

CARB Cap-and-Trade Program ongoing regulatory process

Brian Turner
California Air Resources Board

Power Association of Northern California
2013 Annual Seminar
May 21, 2013

Agenda

- Cap and Trade Status Update
- Ensuring Market Integrity
- 2013 Regulatory Amendment Summary
- Past and Future Workshops

Cap and Trade Status Update

- Cap-and-Trade Regulation effective January 1, 2012
- Regulatory Amendments effective September 1, 2012
- Emissions Compliance began January 1, 2013
- Linkage Amendments approved April 19, 2013
- 3 allowance auctions completed
- Additional Amendments and Offset Protocols
 - Anticipated Board consideration Fall 2013

Ensuring Market Integrity

- Stakeholder Interaction
 - Workshops and comments are invaluable part of regulatory development
 - Transparency and protection of market-sensitive information
- Market surveillance, oversight, and enforcement
 - Policy Structure
 - Operations
 - Internal ARB Market Monitoring Team
 - Independent Market Monitor
 - Close relationships with surveillance at CAISO, FERC, and CFTC
 - Close relationship with state and federal Department of Justice

2013 Regulatory Amendments Summary

- Resource Shuffling
- Legacy Contracts
- Combined Herat and Power
- Emissions Leakage
- Universities
- Offset Program Implementation
- New Offset Protocols
- Cost Containment
- Product-based benchmarks
- Allowance Allocation
- Waste-to-Energy
- Renewable Energy Credits
- Auction and trading Requirements
- CITSS and Information Disclosure
- Market Rules

2013 Tentative Workshop Schedule

- January 25 - Public Information Sharing from the Cap-and-Trade Program
- March 28 - Addition of New Offset Protocols
- May 1 - Universities, Legacy Contracts, and 'But for CHP' under the Cap-and-Trade Program
- June 3 - Natural Gas Supplier Workshop
- June 25 - Market-Related Reporting and Cost Containment
- July 18 - Proposed Amendments to the California Cap-and-Trade Program

Contact Information

Brian Turner

bturner@arb.ca.gov

202-716-2200