



Governor's Action Team on Energy and Climate Change
State of Florida

Governor's Action Team on Energy and
Climate Change
Phase II Process

*Cap-and-Trade
Technical Work Group (TWG)
Meeting #5
May 7, 2008*

Welcome and Introductions

- Action Team TWG Members
- Florida Department of Environmental Protection
- Members of the Public
- Center for Climate Strategies

Agenda

1. Introductions
2. Purpose and Goals
3. Review and Approval of Call #4 Summary
4. Discussion – C&T Sector Coverage
5. Review of Balloting for Priority Policy Recommendations to the Action Team
6. Discussion/Decision Regarding Priority Policy Recommendations
7. Review of Next Steps
8. Agenda, Date, and Time for Next Meetings
9. Public Comments
10. Announcements

Purpose and Goals

- To develop a comprehensive Energy and Climate Change Action Plan that will fully achieve or surpass Executive Order targets for statewide greenhouse gas reductions specified in Executive Order 07-127, including:
 - guidance on the design of a market-based emissions allowance trading program,
 - design of programs to further enable energy conservation
 - closer examination of emissions reduction opportunities offered by new technologies
 - an examination of revenue impacts of emissions reduction policies within the transportation sector
 - consideration of a low-carbon fuel standard
 - further consideration of the organization of Florida's state government to foster the development of a low-carbon energy market in Florida, and
 - other emissions reductions actions

Technical Work Group Roles

- Assist Climate Action Team
 - Identify full range of potential state actions
 - Identify suggested priorities for analysis
 - Suggest straw policy designs
 - Assist with analysis, development, and review of options
 - Assist with development of policy alternatives
 - Assist with input to and review of Action Team reports
 - Review and assist with the state GHG inventory and forecast

Approval of Call #4 Summary

- Review draft meeting summary for Cap-and-Trade TWG meeting #4
- Consider any corrections or additions to meeting summary
- Accept meeting summary with agreed upon changes

Cap-and-Trade Sector Coverage

Potential Cap-and-Trade Sectors:

- Power Sector (electric generation, importation, consumption, etc.)
- Large Stationary Sources (industrial and large commercial sources)
- Fossil Fuel Extraction, Transmission and Processing
- Residential and Commercial Fuel Use (non-electric fuel consumption for small stationary sources)
- Transportation Fuel Use (fuel consumption for mobile sources)
- Transportation Sources (large vehicle fleets, ships, trains, aircraft)
- Waste Management (incinerators, landfills, wastewater treatment plants)
- Agriculture (CAFOs, some large crops)
- Economy-Wide

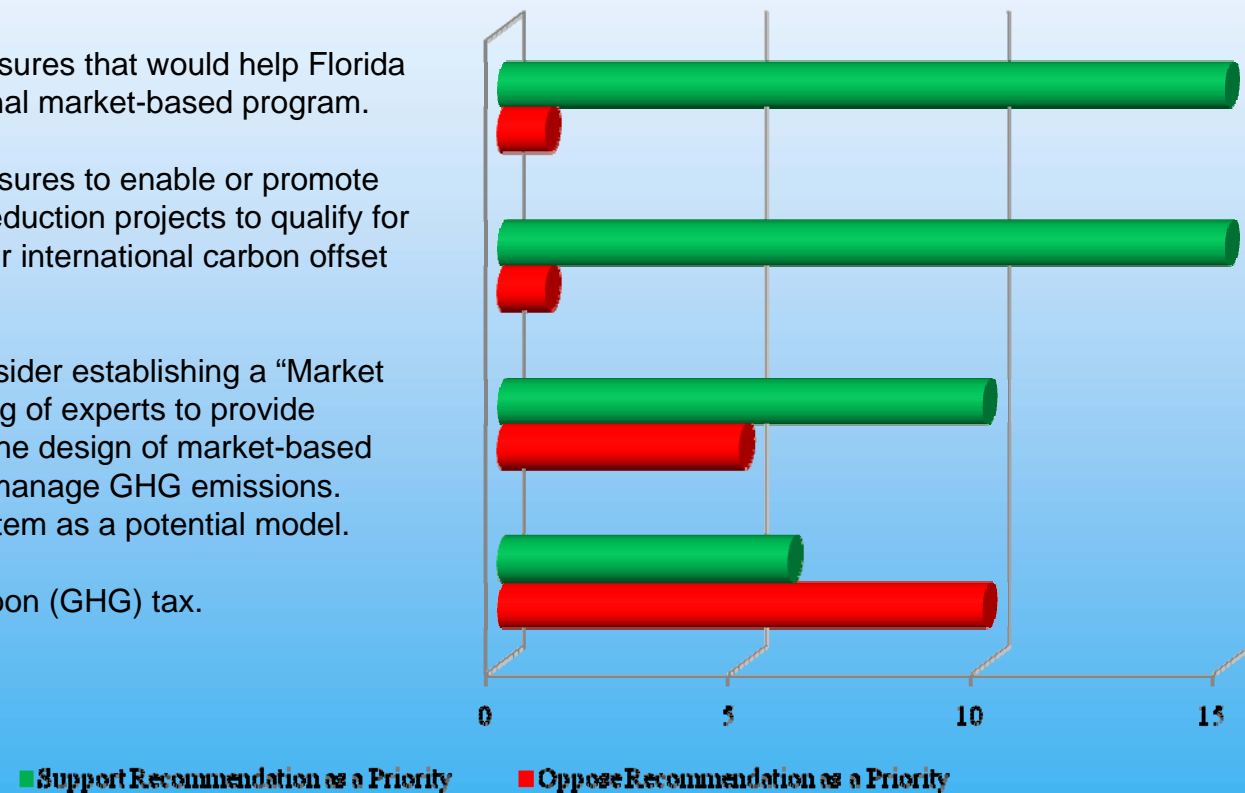
Priority Policy Recommendation Balloting Results

