



Investor-Owned Utility Transportation Electrification

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ARB Transportation Electrification Workgroup
Amy Mesrobian
California Public Utilities Commission





Senate Bill 350 (2015)

Double **Energy Efficiency** Savings

Increase **Renewable Energy** procurement to 50%

Accelerate widespread **Transportation Electrification**

- Reduce GHG emissions 40% below 1990 levels by 2030
- Requires resource optimization and Integrated Resource Planning process
- Expresses intent for regional expansion of the CAISO
- Consider disadvantaged communities





SB 350 Transportation Electrification

- **TE: Use of external sources of electrical power for:**
 - Vehicles, vessels, trains, boats, & other equipment that are mobile sources of air pollution and greenhouse gases
- **CPUC should direct IOUs to file applications to accelerate widespread transportation electrification**
 - Minimize costs, maximize benefits
 - Do not unfairly compete with non-utility enterprises
 - Include performance accountability
 - In the interest of ratepayers





CPUC's SB 350 TE Guidance

Sept 14, 2016 [ruling](#) directed electric IOUs to file applications with CPUC to propose TE investments pursuant to SB 350

- **Basic requirements**

- PG&E, SCE, SDG&E file applications by 1/20/17
- Liberty Utilities, Bear Valley Electric, PacifiCorp file applications by 6/30/17
- Adjacent large and small IOUs may propose joint programs
- IOU must show how proposed TE portfolio meets SB 350 requirements (accelerate TE, minimize costs, maximize benefits, etc.)

- **Regulatory review**

- Priority review for non-controversial, short-term (1-year) investments
 - total of \$20M per utility, <\$4M per project
- Standard Review for all other investments





CPUC's SB 350 TE Guidance (cont.)

- **Scale and scope**
 - IOUs' TE portfolios should achieve their proportional share of state vehicle and emissions reduction goals
 - Portfolio planning should also:
 - Align with IOU integrated Resource Plan
 - Plan for emissions reduction trajectories that align with ARB's 2030 Scoping Plan and Mobile Source Strategy
 - Consider demand forecasts
 - Encourage utilities to target pilots in multiple sectors to gain experience





CPUC's SB 350 TE Guidance (cont.)

- **Portfolio design**
 - Address priority projects & programs
 - Rate design
 - Expand focus from light duty to include medium/heavy, transit, ports, etc.
 - Leverage results of previous pilots
 - Align with local, regional, state TE planning and investments
 - 2016 ZEV Action Plan is a comprehensive overview
 - Promote safety
 - During construction, interconnection, operation
 - For utility workers, electricity customers, drivers





CPUC's SB 350 TE Implementation

- **2016: planning & guidance**
 - Mar: began regulatory process to address TE components of SB 350
 - Apr: public workshop to get stakeholder feedback
 - May: parties submit comments on workshop and straw proposal
 - Sep: Cmr. issued guidance to 6 electric IOUs (adopted in November)
 - Dec: workshops on IOU pilot results and VGI standards
 - Throughout: confer with CEC and ARB
- **2017: application review**
 - Jan: 3 large IOUs file applications
 - Jul: 3 small IOUs file applications
- **2018 and beyond: program implementation**
 - IOUs implement approved programs





Thank you!

Amy Mesrobian
ak1@cpuc.ca.gov
415-703-3175

CPUC EV Website:
cpuc.ca.gov/General.aspx?id=5597

