

Alaska Climate Mitigation Advisory Group

of the Governor's Climate Change Sub-Cabinet

Meeting #1 May 15, 2008 Anchorage, Alaska

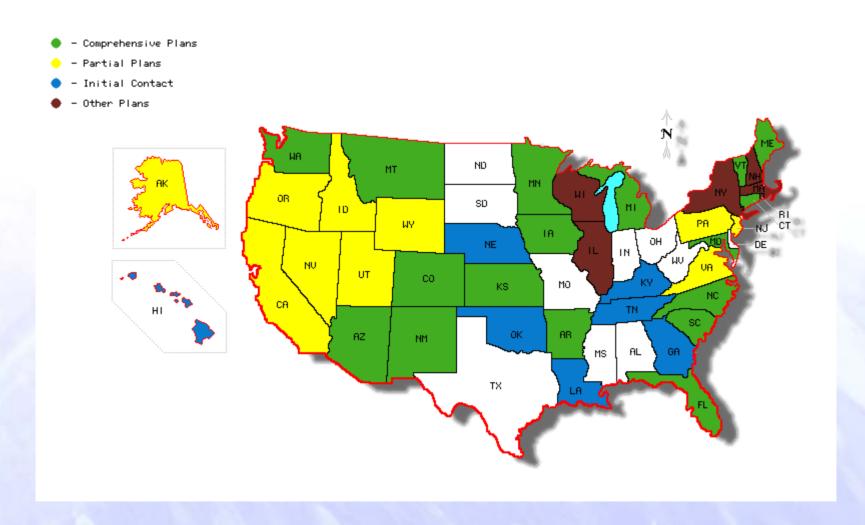
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Who is the Center for Climate Strategies?

- Non-profit focused on helping states develop comprehensive, stakeholder-driven climate action policies and plans.
- Typically work with senior state officials
 - Governors' offices, Commissioners, Cabinets
- Multiple areas of technical and policy expertise:
 - Process design, formation, management & facilitation, decision support, conflict resolution & consensus building, technical analysis, and capacity building.
 - Multiple skills and tools for identifying & evaluating policy options
- Virtual organization with ~50 expert partners
- Unparalleled expertise with work in more than 25 states

Where Has CCS Been Active?



Who is Information Insights?

- One of Alaska's leading economic and public policy consulting firms
- Clients span Alaska public and private sectors
 - State & municipal governments
 - Wide array of businesses (e.g., transportation, oil and gas)
 - Alaska Native non-profit and for-profit organizations
 - State and local non-profits
 - Educational institutions
- Specialize in:
 - Strategic planning and public process facilitation
 - Research, analysis and planning studies
 - System change
 - Program administration and evaluation
- Apply creativity and vision to tailor solutions for clients

State Climate Planning Process: Overview

- Comprehensive
- Stepwise
- Fact-based
- Self-determined
- Consensus-driven
- Informal
- Nonbinding
- Transparent
- Inclusive
- Flexible



Process Design & Development

Prepare

- Develop reference case GHG Inventory & Forecast
- Identify "catalogs" of potential policy options by sector
- Start identifying policies & programs already in place in Alaska
- Secure cost-share funding

Design

- Select team & partners; structure responsibilities & coordination
- Help ADEC identify stakeholder participants
- Help ADEC identify sector-based Technical Work Groups (acting as subcommittees)

Launch Stakeholder Process

Climate Change Mitigation Advisory Group process

Stepwise Planning Process

- 1. Develop/revise inventory and forecast of GHG emissions
- Identify a full range of possible actions ("catalogs") and programs already in place
- 3. Identify initial priorities for analysis
- 4. Develop straw proposals
- 5. Evaluate and quantify to the extent possible costs and benefits (e.g., GHG reductions, costs or savings, etc.)
- 6. Evaluate feasibility issues; associated issues
- 7. Develop alternatives if needed to enhance consensus
- 8. Aggregate results
- 9. Iterate to final agreement
- 10. Finalize and report recommendations

Process Design & Development

Conduct

- Stepwise process; iterate to consensus
- All transparent, with public involvement at each stage

Conclude

- Determine consensus levels of priority policy options
- Draft final reports and recommendations for the Sub-Cabinet

Overarching Outcomes of the CCS/II Stakeholder-Based Planning Process

- Policy recommendations to the CCSC that are tailored <u>for</u> Alaska <u>by</u> Alaskans
- Comprehensive, multi-sector results
- Quantified results to the extent possible
- Groundwork for implementation
- No surprises
- Broad consensus
- Relationships built

