

DOCKETED

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Project Title:	General Rulemaking Proceeding for Developing Regulations, Guidelines, and Policies for Implementing SB X1-2 and SB 1322
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Document Title:	Notice of SB X1-2 and SB 1322 Pre-Rulemaking Workshop
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CALIFORNIA ENERGY COMMISSION

715 P Street
Sacramento, California 95814

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CEC-70 (Revised 7/22)

**IN THE MATTER OF:**

General Rulemaking Proceeding for
Developing Regulations, Guidelines,
and Policies for Implementing SB X1-2
and SB 1322

DOCKET NO. 23-OIR-03

NOTICE OF HYBRID WORKSHOP

RE: SB X1-2 and SB 1322 Pre-Rulemaking

Notice of SB X1-2 and SB 1322 Pre-Rulemaking Workshop
Tuesday, February 27, 2024
10:00 a.m. – 12:00 p.m.
(Hybrid)

In-person at:

Rosenfeld Hearing Room
1516 9th Street
Sacramento, CA 95814

Online and by Phone via Zoom

See Attendance Instructions.

The California Energy Commission (CEC) will host a pre-rulemaking workshop on the proposed rulemaking to implement provisions of Senate Bill X1-2 (Stats. 2023, 1st Ex. Sess. 2023, ch. 1) and Senate Bill (SB) 1322 (Stats. 2022, ch. 374). Topics may include, but are not limited to, rules related to the data collection and analysis provisions in Public Resources Code section 25354 and rules to manage necessary refinery maintenance and turnarounds pursuant to PRC section 25354.2.

The public can participate in the workshop consistent with the attendance instructions below. The CEC aims to begin promptly at the start time posted and the end time is an estimate based on the proposed agenda. The workshop may end sooner or later than the posted end time.

Agenda

This workshop will present draft language for proposed CEC regulations and amendments to the existing regulations associated with the Petroleum Industry Information Reporting Act (PIIRA) located in the California Code of Regulations, title 20, division 2, chapter 3, article 3). The

proposed regulations address new statutory provisions resulting from the passage of SB X1-2 and SB 1322. As relevant to this rulemaking, SB X1-2 increased the data collection and analysis provisions in Public Resources Code section 25354 and authorized the CEC to develop rules to manage necessary refinery maintenance and turnarounds pursuant to Public Resources Code section 25354.2. SB 1322 added new data collection and publication requirements regarding refiner margins. The proposed regulations may also address other aspects of Public Resources Code 25354 and 25355 for data collection purposes including, but not limited to: definitions, 96-hour product import reporting, gross and net margin reporting, and notification of reporting form changes.

Staff will provide an overview of draft regulatory language, an overview of the topics to be covered in the rulemaking proceeding, including refiner maintenance, refiner costs, shipping reports, and formats for data submission. CEC staff will also discuss rules to support a process to manage maintenance turnarounds.

A detailed schedule will be posted prior to the workshop on the General Rulemaking Proceeding for Developing Regulations, Guidelines, and Policies for Implementing SB X1-2 and SB 1322 available on Docket [23-OIR-03](https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-OIR-03) at <https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-OIR-03>.

Background

SB X1-2 was approved by the Governor on March 28, 2023, and took effect in June 2023. Among other things, SB X1-2 revised and introduced several new petroleum industry reporting requirements, with submittals beginning in July 2023. The new information includes spot market transactions, firm ownership, agreements and contracts, inventory holdings by type, refinery maintenance schedules, 96-hour notice of marine vessel imports, expanded refinery operator reporting, and new pipeline and port operator reporting. SB X1-2 also authorized the CEC to regulate the timing of refinery maintenance and turnaround.

Additionally, SB X1-2 authorized the CEC to set a maximum gross gasoline refining margin and to impose an administrative civil penalty on a refiner for exceeding that margin, which the CEC is considering in a separate proceeding under Docket No. [23-OIIP-01](https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-oiip-01) at <https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-oiip-01>. The legislation also established the Division of Petroleum Market Oversight and the Independent Consumer Fuels Advisory Committee to provide guidance and recommendations to the Governor and the commission on any issues related to transportation fuels pricing and transportation decarbonization in California.

SB 1322 added data reporting requirements regarding refiner margins and requires the CEC to post certain information about refiner margins on the CEC website.

Attendance Instructions

In-person participants may join the meeting at Rosenfeld Hearing Room, 1516 9th Street, Sacramento, CA 95814. Masks and social distancing are encouraged, but not required.

Remote participants may join via Zoom by internet or phone.

- **To join via Zoom.** Click on <https://energy.zoom.us/j/89735185354?pwd=NVRVQ3VIU01rLzVxQm9VMit0NHNzd09> or login in at <https://zoom.us/> and enter the Webinar ID **897 3518 5354** and passcode **827839** and follow all prompts.
- **To join by telephone.** Call toll-free at (888) 475-4499 or toll at (669) 219-2599. When prompted, enter the Webinar ID **897 3518 5354** and passcode **827839**.

Zoom Closed Captioning Service. At the bottom of the screen, click the Live Transcript CC icon and choose "Show Subtitle" or "View Full Transcript" from the pop-up menu. To stop closed captioning, close the "Live Transcript" or select "Hide Subtitle" from the pop-up menu. If joining by phone, closed captioning is automatic and cannot be turned off. While closed captioning is available in real-time, it can include errors. A more accurate transcript of the workshop will be docketed and posted as soon as possible after the meeting concludes.

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

Public Comment.

Electronic Comments - The CEC encourages the use of its electronic commenting system. Visit the e-commenting page for this docket [23-OIR-03](#) at

<https://efiling.energy.ca.gov/EComment/EComment.aspx?docketnumber=23-OIR-03>. Enter your contact information and a subject title that describes your comment. Comments may be included in the "Comment Text" box or attached as a downloadable, searchable document in Microsoft® Word or Adobe® Acrobat®. The maximum file size allowed is 10 MB.

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

Written comments may be submitted to the Docket Unit by 5:00 p.m. on March 8, 2024. Written and oral comments, attachments, and associated contact information (including address, phone number, and email address) will become part of the public record of this proceeding with access available via any internet search engine. Written comments may also be submitted by email. Include docket number 23-OIR-03 and General Rulemaking Proceeding for Developing Regulations, Guidelines, and Policies for Implementing SB X1-2 and SB 1322 in the subject line and email to docket@energy.ca.gov.

A paper copy may be mailed to:

California Energy Commission
Docket Unit, MS-4
Docket No. 23-OIR-03
715 P Street
Sacramento, California 95814

Public Advisor. The CEC’s Public Advisor assists the public with participation in CEC proceedings. To request assistance, interpreting services, or reasonable modifications and accommodations, call (916) 957-7910 or email publicadvisor@energy.ca.gov as soon as possible but at least five days in advance of the workshop. The CEC will work diligently to meet all requests based on availability.

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

General and Technical Subject Inquiries. Email Jeremy Smith at Jeremy.Smith@energy.ca.gov or call (916) 980-0796.

Availability of Documents: Documents and presentations for this meeting will be available on Docket [23-OIR-03](#) at <https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-OIR-03>.

When new information is posted, an email will be sent to those subscribed to the Docket 23-OIR-03, Docket 23-SB-02, General Transportation and Petroleum Issues, and SB 2 Implementation listserv. To receive these notices or notices of other email subscription topics, visit [Subscriptions](#), at <https://www.energy.ca.gov/subscriptions>.

Dated: February 16, 2024, at Sacramento, California.

Subscriptions:

Docket 23-OIR-03; Docket 23-SB-02; General Transportation and Petroleum Issues; SB X1-2 Implementation