 stations, of the most problematic issues with Electric
- 17 Vehicle charging stations, the software and hardware of
- 18 Level 2 in EV fast chargers.
- In 2020 we officially filed the EVSE technician,
- 20 maintenance technician as a new occupational classification
- 21 with the U.S. Department of Labor. And with the
- 22 partnership of network providers and manufacturers we have
- 23 been able to build a curriculum to support 30-plus of
- 24 unique assets for the electric vehicle, the electric
- 25 charging of passenger vehicles and all-size fleets.

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- 2 the proposed program for the LEAP Institute to conduct the
- 3 EV and EVSE assessment training and outreach. The LEAP
- 4 Institute as an organization, which is dedicated to the
- 5 economic and environmental justice in rural and
- 6 disadvantaged communities.
- 7 There has been progress in the EV charging
- 8 market, especially in the last five years. But as
- 9 California continues to move forward with strong
- 10 electrification goals and amasses deployment of EV charging
- 11 stations training will be needed to support the inevitable
- 12 challenges that we will face with the new technologies.
- 13 Unfortunately technology does not solve all things, we
- 14 still need human interaction.
- 15 Charging stations are IoT assets, essentially
- 16 computers. This program will help people understand the EV
- 17 and the EVSE charging market and will support people
- 18 interested in transitioning from all types of occupations
- 19 to the maintenance of these IoT assets. The program will
- 20 help people understand the landscape of the charging
- 21 station, safety and operability in those regions. And as
- 22 we progress with the deployment to support small businesses
- 23 and residential property owners keep charging stations
- 24 operable for their patrons.
- 25 Lastly, we support workforce development

- 1 initiatives that are inclusive and understand the
- 2 importance of not creating additional and unnecessary
- 3 barriers. A commitment to a high rate of safety and
- 4 reliability is a commitment to building the workforce.
- 5 California needs programs like this, so we don't
- 6 wait year after year to see if we included or did not
- 7 include people who are in disadvantaged areas. We are
- 8 taking the lead now. We are thrilled to see that the
- 9 Commission is taking measurable steps to consider inclusion
- 10 in the electrification of this state. Thank you.
- MS. MURIMI: Thank you.
- 12 Seeing no more comments, Chair, back to you.
- 13 CHAIR HOCHSCHILD: Thank you. Well I appreciate
- 14 those comments. Technology is not everything, we still
- 15 need people. That wisdom is very well-taken.
- And so with that we'll go to Commissioner
- 17 discussion. We'll try to channel our colleague
- 18 Commissioner Monahan who's out of the country at the moment
- 19 on this.
- 20 And I will just say I really appreciate the
- 21 workforce focus. I think it's essential and I just want to
- 22 highlight again what we're doing on zero-emission
- 23 transportation is unprecedented. The State of California
- 24 through the Energy Commission and the Air Resources Board,
- 25 last year's budget and this year's budget combined is \$10

- 1 billion. In a normal year we would be investing \$250 to
- 2 \$300 million in this space, so this is unprecedented. And
- 3 it does create a lot of opportunities for employment, for
- 4 workforce, and I'm just really pleased to see the focus on
- 5 this. I'd welcome any comments from any of my colleagues.
- 6 Commissioner Vaccaro.
- 7 COMMISSIONER VACCARO: Thanks, Larry. You're the
- 8 last one to bat, but this is a really great way to end
- 9 today's the substantive portion of the meeting.
- 10 Earlier Commissioner McAllister you talked about
- 11 just being proud right of the projects and programs that we
- 12 have. But I can only assume that Commissioner Monahan is
- 13 very proud of this suite of projects, because they reflect
- 14 the values that I know she's been espousing over the years.
- 15 And that we are adhering to in California: diversity,
- 16 inclusion and really making sure that this transition is
- 17 inclusive and benefits. And so really this investment and
- 18 workforce opportunity and training, I mean it's so
- 19 important and really getting into the communities that
- 20 could easily not be included.
- 21 And so this is a great suite of projects and just
- 22 really I loved the briefing when enthusiasm comes through
- 23 then, but I just really appreciate hearing about these
- 24 types of projects.
- 25 COMMISSIONER MCALLISTER: I just wanted to say so

