RGGI Webinar



























AGENDA

10:00 A.M. Webinar Welcome

Christine Schell, Office of the Asst. Commissioner, NJDEP

10:05 A.M. Introduction to the RGGI Strategic Funding Plan

Christine Schell, Office of the Asst. Commissioner, NJDEP

10:35 A.M. Review of Public Input

Christine Schell, Office of the Asst. Commissioner, NJDEP

11:00 A.M. Question & Answer

11:45 A.M. Next Steps & Closing Remarks

Christine Schell, Office of the Asst. Commissioner, NJDEP

S Skype Q&A

your name (optional)

ask a question

ask anonymously

top

my questions





Enter your name and the organization that you represent.

Comments will be addressed during the open Q&A portion of the webinar.

RGGI Webinar





























Introduction to the RGGI Strategic Funding Plan Christine Schell | NJDEP



Introduction

Atlantic Cape Community College | NJDEP

November 7th

New Jersey Institute of Technology | NJBPU

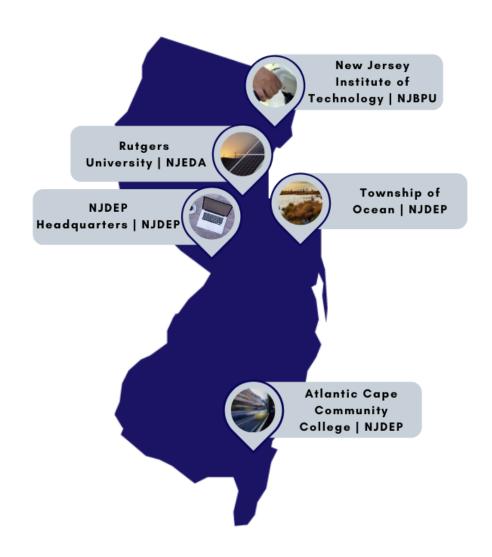
November 18th

Rutgers University | NJEDA

November 25th

Township of Ocean | NJDEP

December 6th



Outreach

71 social media posts

- **138,197** Impressions
- **812** Engagements

232 Workshop RSVPs

12 Email Submissions



.@NewJerseyDEP has released #NJ's RGGI Strategic Funding Plan Scoping Document! Visit nj.gov/rggi/ to download it, register for public workshops & provide feedback on how to help meet #NJ's climate, clean energy and equity goals. First workshop: 11/7 at @atlanticcape!





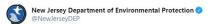


Today's the last day to register for Monday's #RGGI public workshop at @NJIT in #Newark.

We'll be discussing the RGGI Scoping Document - particularly the "Community #CleanEnergy Grid" initiative on pq. 16.

state.nj.us/rggi/





Check out #NewJersey's newly released RGGI Strategic Funding Plan Scoping Document! Visit nj.gov/rggi/ to download the document, register for the public workshops and to provide feedback on how to help meet #NJ's climate, clean energy and equity goals.

#RGGI



Feedback Mechanisms

- Written Forms
- Dot Voting
- Facilitated Breakout Sessions
- Email Submissions



Back to the Future: New Jersey Rejoins RGGI

NJ Signs MOU to create RGGI

New Jersey Governor Richard Codey joined with the governors of Connecticut, Delaware, Maine, New Hampshire, New York, and Vermont to sign a memorandum of understanding to establish RGGI.



Global Warming Response Act (GWRA)

New Jersey enacted the Global Warming Response Act, requiring the State to reduce economy-wide GHG to 1990 levels by 2020 and to 80% below 2006 levels by 2050.



Global Warming Solutions Fund Act (GWSFA)

New Jersey enacted the Global Warming Solutions Fund Act. which authorized the State to implement a market-based CO2 emissions trading program such as RGGI.



➤ NJ Exits RGGI

New Jersey Governor Chris Christie withdrew the State from RGGI.



Executive Order 7 (EO 7)

New Jersey Governor Phil Murphy issued EO 7 directing New Jersey to re-enter RGGI and participate in the CO2 allowance auctions, which will be accomplished through DEP rulemaking. Through a simultaneously proposed but separate rulemaking, DEP will establish the framework for New Jersey's participation in the RGGI auctions.



