

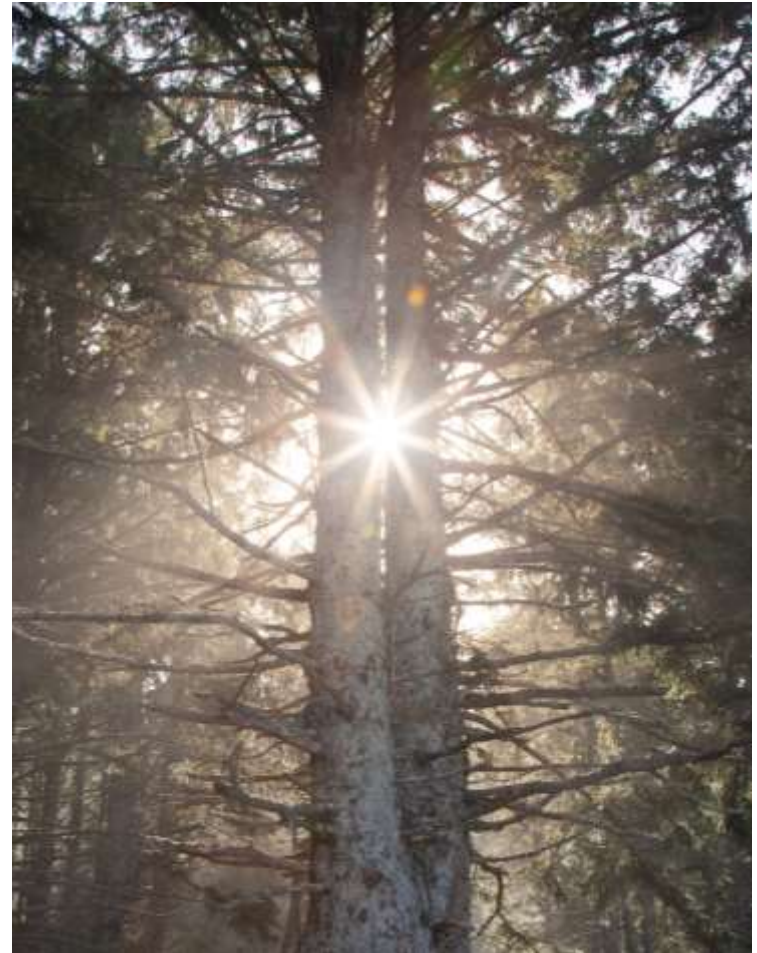
DEQ Proposal for Cap and Reduce Rules Advisory Committee

Environmental Quality Commission meeting

Nov. 19, 2020

New GHG Reduction Program

- Establish overall greenhouse gas limit on:
 - Large stationary sources
 - Transportation fuels
 - All other fossil fuels including natural gas
- Program must be created using existing legal authority of the EQC



Overall Process

We're wrapping this up



Engagement on
Process

Policy and
Program
Scoping

EQC Formal
Rulemaking

Phase 1
Spring 2020

Phase 2
Summer/Fall 2020

Phase 3
Fall 2020/2021

Public Engagement

- 160 attendees at scoping kickoff meeting in July
- Over 100 attendees at each of six technical workshops to discuss specific program design elements
- Over 100 attendees at each of three town halls
- Nearly 650 written public comments submitted

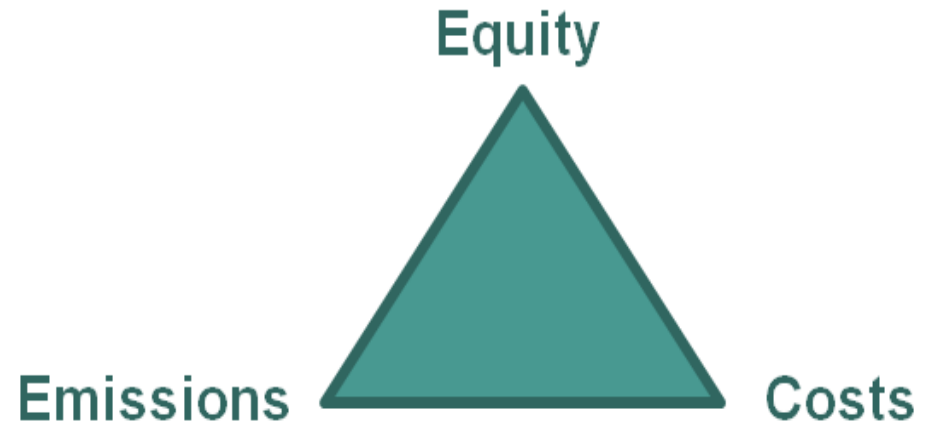


Public input identified the following program goals:

Prioritize **equity** by promoting benefits and alleviating burdens for environmental justice and impacted communities

Reduce GHG **emissions** by including a broad scope and ambitious decline

Contain **costs** for businesses and consumers



Overall Process

We're about to begin this



Engagement on
Process

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EQC Formal
Rulemaking

Phase 1
Spring 2020

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Phase 3
Fall 2020/2021

Rule Advisory Committee Selection Process

- DEQ held an open application to participate on the Rule Advisory Committee (RAC)
- Key principles and considerations for selecting RAC:
 - Large enough to reflect most perspectives, but small enough that all members can speak
 - Full range of opinions, with no one perspective dominating
 - Account for different capacity and resources from different members to allow for equitable participation
 - Prioritize Oregon-based companies and organizations
 - Recognize prior participation in program scoping or unique expertise

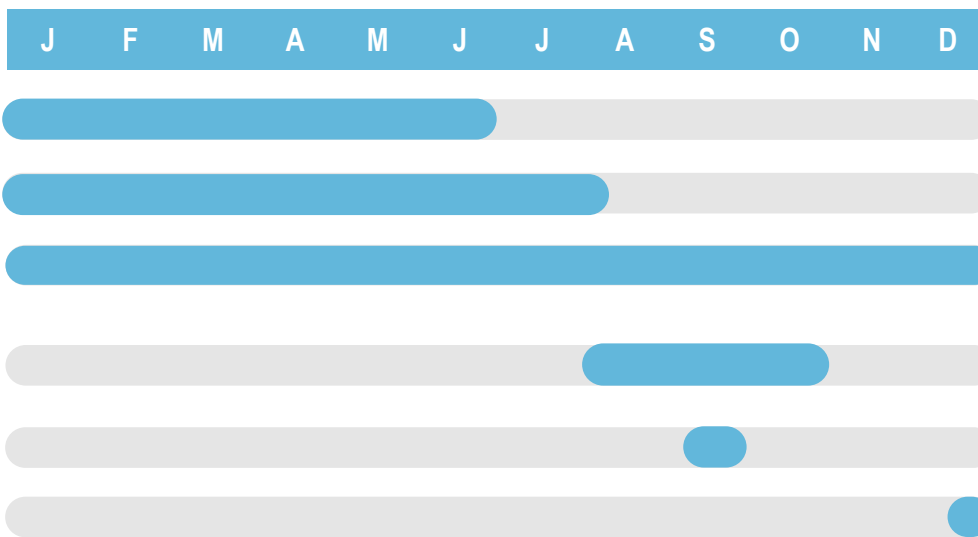
Role of the RAC

- Work of the RAC will include:
 - Making recommendations on program and policy options
 - Reviewing, evaluating and suggesting draft rule language
 - Evaluating the fiscal, environmental and public health implications of draft rules
- DEQ will not seek consensus from the RAC
 - Program will be complex, with broad scope
 - Committee discussions will inform development of draft rules to propose for public review and comment
- DEQ will seek public engagement and input at RAC meetings, not just from RAC members

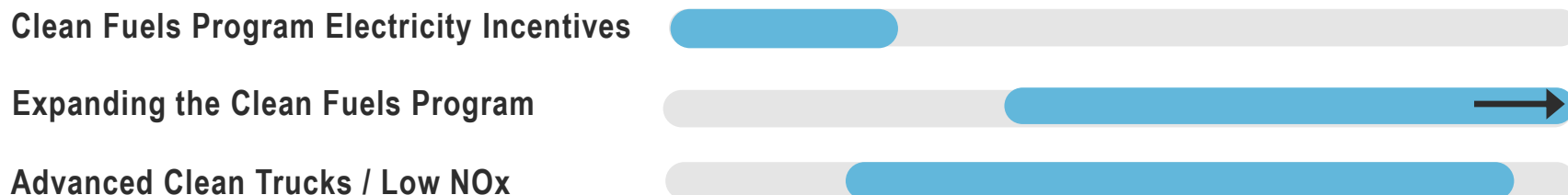
Key perspectives on the RAC

- Tribal communities
- Frontline communities
- Stationary sources
- Transportation fuels
- Natural gas suppliers
- Non-transportation fuels
- Public health
- Local governments
- Environmental interests
- General business
- Natural and working lands

2021 Rulemaking Schedule



Other GHG-related rules next year:



DEQ is also working on rulemakings related to landfill methane, expanding employee commute options, and potentially other elements related to the Statewide Transportation Strategy (STS)

DEQ Recommendation

DEQ recommends that the Environmental Quality Commission appoint the individuals proposed on pages four and five of the staff report as the rules advisory committee for the rulemaking to establish this greenhouse gas reduction program.