- 1 great to see you, Larry. Thanks a lot.
- 2 And I just feel that Commissioner Monahan would
- 3 definitely agree with this. And I think she would be the
- 4 first to say how proud she is of FTD. And just the
- 5 Division just seems to be sort of firing on all cylinders
- 6 these days, and just from Hannon on down. And just really,
- 7 really kudos to all the great things that you all are
- 8 doing. And the CTP is just such a jewel and opens up
- 9 opportunities like this that are so necessary and allow us
- 10 to walk the walk, really, or walk the talk. And so in full
- 11 support.
- 12 CHAIR HOCHSCHILD: Yeah, just as an example, I
- 13 left the last Commission meeting early and we had to go
- 14 dedicate a new factory in Newark for FreeWire, which is
- 15 making EV chargers that are coupled with a 150-kilowatt-
- 16 hour battery bank. So that you can deploy EV charging for
- 17 fleets or individual (indiscernible) without having to do
- 18 expensive distribution system upgrades, because the storage
- 19 really facilitates that. And they're manufacturing here in
- 20 California and they're hiring and growing, and they need to
- 21 work for us.
- 22 And so it's just great to see this stuff actually
- 23 happen and we are on the cutting edge on this, and the
- 24 workforce strategy is so central. So thank you and the
- 25 team for all the great work.

- 1 I'd welcome a motion from Commissioner Vaccaro on
- 2 Item 14.
- 3 COMMISSIONER VACCARO: I move approval of Item
- 4 14.
- 5 COMMISSIONER MCALLISTER: Second.
- 6 CHAIR HOCHSCHILD: Commissioner McAllister is
- 7 second.
- 8 All in favor say aye, Commissioner Vaccaro?
- 9 COMMISSIONER VACCARO: Aye
- 10 CHAIR HOCHSCHILD: Commission McAllister?
- 11 COMMISSIONER MCALLISTER: Aye.
- 12 CHAIR HOCHSCHILD: And I vote age as well. Item
- 13 14 passes unanimously.
- 14 We'll turn now to Item 15. What I'd like to ask
- 15 colleagues, since neither of you were able to join the May
- 16 11th meeting that we move forward with -- I don't think I
- 17 can approve with one vote that --
- MS. BARRERA: That's correct.
- 19 CHAIR HOCHSCHILD: -- that we move forward with
- 20 just approval of the May 24th Business Meeting Minutes, and
- 21 we'll take up the May 11th Business Meeting Minutes at the
- 22 next Commission meeting.
- 23 So if there's a motion to approve the May 24th
- 24 Business Meeting Minutes. Commissioner Vaccaro would you
- 25 be willing to move that?

- 1 COMMISSIONER VACCARO: Yes, I move approval of
- 2 the May 24th Business Meeting Minutes.
- 3 COMMISSIONER MCALLISTER: Second.
- 4 CHAIR HOCHSCHILD: Thank you. All in favor say
- 5 ave.
- 6 Commissioner Vaccaro?
- 7 COMMISSIONER VACCARO: Aye.
- 8 CHAIR HOCHSCHILD: Commission McAllister?
- 9 COMMISSIONER MCALLISTER: Aye.
- 10 CHAIR HOCHSCHILD: And I vote age as well. Thank
- 11 you, that item passes unanimously.
- We did already Item 16, Lead Commissioner and
- 13 Presiding Member Reports; however, I would like to just
- 14 provide an opportunity. Commissioner McAllister, before
- 15 you arrived Commissioner Vaccaro and I just created some
- 16 time to reflect on the epidemic of gun violence that's been
- 17 happening in our country. And you had raised this with me
- 18 earlier this week. I just would love to give you an
- 19 opportunity to share any thoughts.
- 20 COMMISSIONER MCALLISTER: Great. Well, I really
- 21 appreciate the opportunity. And so Dorothy asked me to
- 22 recite the Pledge of Allegiance. Of course I immediately
- 23 just said, "Of course, yeah, I'd love to." And then I just
- 24 -- a little a little flag went up in my head and I just
- 25 thought not that I don't want to honor our country, but