Adopted RGGI Rules

New Jersey adopts RGGI rules enabling the state's reentry to the emissions trading program.



NJ's First Auction

New Jersey is scheduled to participate in the first auction of 2020.

2005

2007

2008

2012

2018

2019



CO2 Emissions Trading Rule

NJDEP developed the CO2 Emissions Trading Rule which established the "mechanics" of RGGI participation (e.g., regulated community, auction participation, permitting and enforcement requirements).



Global Warming Solutions Fund Rule

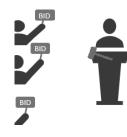
NJDEP developed the Global Warming Solutions Fund rule which established the guidelines and priority ranking system for the distribution of RGGI's proceeds.

2020

How Does RGGI Work?







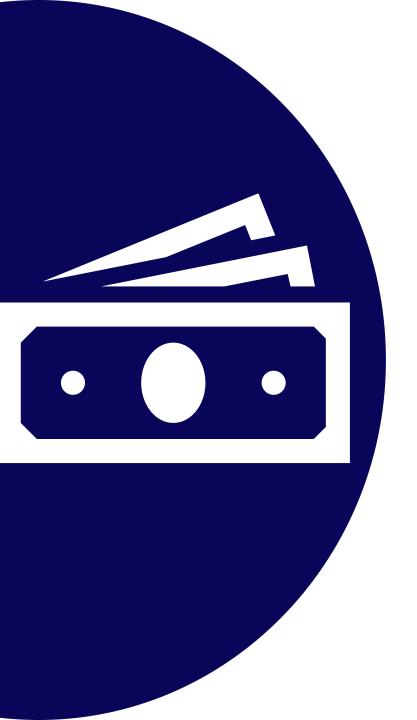
States offer allowances for sale in quarterly auctions



 Electric Generating Units purchase allowances to equal emissions for 3-year control period

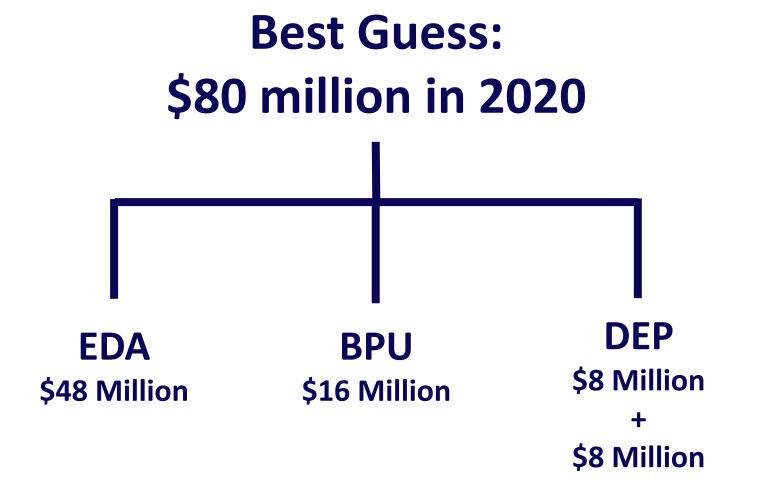


• States receive revenue from quarterly auctions to invest



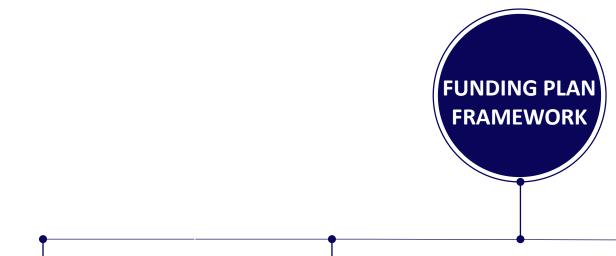
How Much Money?

The amount of money received will depend upon the price of carbon at the time of each auction.



Why you are here: The Strategic Funding Plan

- The Global Warming Solutions Fund Rule requires the NJDEP, NJBPU and NJEDA to coordinate the use of RGGI funds through a Strategic Funding Plan developed at least every three years.
- The goal is for the agencies to work together toward common goals and find ways to compliment and amplify state funding to meet the State's climate and clean energy goals and ensure investment in disproportionately impacted communities.
- This is an opportunity for you to provide input on the funding priorities to benefit your communities and New Jersey as a whole.