Overview of Roles and Responsibilities

- Climate Change Sub-Cabinet (CCSC) convened by Governor Palin
- DEC oversees and coordinates process on behalf of the CCSC
- CCMAG makes recommendations to CCSC
- Technical Work Groups (TWGs) assist in developing CCMAG recommendations
- Public input and review for stakeholders
- CCS & II provide facilitation, technical assistance, and prepare final report to CCSC

Technical Work Groups for **Mitigation** Advisory Group

(Adaptation TWG Governor Palin framework is similar) Governor's Sub-Cabinet on Climate Change

Immediate Action Work Group

Adaptation Advisory Group

Research Needs Work Group

Climate Change **Mitigation** Advisory Group

Appointed Members
Oil & Gas
Technical
Work Group
Interested Parties Technical Experts Public
Public

Members Energy Supply & Demand Technical Work Group

Interested Parties

Technical Experts

Public

Appointed

Members Transportation & Land Use

Appointed

- **Technical** Work Group
- Interested Parties
- Technical Experts Public

 Appointed **Members**

Forestry, Agriculture, & Waste **Technical** Work Group

- Interested Parties
- Technical Experts
 - Public

 Appointed Members

Cross-Cutting Issues Technical Work Group

- Interested Parties
- Technical Experts
 - Public

Technical Work Groups

- Oil and Gas
 - Exploration, production and refining / processing
- Energy Supply and Demand
 - Clean and renewable energy, combined heat & power, etc.
 - Energy efficiency and conservation, industrial processes, water supply and treatment, etc.
- Transportation & Land Use
 - Vehicle efficiency, alternative fuels and demand-reduction programs
- Forestry, Agriculture, and Waste Management
 - Forest management, forest restoration, land protection, bioenergy, wood products, waste reduction, recycling
- Cross-Cutting Issues
 - Reporting, registries, public education, goals

Technical Work Group Roles

Assist CCMAG:

- Review and improve the state GHG inventory and forecast
- Identify potential state actions for catalog
- Identify potential priorities for analysis
- Suggest straw policy designs
- Assist with analysis and review of options
- Assist with development of alternatives
- Assist with input to and review of CCMAG report

Coverage of Issues



- All GHGs
- All sectors
- State and multistate actions
- Short- and longterm actions
- Co-benefits

Multiple Implementation Methods

- Voluntary Agreements
- Technical Assistance
- Financial Incentives
- Targeted Spending
- Codes and Standards
- Market-Based Approaches
- Pilots and Demos
- Information and Education
- Research and Development
- Reporting and Disclosure

Sectors x Mechanisms = A "Portfolio" of Policy Options (Mitigation)

	Codes & Standards	Market Mechanisms	Funding Mechanisms	Voluntary Agreements	Technical & Financial Assistance	Information & Education	Pilots & Demo Projects	Reporting & Disclosure
Oil & Gas								
Energy Supply								
Residential, Commercial, & Industrial								
Transportation & Land Use				1. 1				
Forestry, Ag & Waste Management								100
Cross-Cutting Issues (Education, Registries, etc.)								

Catalog of States' Actions

- Over 300 actions taken by U.S. states
- Existing, planned, and proposed state-level actions
- Wide variety of U.S. states
- All sectors & GHGs
- Wide variety of implementation mechanisms
- Will include key Alaska actions
- CCMAG will add new potential actions
- Starting place for identification of CCMAG priorities

Policy Design Proposals

- CCMAG identifies about 50 draft potential options for further development
- TWGs screen, prioritize, and propose initial policy option design ("straw proposals")
 - Goals

Coverage / Parties

Timing

- Implementation Mechanism
- CCS team quantifies and presents for review and modification, if necessary
- CCMAG revisits list of potential priorities, as needed

Decision Criteria

- GHG Reduction Potential (MMTCO₂e)
- Cost or Cost Saved per Ton of GHG Removed
- Energy, Commerce, Other Co-benefits
- Feasibility Issues

Policy Option Template

- Policy Description (Concept)
- Policy Design (Goals, Timing, Coverage)
- Implementation Methods
- Related Programs and Policies (BAU)
- Estimated GHG Savings and Costs Per MMTCO₂e
 - Data sources, methods, and assumptions
 - Key uncertainties
- Additional (non-GHG) Benefits and Costs, as Needed
- Feasibility Issues, if Needed
- Status of Group Approval
- Level of Group Support
- Barriers to Consensus, if Any

