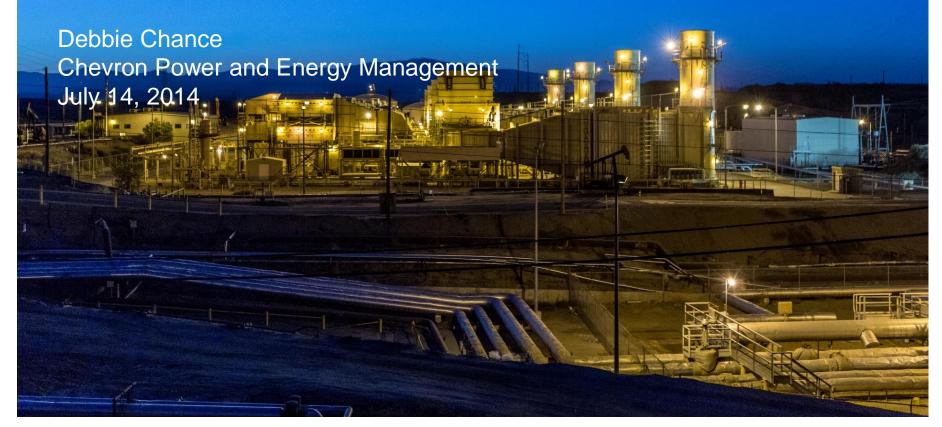
## **CEC CHP Workshop**





## Deciding to Invest in CHP





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## **Economic and Regulatory Challenges**



- Departing Load
- Behind the Meter Issues
  - Barrier to update efficiency if forced to update contract every time
  - Sometimes the existing contract itself is at risk
- AB 1613
  - No Clear Path for Implementation of GHG reimbursement in AB 1613
  - Monthly GHG reporting not aligned with AB32 MRR



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## How Can the State Support Development?



- Remove Barriers
  - Departing Load
  - Interconnection Process
- Recognize thermally-driven projects are not merchant power plants
- Regulatory timeline not supportive of pilot programs/technology development
- Deem CHP as an energy efficiency measure
- Deem CHP as a compliance mechanism for GHG reduction
- Deem waste heat capture as clean generation

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