- 1 that the words, if you look at the words of the Pledge,
- 2 it's "One Nation." And it's indivisible, right, and it's
- 3 with liberty and justice for all. And I just like, if you
- 4 read the sort of plain meaning of those words, it just
- 5 seems like we're not doing all that great right now and
- 6 living up to those expectations.
- 7 And I'm an extremely patriotic person. I don't
- 8 know if any of you remember, I hope you don't actually, but
- 9 I did actually sing the Star-Spangled Banner at a business
- 10 or at a picnic, at a CEC picnic a few years ago. And I was
- 11 really happy to do that, because I felt that with all of
- 12 the divisiveness around sort of the early days of the Trump
- 13 presidency, I wanted to just make a statement that, "You
- 14 know what? We, this country has a lot of good in it,"
- 15 right?
- And that's obviously still true and I still
- 17 deeply believe that. I just wish we could figure out how
- 18 to elevate human life above this kind of fetishistic focus
- 19 on just unfettered access to guns. And just it seems so
- 20 antithetical to those words in the Pledge of Allegiance
- 21 that we face the flag and put our hands of our heart and
- 22 say at every business meeting.
- 23 And so I just wanted to kind of just have a
- 24 conversation and say, "Look, we can rededicate ourselves."
- 25 We should rededicate ourselves to those ideals and kind of

	1	trv	to	focus	on	the	human	side	of	this	equation,	or	the
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- 2 sort of the human elements here. And try to figure out how
- 3 to chart a path forward that leverages each person's
- 4 humanity to get to a real conversation instead of just a
- 5 formulaic kind of knee-jerk tribal kind of conversation,
- 6 which is where we are now as a country.
- 7 So anyway, California is doing better than most
- 8 places, and we were sort of taking some steps to rein in
- 9 this epidemic of gun violence. But we can do better.
- 10 And I look back on Senator Feinstein's career and
- 11 her sponsorship and promotion of the Assault Weapons Ban,
- 12 back in the day. And then it expired and ever since then
- 13 we just haven't been able to do much on this as a country.
- 14 And I really hope that somehow that can change in the near
- 15 future, and we can sort of get more in alignment with the
- 16 aspirations of the Pledge. And I mean, I know we all
- 17 really mean it. And it's just when we get down into
- 18 reading the doc, sort of reciting together in unison, words
- 19 like that it becomes rote after a while. It runs the risk
- 20 of becoming rote. And I just think our country is not
- 21 about that. It's about something that's more profound.
- 22 And so yeah, I know I'm sort of preaching to the
- 23 choir here. I know we all agree with this. But it's not
- 24 that guns are horrible and nobody should have them, and
- 25 hunting shouldn't be able to be done, and all that. I mean

1 it's just there's a reasonableness and a respect for	humar
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- 2 life that I think we just kind of need to be more explicit
- 3 about and hopefully that can be a stimulus to action.
- 4 So thanks for the opportunity to make some
- 5 comments.
- 6 CHAIR HOCHSCHILD: All right, I really appreciate
- 7 you bringing so much heart to this discussion. And it is
- 8 true that other than countries where there's a war going
- 9 on, like we see in Ukraine, this is not happening anywhere
- 10 else in the world. I mean, there's no level of gun
- 11 violence like this anywhere else in the world and it's not
- 12 acceptable.
- 13 And I know for me the Pledge and the
- 14 Constitution, these things are aspirational. And sometimes
- 15 that gap between where we know we can be and where we are
- 16 seems very far. And I think that's what we're called to do
- 17 is close that gap in every way we can. So we all have a
- 18 role to play as citizens and voters and as conscientious
- 19 members of the public in every way to try and make things
- 20 better.
- 21 And I do believe what happens here in California
- 22 affects the whole country. And so I'm proud to be in a
- 23 state that cares so much about this. And I think we have
- 24 to just never give up. I just feel like there's a level of
- 25 relentlessness that's needed with this stuff. And the