Public Meetings

Host four public meetings to educate about the funding requirements and to gather input on spending priorities.



Develop Initiatives

Identifies initiatives each agency will sponsor during the corresponding funding period.



Rank Initiatives

Ranks initiatives against six objectives by the state agencies. Each objective must be ranked critical to at least one initiative.



Report Out

Subsequent funding plans must report on previously funded projects and programs.

GLOBAL WARMING SOLUTIONS FUND ACT (GWSFA)

N.J.S.A 26:2C-52

- Allocates funding by percentage to three NJ Agencies
- Requires Agencies to spend RGGI funds within specific program areas

EDA

Commercial, Institutional, & **Industrial Entities**

60% of RGGI Proceeds

BPU

Low Income & Moderate Income Residential Sector

20% of RGGI Proceeds

DEP

Local Governments

10% of RGGI Proceeds

10% of RGGI

Forest & Tidal

Marshes

Proceeds

PROGRAM REQUIREMENTS

PROGRAM

Required by GWSFA

Required by GWSFA

ALLOCATION

AREAS

PROGRAMS TO SUPPORT:

- End use energy efficiency projects
- New, 'State of the Art'. efficient electric generation facilities
- · Combined and Heat Power production and other high efficiency electric generation facilities
- Innovative carbon emissions abatement technologies
- Development of qualified offshore wind projects

PROGRAMS TO:

- Reduce electricity demand
- · Reduce costs to electricity customers

With a focus on urban areas, and includes efforts to address heat island effect and reduce impacts on ratepayers attributable to the implementation of Global Warming Response Act

PROGRAMS TO:

Plan, develop and implement measures to reduce GHGs, including, but not limited to assistance to conduct and opportunity to sequester implement:

- Energy efficiency
- Renewable energy
- Distributed energy programs
- Land use planning (where results are a measurable reduction of GHG emissions or energy demand)

PROGRAMS TO:

Enhance the stewardship and restoration of State's forests and tidal marshes that provide or reduce GHGs

Strategic Funding Plan Objectives

- Net reduction in greenhouse-gas emissions or net sequestration of carbon.
- 2 Significant reductions in greenhouse-gas emissions or energy demand and/or significant contribution to the achievement of the state's 2050 Global Warming Response Act limit (relative to cost).
- Reduce energy use.
- Be directly responsive to the recommendations submitted by the Department to the Legislature pursuant to the Global Warming Response Act.
- 5 Provide co-benefits to the state.
- Be directly responsive to the negative effects on human health and the environment in communities that are disproportionately impacted by the effects of environmental degradation and climate change.

Global Warming Solutions Fund Act

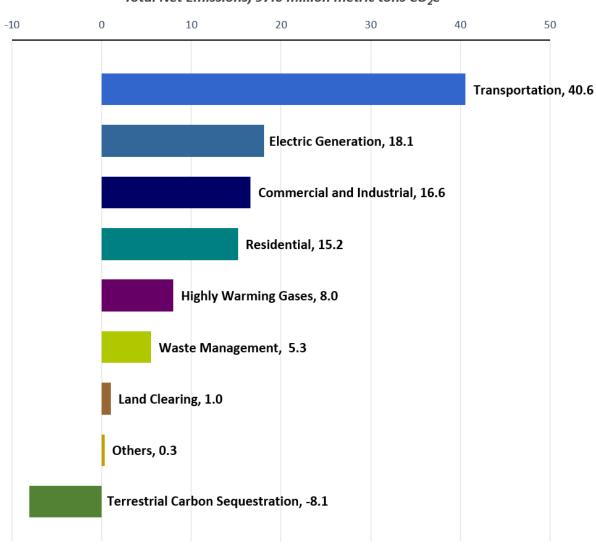
Strategic Funding Plan Objective #1

Net reduction in greenhouse gas emissions or net sequestration of carbon.

