

# California Energy Commission IEPR Lead Commissioner Workshop

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### **Evaluating and Capturing Benefits of Renewable Energy for California**

April 12, 2012 - 9:00 a.m.

#### **AGENDA**

#### Introduction

Suzanne Korosec, IEPR Lead

#### **Opening Comments**

Commissioner Carla Peterman, Lead Commissioner Chair Robert Weisenmiller

#### **Workshop Goals**

Katie Moore, Energy Commission staff

#### Panel 1: Assessing Public Benefits of Renewable Energy Generation

Moderator: Al Alvarado, Energy Commission staff

Panelists: Arne Olson, E3 Consulting

James Nelson, UC Berkeley

Warren Leon, Clean Energy States Alliance

Heather Sanders, California Independent System Operator Shana Lazerow, Communities for a Better Environment Ben Machol, US Environmental Protection Agency

Margaret Mann, National Renewable Energy Laboratory

#### Questions to consider

- 1. Aside from those that are already sufficiently captured in current policies, what public benefits can various renewable technologies provide? Which benefit(s) is the most important driver for increased penetration of renewable energy?
- 2. To what extent do renewable energy resources reduce localized pollution impacts and provide public health benefits?
  - a. Are there particular locations or siting strategies to maximize public health benefits?

- 3. How should we determine the best renewable energy resources, development locations, or siting strategies to maximize the reliability benefits of renewable energy resources?
- 4. Under what circumstances will renewable resources displace and/or replace higher pollution generation (or generators with higher environmental impacts) in the short-term and for long-term resource planning studies (2020, 2030, 2050)?
- 5. What is the size and significance of the public benefits that have been identified by the panel? What's the value (e.g., estimated \$/MWh)?
- 6. What is the size and significance of renewable energy benefits for local government such as tax revenues, property taxes, sales tax, and land leases?
- 7. To what extent do methods and tools sufficiently assess the benefits of renewable energy? Are those methods and tools publicly available?
- 8. What drives the uncertainties in estimates of future benefits of renewable energy? How can these uncertainties be reduced?
- 9. How can the state maximize the value of renewable resources? For example, what can the state do to further improve forecasting and visibility of generation from systems connected to distribution lines?

## Panel 2: State and Local Policies and Programs to Capture Public Benefits of Renewable Energy

Moderator: Gary O'Neill, Energy Commission staff
Panelists: Steve Cliff, California Air Resources Board

Jim Houson, California Department of Food and Agriculture

Bill Snyder, CAL FIRE

Heather Sanders, California Independent System Operator Tim Snellings, Butte County Dept. of Development Services Steve Weissman, UC Berkeley's Center for Law, Energy, & the

Environment

#### Questions to consider

- 1. How does your agency incorporate the benefits of renewable energy into its policy decisions?
  - a. Describe your agency's policies or programs that use benefit values of renewable energy.
  - b. What benefits are considered? Which ones are not and why?
  - c. How are the benefits quantified?
  - d. What assumptions are used?
- 2. What are the barriers to incorporating those factors that are not yet accounted for into policy decisions?
  - a. Are there data and information gaps that should be addressed? Where are these gaps?

- b. Is your agency's statutory authority sufficient to appropriately identify, quantify, and incorporate these benefits into its policy decisions?
- c. Are there other priorities or policies that prevent your agency from incorporating these factors into decisions?
- d. What regulatory barriers or revenue impacts do cities/counties face in siting new renewable energy projects in locations that best capture these benefits? What work is underway to address these issues?
- 3. What would be required to overcome the barriers identified in the answers to question 2 above?
- 4. To what extent does electricity procurement by utilities address the public benefits of renewable energy generation?
- 5. Are renewable resources that displace fossil fuel resources, distribution upgrades, or transmission upgrades being appropriately rewarded?
- 6. Are renewable technologies that minimize integration costs and contribute to a diverse energy portfolio being appropriately rewarded?
- 7. How can public policy better incentivize social benefits from renewable energy?
- 8. What non-energy programs can provide revenue streams to help capture social benefits from renewable energy for California (e.g., grants to improve forest heath and reduce wildfire hazard, income generated from fertilizers and fiber resulting from anaerobic digestion, the sale of fly ash to cement manufacturers)?

#### Lunch (approximately 12:30 - 1:30 p.m.)

## Panel 3: Stakeholder Experience and New Ideas to Better Capture Benefits of Renewable Energy

Moderator: Kate Zocchetti, Energy Commission staff
Panelists: Aaron Johnson, Pacific Gas & Electric
JC Thomas, San Diego Gas & Electric
Tamara Rasberry, Sempra Energy Utilities
Marc Ulrich, Southern California Edison

Andrew McAllister, California Center for Sustainable Energy Randy Howard, Los Angeles Department of Water & Power Nicole Capretz, California Environmental Justice Alliance Steven Kelly, Independent Energy Producers Association

Craig Lewis, Clean Coalition

Lori Schell, UC Irvine/Empowered Energy Laura Wisland, Union of Concerned Scientists

#### Questions to consider

- 1. How do current policies or programs capture benefit values of renewable energy?
  - a. What benefits are considered? Are these benefits evenly distributed across communities, including low income and environmental justice communities?

- b. How are the benefits quantified?
- c. What assumptions are used?
- 2. What are the barriers to expanding the inclusion of other benefits of renewable energy into policies and programs?
  - a. Are there data and information gaps that should be addressed? Where are these gaps?
  - b. Do state agencies have authority to appropriately identify, quantify, and incorporate these benefits into current programs?
  - c. Are there other priorities or policies that prevent providing incentives to better capture benefits of renewable energy?
- 3. What would be required to overcome the barriers identified in the answer to Question 2?
- 4. What are the major uncertainties about benefits of renewable energy and how can we reduce these uncertainties?
- 5. How is renewable energy valued for resource adequacy?

#### **Public Comments**

Adjourn (approximately 5:00 p.m.)

### Links for Discussion at the April 12, 2012 IEPR Workshop on Evaluating and Capturing Renewable Energy Benefits

#### **Benefits**

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California Air Resources Board. Cap-and-Trade Program.

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