

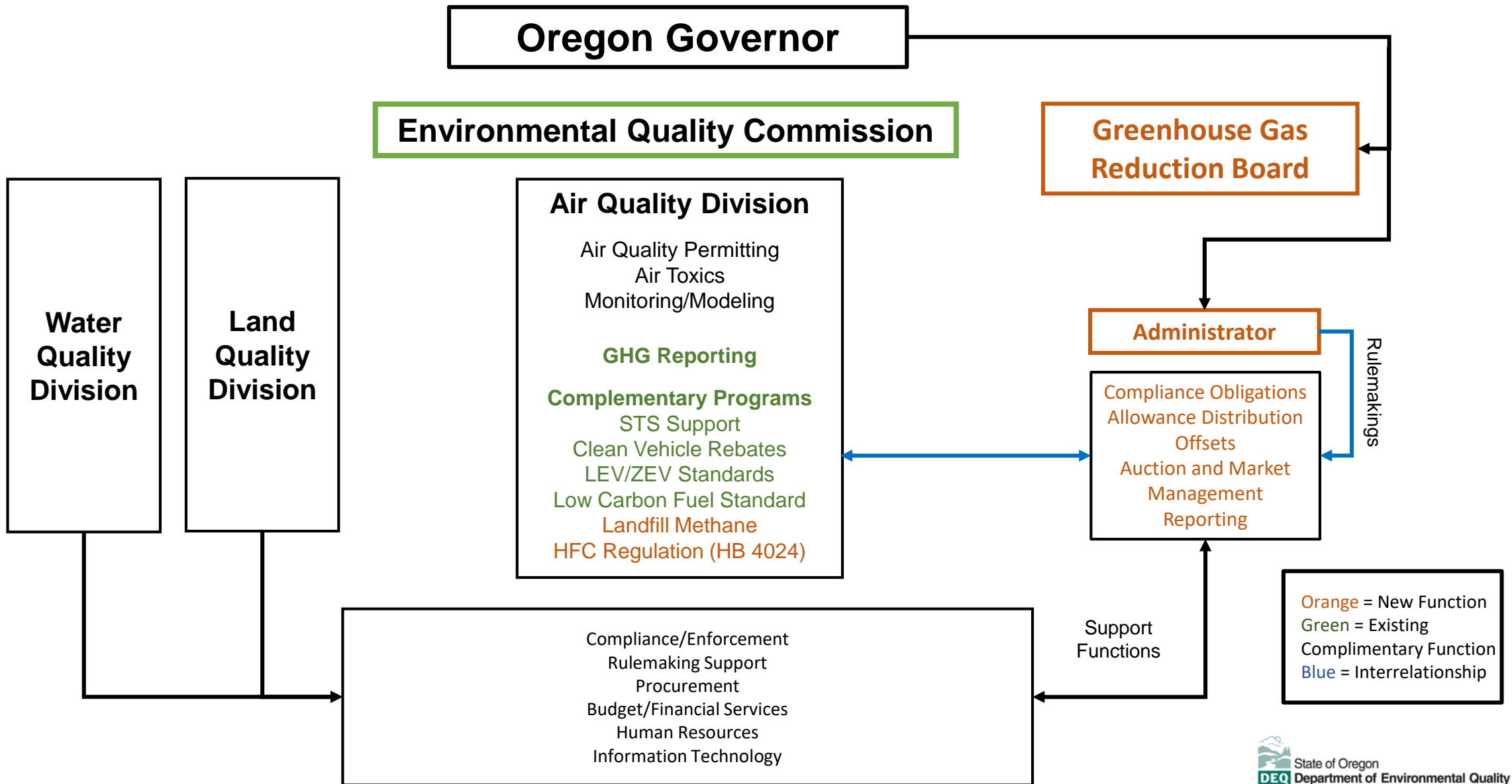
SB 1530A

DEQ Implementation & Greenhouse Gas Reductions

Joint Committee on Ways and Means Subcommittee on Natural Resources

Richard Whitman and Colin McConnaha

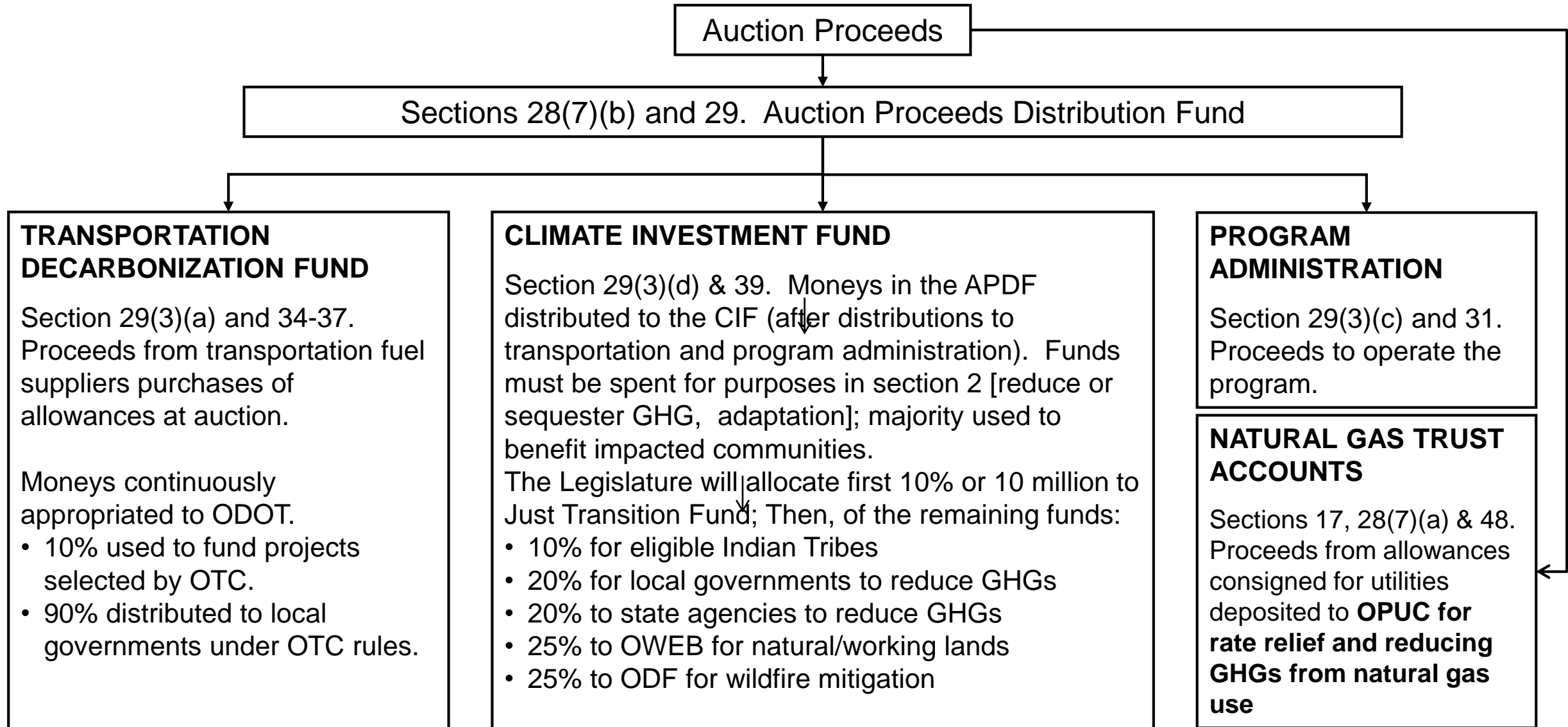
February 19, 2020



Initial Work Plan

	2020	2021	2022 & later
Rulemakings			
Establish allowance budgets	■	■	
Identify allocation, retirement & reserve amounts	■	■	■
Establish market rules		■	■
Contracting			
Allowance tracking software	■	■	
Auction platform		■	■
Market monitor		■	■
Emissions forecast	■	■	
EITE product categories & benchmarks		■	■
Other key tasks			
Register regulated entities		■	■
Methodology for designating impacted communities		■	■
Appointment of GHG Reduction Board & Administrator	■	■	
Recruiting staff			
Managers	■	■	
Senior policy staff	■	■	
Rulemaking support		■	
Additional policy staff		■	■
Administrative staff		■	■
Proceeds staff		■	■

SB 1530A – Auction Proceeds and Uses of Funds



Emission reductions from SB1530A

- SB 1530 directs the Office to set annual allowance budgets at:
 - 2035: 45% below 1990 baseline
 - 2050: 80% below 1990 baseline
- DEQ calculation of 1990 baseline:
 - = emissions from sources that would have been covered by SB1530A
 - = 46 million tons
- 2035 budget: 25 million tons
- 2050 budget: 9 million tons
- Initial 2022 budget = recent years emissions from covered sources
- Current estimate of 2022 budget: ~55 million allowances

Emission reductions from SB1530A

- SB 1530 directs the Office to set annual allowance budgets at:
 - 2035: 45% below 1990 baseline
 - 2050: 80% below 1990 baseline
- DEQ calculation of 1990 baseline:
 - = emissions from sources that would have been covered by SB1530A
 - = 46 million tons
- 2035 budget: 25 million allowances
- **2050 budget: 9 million allowances**
- Initial 2022 budget = recent years emissions from covered sources
- **Current estimate of 2022 budget: ~55 million allowances**
- **Total annual emission reductions = [55 million – 9 million] = ~46 million tons**

Total emissions reduced by SB1530A