Estimated NJ Greenhouse Gas Emissions, 2018

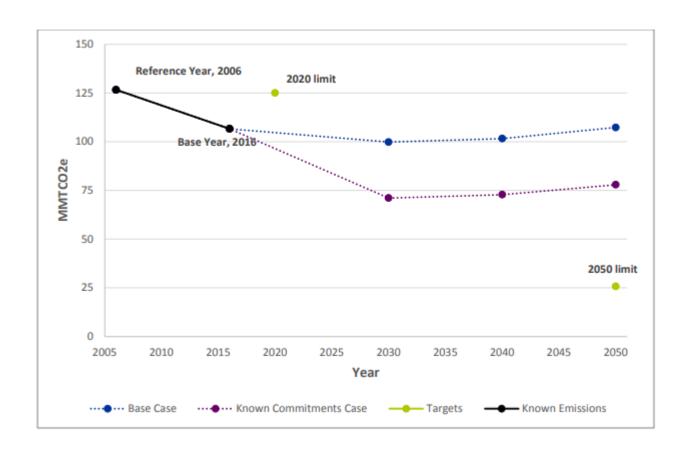
(in million metric tons CO₂e)

Total Net Emissions, 97.0 million metric tons CO₂e



Strategic Funding Plan Objective #2

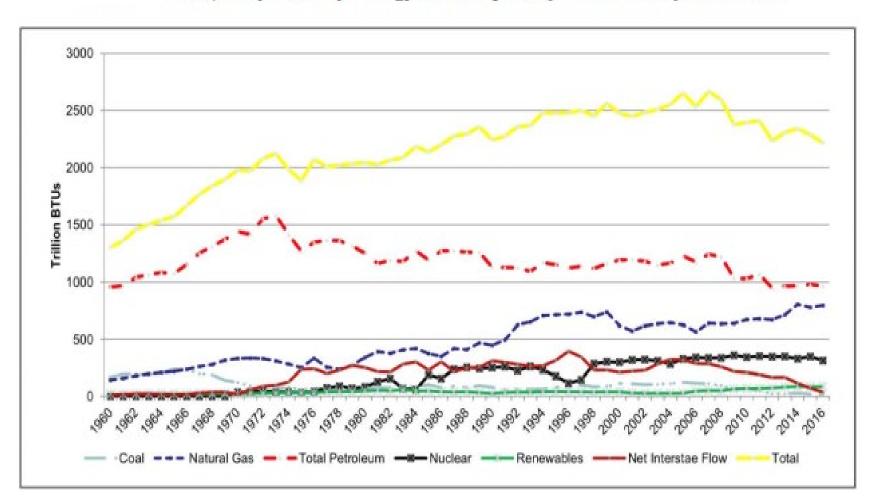
New Jersey's Greenhouse Gas Reduction Targets Including Clean Energy Act Mandates



Significant reductions in greenhouse gas emissions or energy demand and/or significant contribution to the achievement of the state's 2050 Global **Warming Response Act** limit (relative to cost).

Reduce energy use.

