

DOCKETED	
Docket Number:	23-OIIP-01
Project Title:	Order Instituting Informational Proceeding on Maximum Gross Gasoline Refining Margin and Penalty
TN #:	258760
Document Title:	Notice of Workshop on Gross Gasoline Refining Margin Framework
Description:	<p>September 12, 2024 at 10:00 a.m. - 1:00 p.m. In-Person Location at the California Natural Resources Agency Building, First Floor Auditorium, 715 P Street, Sacramento, CA 95814 (Wheelchair Accessible) Remote Access via Zoom https://zoom.us/ Webinar ID 857 9729 7424 and Passcode 458761</p> <p>The CEC will host a workshop to explore structures for determining a potential maximum gross gasoline refining margin (max margin) and penalty pursuant to Public Resources Code section 25355.5. This workshop will involve discussion of possible frameworks for a potential max margin and penalty; no action will be taken. A decision on whether to set a max margin and penalty, if any, is subject to CEC approval and would be decided at a future CEC business meeting.</p>
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Submitter Role:	Commission Staff
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CALIFORNIA ENERGY COMMISSION

715 P Street
Sacramento, California 95814

energy.ca.gov

CEC-70 (Revised 7/22)



IN THE MATTER OF:

*Gross Gasoline Refining Margin
Framework*

DOCKET NO. 23-OIIP-01
NOTICE OF HYBRID WORKSHOP
RE: Gross Gasoline Refining Margin
Framework

**Notice of Workshop on
Gross Gasoline Refining Margin Framework
September 12, 2024
10:00 a.m. – 1:00 p.m.
(Hybrid)**

In-person at:

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

Remote Access via Zoom™

<https://zoom.us/> Webinar ID: **857 9729 7424** Passcode: **458761**

The California Energy Commission (CEC) will host a workshop to explore structures for determining a potential maximum gross gasoline refining margin (max margin) and penalty pursuant to Public Resources Code section 25355.5. This workshop will involve discussion of possible frameworks for a potential max margin and penalty; no action will be taken. A decision on whether to set a max margin and penalty, if any, is subject to CEC approval and would be decided at a future CEC business meeting.

The CEC seeks public input from multiple perspectives, including those of consumer advocates, environmental justice and environmental groups, labor, industry, academia, and the public. CEC staff will use the input received through the Order Instituting Informational Proceeding (OIIP) to

develop recommendations for the max margin and penalty, and to consider the effect of exemptions from the max margin, if applicable.

The public can participate in the workshop consistent with the Attendance Instructions on the next page. 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 data sources used to determine the max margin along with proposed approaches to the max margin analysis and penalty determination.

There will be an opportunity to provide public comment orally at the workshop. Written comments will be accepted for the period identified below following the workshop.

A more detailed schedule will be posted prior to the workshop on the OIIP on Maximum Gross Gasoline Refining Margin and Penalty available on Docket [23-OIIP-01](#) at <https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-OIIP-01>.

Background

SB X1-2, approved by the Governor on March 28, 2023, authorized the CEC to set a max margin and to impose an administrative civil penalty on a refiner for exceeding that margin. 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.

On October 18, 2023, the CEC adopted an OIIP, 23-OIIP-01, to collect information and perspectives on establishing a max margin, and if a max margin is warranted, determine the level it should be set at and the associated penalty to be imposed on refiners that exceed the max margin. Prior to setting a max margin and penalty, the CEC must find: "...that the likely benefits to consumers outweigh the potential costs to consumers." The CEC has discretion to consider all relevant factors in making this determination.

Attendance Instructions

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

Remote participants may join via Zoom by internet or phone.

- **To join via Zoom.** Click on <https://energy.zoom.us/j/85797297424?pwd=kFz81D5O7GJWQxVbfvEPfyotabiaD7.1> or login in at <https://zoom.us/> and enter the Webinar ID **857 9729 7424** and passcode **458761** 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 **857 9729 7424** and passcode **458761**.

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

The CEC encourages the use of its electronic commenting system. Visit the e-commenting page for this docket [23-OIIP-01](#) at

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

Oral comments will be accepted at the 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 September 27, 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-OIIP-01 and Gross Gasoline Refining Margin and Penalty 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-OIIP-01
715 P Street
Sacramento, California 95814

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

Media Inquiries. Email 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) 654-4989.

Availability of Documents: Documents and presentations for this meeting will be available on Docket [23-OIIP-01](#) at <https://efiling.energy.ca.gov/Lists/DocketLog.aspx?docketnumber=23-OIIP-01>.

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

Dated: August 30, 2024, at Sacramento, California.

Subscriptions:

General Transportation and Petroleum Issues; SB X1-2 Implementation