Transparency



- "Show Your Work"
 - Policy Design
 - Timing
 - Levels
 - Parties Involved
 - Implementation Methods
 - Evaluation Approach
 - Data sources
 - Methods
 - Assumptions

Categories of Action

- Energy efficiency and conservation
- Clean and renewable energy
- Transportation and land-use efficiency
- Forest and agriculture conservation
- Waste management
- Industrial process improvements

Examples of Possible Mitigation Policy Recommendations

- Energy-Efficient Building Codes
- Enhanced Appliance Standards
- Demand-Side Management; Rate Design
- Renewable Energy Incentives
- Remove Barriers to Combined Heat and Power (CHP)
- Reduce Venting/Flaring in Oil & Gas Operations (CH₄)
- Clean Car Standards; Low Rolling-Resistance Tires
- Biomass and Biofuels Incentives
- Enhanced Solid Waste Recovery & Recycling
- Green Technology Incubator / Clearinghouse
- Climate Courses in Professional Licensing Programs

Final Report

- Executive Summary
- Background, Purpose, & Goals
- Alaska GHG Emissions Inventory & Forecast
- CCMAG Recommendations and Results
 - Oil & Gas
 - Energy Supply & Demand
 - Transportation and Land Use
 - Agriculture, Forestry, and Waste Management
 - Cross-Cutting Issues
- Appendices



Overarching Outcomes of the CCS/II Stakeholder-Based Planning Process

- Policy recommendations tailored <u>for</u> Alaska <u>by</u> Alaskans
- Comprehensive, multi-sector results
- Broad consensus
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- Recommendations to CCSC
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Sampling of State Mitigation Plan Results

State	End Date	Policy Options	Degree of Unanimity	Amount of GHG Overall NPV Cost or Savings		Jobs Impact
AZ	2006	49	92%	• 2000 level by 2020 \$5.5 billion savings • Half 2000 level by 2040 2007-2020		285,000
CA	2008	n/a	n/a	• AB-32: 1990 level by 2020	AB-32 \$4 billion savings	AB-32 83,000
СО	2007	70	87%	37% below projected emissions by 2020	~\$3 billion savings 2007-2020	Not assessed
СТ	2005	55	High	• 1990 level by 2010 • 10% below 1990 level by 2020	Net Savings	Not assessed
ME	2004	54	High	• 1990 level by 2010 • 10% below 1990 level by 2020	Net Savings	Not assessed
MT	2007	54	98%	• 1990 level by 2020	\$78 million savings 2007-2020	Not assessed
NC	2007	56	85%	47% below projected emissions by 2020	\$7.5 billion savings 2007-2020	44,500
NM	2006	69	97%	• 2000 level by 2012 • 10% below 2000 level by 2020	\$2.2 billion savings 2007-2020	Not assessed
VT	2007	37	86%	• 25% below 1990 level by 2012 • 50% below 1990 level by 2028 \$1.3 billion savings 2007-2028		Not assessed

Break



Ground Rules

- Support the process
- Meeting attendance is important
- All on equal footing
- Make objective and timely contributions
- Stay current with information
- No backsliding
- No member represents the CCSC

Prospective Timetable: Climate Change Mitigation Advisory Group

Date	Action
May 15, 2008	1 st Meeting: Launch Process; Review Inventory
July 15, 2008	2 nd Meeting: Catalog of Potential Policy Options
September 22, 2008	3 rd Meeting: Select Priority Policy Options
November 6, 2008	4 th Meeting: Approve Straw Proposals
February 5, 2009	5 th Meeting: Initial Quantification of Options
March 4, 2009 (tent.)	6 th Meeting: Approve Recommended Options
April 29, 2009 (tent.)	7 th Meeting (if needed)
Following Conclusion	Final Report to Sub-Cabinet
Between Meetings	Regular TWG teleconference meetings and possible face-to-face meetings

Next Steps for CCMAG and Technical Work Groups

- Refine GHG inventory and forecast for Alaska
- Develop catalogs of potential state actions, by sector
- 2 TWG teleconference meetings between now and July meeting
- In July, CCMAG signs off on catalogs
- Begin discussion about priority policy options for further analysis

Next CCMAG Meeting

Agenda

- Review catalog of potential state actions
- Review Alaska GHG Emissions Inventory and Forecast
- Begin discussion of initial priority policy options for analysis

Date and Location

- Tuesday, July 15, 2008
- Fairbanks, Alaska



Public Input

Announcements



Thank you for your time and attention!

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