New Jersey Primary Energy Consumption (Trillion BTUs) 1960-2016



Strategic Funding Plan Objective #4

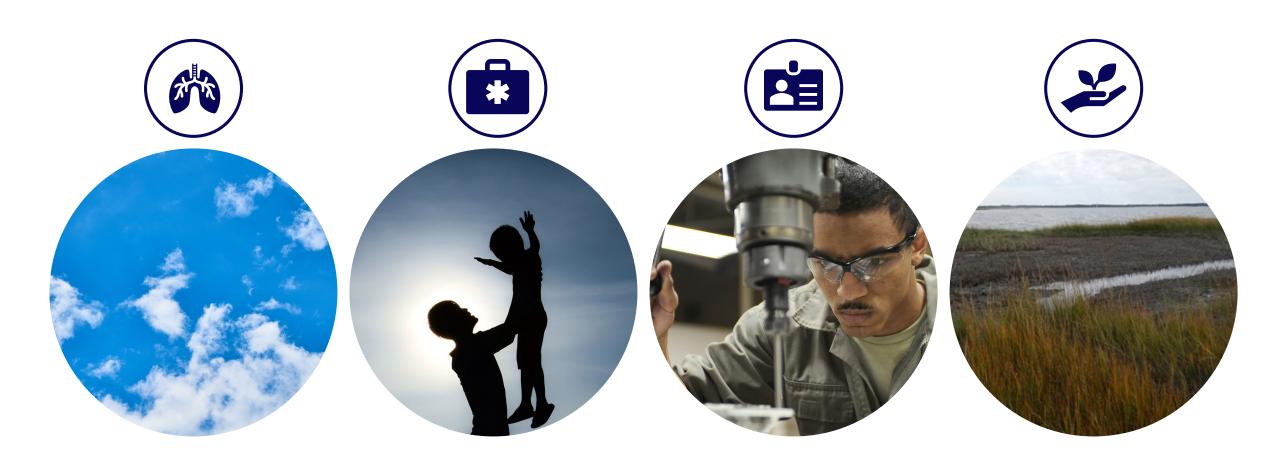
NJ'S EMISSIONS GOAL

80%
from 2006 baseline by

2050

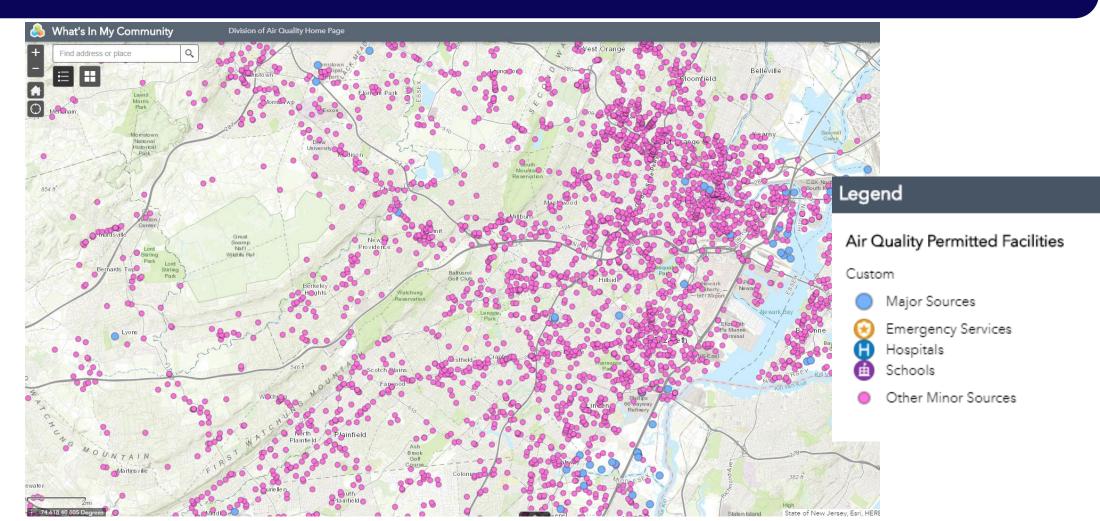
Be directly responsive to the recommendations submitted by the Department to the Legislature pursuant to the Global Warming Response Act.

Provide co-benefits to the state.



Strategic Funding Plan Objective #6

Be directly responsive to the negative effects on human health and the environment in communities that are disproportionately impacted by the effects of environmental degradation and climate change.



Governor's Funding Priorities

Electrification of transportation in the State.

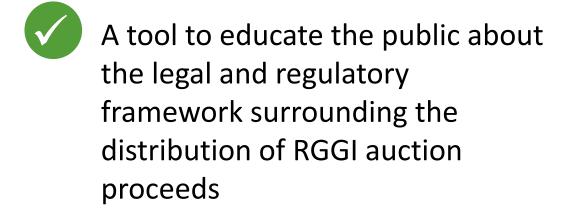




Provide meaningful benefits to communities most affected by pollution and climate change

What is the Scoping Document?

The Scoping Document is:



Provides *example* initiatives that put the framework into context

Explains the Governor's funding priorities

The Scoping Document is not:

- A draft strategic funding plan
- A summary of the final initiatives that will be funded by the state agencies



Example Funding Initiatives



Initiative 1: Clean Transportation

Initiative One seeks to accelerate transportation electrification in the State, focusing on programs and projects that will have a beneficial impact on communities disproportionately impacted by the effects of environmental degradation and climate change.