4. Catalog #C&T-1.5 Measures that would help Florida compete in a future national market-based program.

3. Catalog #C&T-1.4 Measures to enable or promote Florida GHG emissions reduction projects to qualify for state, regional, national, or international carbon offset credits.

2. Catalog #C&T-1.3 Consider establishing a “Market Advisory Group” consisting of experts to provide guidance to the state on the design of market-based compliance programs to manage GHG emissions. Look at the California system as a potential model.

1. Catalog #C&T-1.2 Carbon (GHG) tax.



Next Steps

- Today – Narrow Sector Scope
- Today – Select Priority Policy Recommendations
- Next TWG Call
 - Review Action Team Decisions
 - Organize Straw Proposal Drafting Teams
 - See Early Modeling Results
 - Hear Presentation / Discuss Allowance Distribution

Next Action Team Meeting

- Agenda:
 - Review and approve policy option priorities for development and analysis
 - Review updated Inventory and Forecast
 - Review progress on cap-and-trade design issues
- May 29-30, 2008, Tallahassee

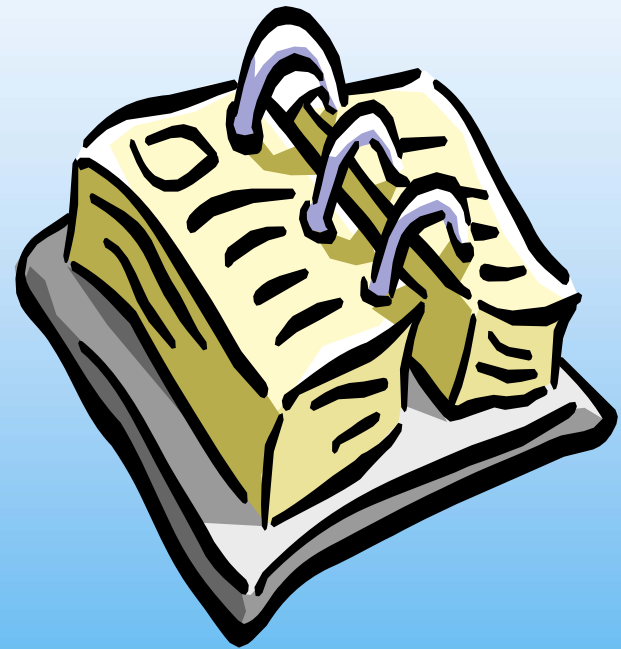


Timing – Action Team Meetings

Date	Action
February 1, 2008	1 st Action Team meeting
March 17, 2008	2 nd Action Team meeting
May 29-30, 2008	3 rd Action Team meeting
July 9, 2008	4 th Action Team meeting
August 6, 2008	5 th Action Team meeting
September 5, 2008	6 th Action Team meeting
October 1, 2008	Phase II Final Report due
Between Action Team Meetings	TWG conference calls and meetings

Next TWG Meetings

- **All times 2:00 p.m. – 4:00 p.m. EDT**
- **Friday** **June 13, 2008**
- *Wednesday* *June 25, 2008*
- *Friday* *July 18, 2008*
- *Tuesday* *July 29, 2008*
- *Friday* *August 15, 2008*
- *Tuesday* *August 26, 2008*



Public Input, Announcements