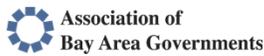


ABAG POWER

Executive Committee Meeting

Thursday, November 17, 2022

Ryan Jacoby
Program Manager



1

Senate Bill 1383 Assistance

- Members have expressed concerns regarding compliance with SB 1383, and a desire for procurement assistance. In response, staff:

December 16, 2021:
Formalized SB 1383
Procurement Strategy
in Strategic Roadmap

March – June 2022:
Conducted member
surveys

October 4, 2022:
Issued a
Request for Offers

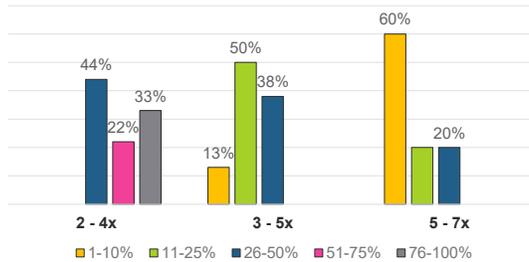


2

SB 1383 Survey Results Recap

Q4:

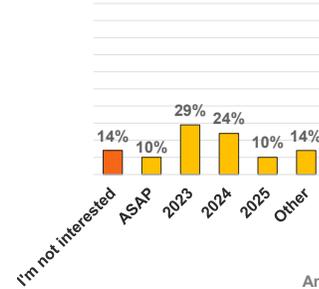
Given the below ranges for a potential price premium, what percentage, if any, of your agency's current gas usage would you be willing to replace with SB 1383-eligible renewable gas?



Answered: 9
 Skipped: 12

Q5:

Disregarding current availability, how soon would you be willing to begin purchasing SB 1383-eligible renewable gas?



Answered: 21
 Skipped: 0

3

SB 1383 Request for Offers

- Issued October 4, 2022
 - ✓ Distributed to members and approximately 20 external firms
- One or more offers received
 - ✓ Quantity: in the range of 500-1,000 MMBtu/day
 - ✓ Price: in the range of \$30-\$40/MMBtu
 - Price is ~5x more than current fossil-based natural gas
 - ✓ Term: multi-year preferred

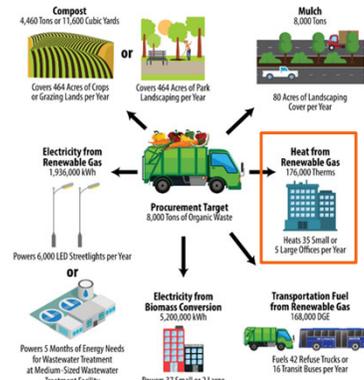


4

SB 1383 Request for Offers

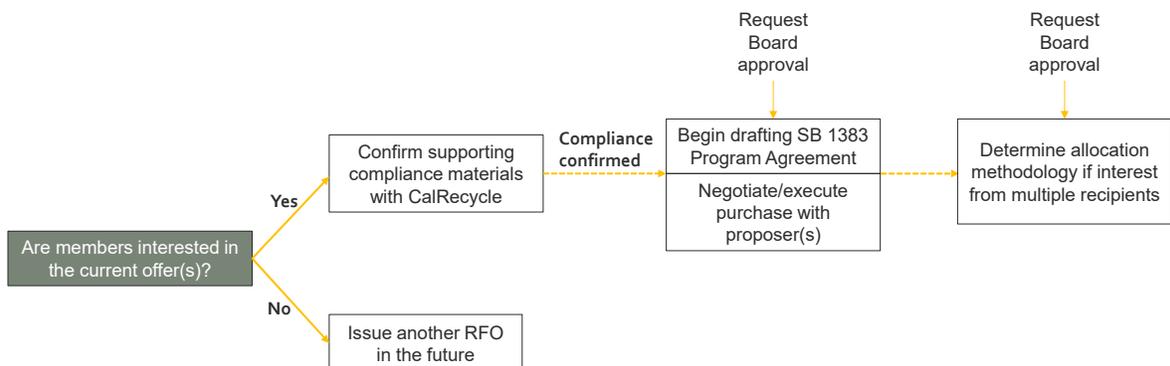
- The offered volume *is* significant and represents a \$10+ million contract per year.
- 34 of POWER's 37 members are currently assigned procurement targets.
 - As a stand-alone solution, this offer satisfies 72% of the entire procurement target for all 34 jurisdictions

Calculating Procurement of Recovered Organic Waste Products



5

Potential Next Steps



6