Agency Sponsor(s):











Initiative 1: Clean Transportation Feedback

Public Comments

- 1. Electrify public transportation in lowand moderate-income communities.
- 2. Increased access to public charging stations / hubs.
- 3. There is no mention of last mile solutions i.e. bike lanes, smart growth.
- 4. Make the Transit Village and Main Street NJ programs more proactive.
- 5. Decarbonize freight transportation.
 Require electrification hookups for these trucks at warehouses and ports.

Initiative 2: New Jersey Green Bank

Initiative Two seeks to increase the pace of clean energy investment through the creation of the New Jersey Green Bank. RGGI funding would be used by the NJEDA to capitalize a Green Bank to provide direct loans, or financial enhancements to support private lending.

Agency Sponsor(s): NJ\$EDA





Initiative 2: New Jersey Green Bank Feedback

Public Comments

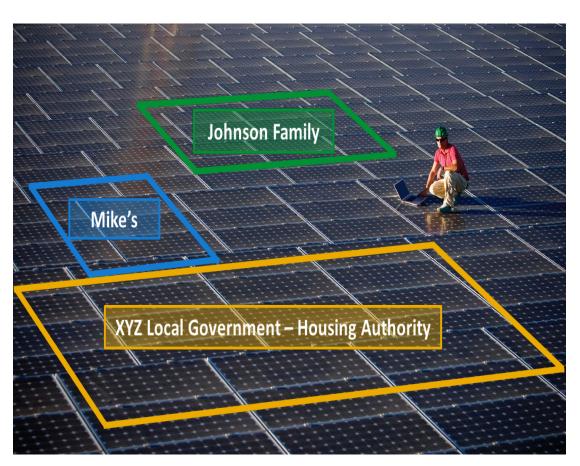
- 1. Incentivize the following:
 - a. Manufacturing of solar panels in New Jersey.
 - b. Supply chain for offshore wind.
 - c. Manufacturing of electric trucks and sub-component parts.
 - d. Nuclear energy.
 - e. Development of community financial institutions.
 - f. Moving private industry towards clean energy.
- 2. Concerns about duplication with the I-Bank.

Initiative 3: Community Clean Energy Microgrid

Initiative Three seeks to reduce electricity consumption in low- and moderate-income (LMI) households through the development and implementation of a **Community Clean Energy Microgrid (CCEM) program,** a coordinated, comprehensive, and holistic neighborhood energy approach for all LMI single- and multifamily building customers.

Agency Sponsor(s):





Initiative 3: Community Clean Energy Grid Feedback

Public Comments

- 1. Community Solar low- and moderate- income communities.
- Many residents from Environmental Justice communities rent, and it is very difficult for them to have access to Renewable Energy.
- 3. There is a need for energy efficiency projects in residential sector (insulation, windows, boilers.)
- 4. Vehicle to Grid (V2G) technology.
- 5. Microgrids should be limited to renewable power sources.

Initiative 4: Net-Zero Energy Solutions for Waste Management

Initiative Four seeks to reduce emissions from waste disposal. Funding would be provided to facilities for net-zero energy use through the implementation of proven technologies and best practices in the areas of energy conservation, demand reduction and enhanced production.

Agency Sponsor(s):









Initiative 4: Net-Zero Energy Solutions for Waste Management Feedback

Public Comments

- 1. Support for Waste to Energy plants like in the Scandinavian countries. Biogas or landfill gas can be upgraded to CNG quality and can be used for clean transportation for local school buses and garbage trucks etc.
- 2. Fund municipalities to invest in collecting organic waste (food waste, brush, etc..).
- Industrial composting at multi-unit residential buildings and large industrial facilities and academic centers.