- 1 harder it is, the more relentless you need to be. But
- 2 that's how progress and all the hard-fought victories, if
- 3 you look back, I mean including things we thought would
- 4 probably not happen in our life, marriage equality being a
- 5 great example.
- I grew up in San Francisco, you know, a large gay
- 7 population. I did not think marriage equality would happen
- 8 for decades, and now it's the law of the land in all 50
- 9 states. And not only that it's accepted as a new standard,
- 10 we're not going to go backwards on that. It was very hard
- 11 fought, and I think it's a tribute to the advocates who are
- 12 relentless. And this issue of gun violence, we have got to
- 13 fix it. So I just really appreciate you calling me this
- 14 week and having that conversation and making time for that.
- So with that we'll turn to -- I'm sorry, any
- 16 other comments on that. Okay.
- 17 With that we'll turn to Item 17, Executive
- 18 Director's Report.
- MR. BOHAN: Thank you Chair and Commissioners.
- 20 Nothing to report this afternoon.
- 21 CHAIR HOCHSCHILD: Thank you. We'll turn to Item
- 22 18, Public Advisor's Report.
- MS. MURIMI: Nothing to report Chair.
- 24 CHAIR HOCHSCHILD: Okay. Item 19, Public
- 25 Comment.

1	MS.	MURIMI:	Thank	you,	Chair.
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- 2 This is the period for any person wishing to
- 3 comment on information items or reports of the meeting
- 4 agenda, or any other item. Each person has up to three
- 5 minutes to comment and comments are limited to one
- 6 representative per organization. We may reduce the comment
- 7 time depending on the number of commenters. If you are
- 8 called on, please restate and spell your first and last
- 9 names. State your affiliation, if any.
- 10 If you're in-person fill out a blue card, which
- 11 you can find at the back table. If you're joining
- 12 remotely, use the raised-hand icon to indicate your
- 13 interest in making public comment. And if you are calling
- 14 in press *9 to indicate that you'd like to make a comment.
- We'll give that one moment. Seeing no comment on
- 16 Zoom or in-person, Chair, I'll hand the mic back to you.
- 17 CHAIR HOCHSCHILD: Thank you. We'll turn now to
- 18 Item 20, Chief Counsel's Report.
- MS. BARRERA: Good afternoon, Chair, thank you.
- 20 I have nothing to report.
- 21 However, I would like to recommend that the
- 22 Commission go into closed session as specified in the
- 23 Agenda Item 20i, which provides notice that the Commission
- 24 will adjourn to a closed session with legal counsel
- 25 pursuant to Government Code 11126(e) to discuss the

1	following litigation to which the Energy Commission is a
2	party. And that case is Interlink Products International,
3	vs. Drew Bohan. And that is in the United States District
4	Court of the Eastern District of California. And the case
5	is 2:20-cv-02283.
6	I anticipate we may return within the next 30
7	minutes.
8	CHAIR HOCHSCHILD: Okay. Thank you so much,
9	Linda.
10	With that we'll adjourn to closed session and
11	return when that's over. Thank you.
12	(Off the Record at 3:25 p.m.)
13	(On the Record at 4:14 p.m.)
14	Okay, we are back from closed session, and we are
15	adjourned. Thank you everyone.
16	COMMISSIONER MCALLISTER: Thanks everyone.
17	(The Business Meeting adjourned at 4:14 p.m.)
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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 17th day of June, 2022.

MARTHA L. NELSON, CERT**367

Martha L. Nelson

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 17th day of June, 2022.

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