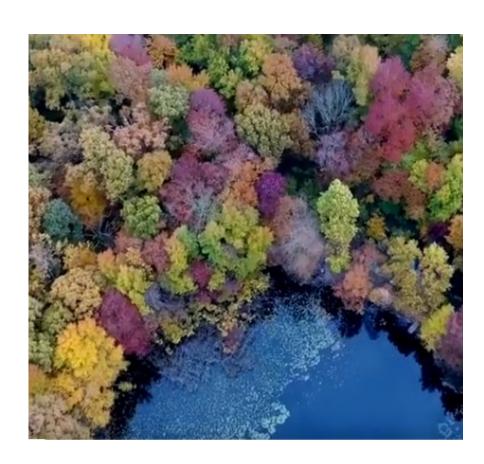
Initiative 5: Beneficial Role of New Jersey Forests in the Carbon Cycle

Initiative Five seeks to promote, protect and maintain the beneficial role of New Jersey forests in the carbon cycle.

Agency Sponsor(s):







Initiative 5: Beneficial Role of New Jersey Forests in the Carbon Cycle Feedback

Public Comments

- 1. Urban reforestation projects and programs.
- 2. Forests provide many co-benefits not only carbon sequestration but also, storm water management, reduce urban heat island effect and remove pollutants from urban areas.
- 3. RGGI funds should support projects that preserve our intact contiguous forest and not fragment our forests.
- 4. Forest inventory should identify where natural sequestration processes are working well and designate these areas for protection.
- 5. Restorative agriculture.

Initiative 6: Sequester "Blue Carbon" in Coastal Habitats

Initiative Six seeks to promote, protect and maintain the beneficial role of New Jersey tidal marshes in the carbon cycle.

Agency Sponsor(s):







Initiative 6: Sequester "Blue Carbon" in Coastal Habitats Feedback

Public Comments

- Wetland / Tidal Marsh sequestration has the highest carbon removal potential but the shortest timeline to be implemented due to sea level rise; add focus of wetland resiliency to benefits of restoring them in conjunction with carbon sequestration.
- 2. Dredging should have more focus placed on it (restoration, sampling, procedure and money that goes into it). Municipalities need assistance.
- 3. Much attention has been given to the coast and the Delaware Bay Shore has been overlooked.
- 4. Co-benefit of restoring wetlands is hurricane relief. The final plan should emphasize this since more intensive storms are expected for New Jersey.

Initiative 7: Strengthen Clean Tech Innovation

Under this initiative, NJEDA could provide funding and in-kind assistance to strengthen clean tech innovation in the state through support for the innovation ecosystem (e.g., incubators, proof of concept centers, research databases, etc.), the funding of individual early-stage clean tech companies and entrepreneurs, and support for basic research.

Agency Sponsor(s): NJ*EDA





Initiative 7: Strengthen Clean Tech Innovation Feedback

Public Comments

- Need for multi-institution (Academic Government, Industry) innovation centers.
- Create a framework where governments or recipients of funding require local job guarantee.
- Wind farms can provide NJ with best opportunities for job creation and should be prioritized.
- 4. Prioritize the incentivization of startup ventures that do not rely on animal agriculture (i.e. plant based & cell based meat).
- 5. Focus on energy consumption and energy generation.

Example Funding Initiatives

Objectives	Initiative 1 Clean Transportation	Initiative 2 New Jersey Green Bank	Initiative 3 Community Clean Energy Microgrid	Initiative 4 Net-Zero Energy Solutions for Waste Management	Initiative 5 Beneficial Role of New Jersey Forests in the Carbon Cycle	Initiative 6 Sequester "Blue Carbon" in Coastal Habitats	Initiative 7 Strengthen Clean Tech Innovation
A net reduction in greenhouse gas emissions or a net sequestration of carbon;	СС	С	С	С	С	С	С
2. Significant reductions in greenhouse gas emissions, reduction of impacts on ratepayers, and a significant contribution to the achievement of the State's 2050 Global Warming Response Act limit, relative to the cost of the project or program;			С				
3. Reduction in energy use;			С	С			
4. Be directly responsive to the recommendations submitted by the Department to the Legislature pursuant to the Global Warming Response Act;	СС		С	С	С	С	С
5. Provide co-benefits; and	C C		С	С	С	С	С
6. Be directly responsive to the negative effects on human health and the environment in communities that are disproportionately impacted by the effects of environmental degradation and climate change.	СС		С	С			

NJBPU NJEDA NJDEP Local Govt. NJDEP Marsh/Forest

Additional Feedback | Environmental Justice

- Make sure language is clear that emission reductions happen in EJ communities. EJ communities must foster true ownership of project.
- 2. Many of the residents from Newark (for example) rent homes, and it is very difficult for them to have access to renewable energy, since it typically requires home ownership.
- 3. Make sure that material is available in multiple languages.
- 4. Make clean transportation applicable to EJ communities.

Additional Feedback | Metrics of Success

- 1. Improved air quality.
- 2. Completion of projects.
- 3. Reduced fossil fuel consumption.
- 4. Reduced cost of energy.
- 5. Cost benefit analysis.
- 6. Reduced emissions.
- 7. Making sure to report results to the public.
- 8. Justify the number of projects before you begin.

- 9. Metrics on the front page of the RGGI greenhouse gas meter, dashboard.
- 10. Compare, short term, medium term and long-term benefits.
- 11. Reliability does the project work? For example, a renewable energy project, is it supplying the energy/performing as proposed.
- 12. Performance criteria, what are benefits (resilience, carbon sequestration, habitat restoration).
- 13. Outreach templates for towns. Success stories sell themselves.

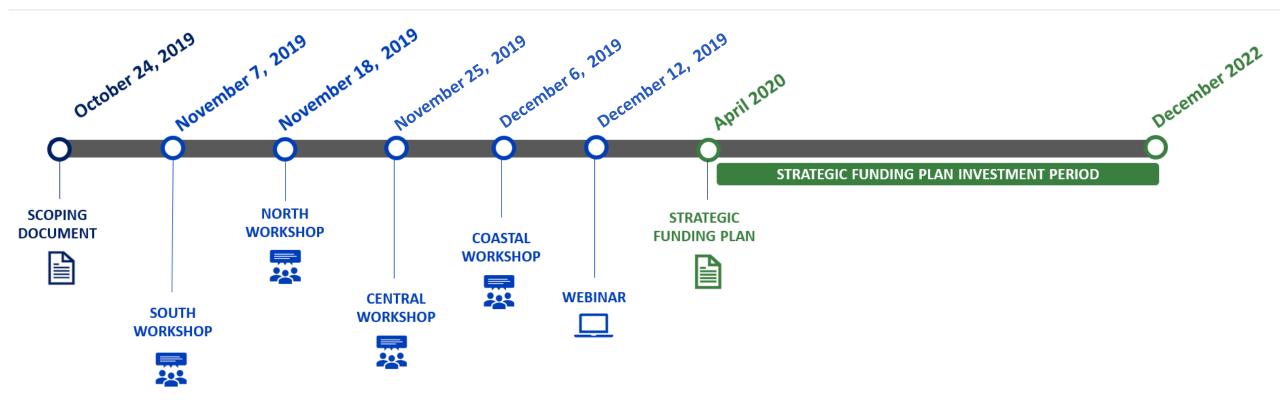
Additional Feedback | Economic Co-benefits

- 1. Job creation.
- 2. Apprenticeships and prevailing wage.
- 3. Work with higher education and community colleges to work on high tech vehicles.
- 4. Supply chain jobs for wind would be a good job creator for New Jersey.
- 5. Installation of EV chargers will require more electrician and fewer mechanics.

Additional Feedback | Outreach & Communication

- 1. Educate young students about the importance of clean energy. They will grow up more responsibly and become community leaders. Education and awareness overall should be prioritized.
- 2. Find a way to work with Sustainable Jersey and have resources for communities.
- 3. Coordination of agencies to sync up dates with the initiative deadlines and agencies should work together on all initiatives for the greater benefit overall.
- 4. Community ambassadors who are trained to talk about projects/programs.
- 5. Create a crowdsource funding campaign, as a way for the public donate to RGGI.

Timeline



Question & Answer

Q&A Panelists



Christine Schell
Office of the Assistant Commissioner of Air Quality, Energy and Sustainability, New Jersey
Department of Environmental Protection



Jonathan Ratner
Clean Energy/Green Finance Officer, New Jersey Economic Development Authority



Mike Winka Senior Policy Advisory, New Jersey Board of Public Utilities

my questions



top



Enter your name and the organization that you represent.

Comments will be addressed during the open Q&A portion of the webinar.

































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