EITE Policy Advisory Group Meeting

Agenda for Wednesday, May 7, 2025 | 9:00 a.m. – 11:00 a.m. Location: Zoom Webinar Registration Link

Draft materials for discussion

<u>Document 1: Best practice policies for avoiding leakage</u> provides a review of 'best practice' policies for avoiding leakage and economic harm to businesses in carbon pricing programs. The document discusses the primary policies that have been used to address leakage under carbon pricing programs, e.g., the allocation of free or 'no cost' allowances to EITE industries, and compares Washington's approach with other jurisdictions.

<u>Document 2: Methods for developing greenhouse gas benchmarks</u> provides a review of methods for developing greenhouse benchmarks for EITE facilities within carbon pricing programs. The document discusses key design considerations for establishing benchmarks for EITEs and the methods used in other jurisdictions, such as product-based benchmarking, including the potential role of best available technology assessments.

- 1. Welcome and introductions Facilitation Team
- 2. Joint meeting #1 recap -- Ecology
- 3. Discussion of draft materials Advisory group members/Ecology
 - Clarification questions from members on documents 1 and 2
 - Member feedback and comments on draft findings in documents 1 and 2:
 - 1. Which draft findings in the report do you find most compelling and why?
 - 2. What are other important policy design aspects related to leakage or benchmarking were not covered in the two documents?
 - 3. What are other examples of global best practice policies that should be considered by Ecology?
 - 4. Are there any specific characteristics of Washington EITEs or the Cap-and-Invest Program that need to be considered when reviewing best practice policies?

Note: There will be one short break during this session

4. Next Steps - Facilitation Team

- "Interim feedback" on Document 1 and Document 2 due by May 12
- <u>EITE Industries Advisory Group Meeting</u>: May 8 from 9:00 a.m. to 11:00 a.m. (optional: Policy Advisory Group members may wish to follow the discussions)
- Joint Advisory Group Meeting: May 29: 10:00 a.m. to 12:00 p.m.

5. Public comment opportunity - Public/Facilitation Team

Attendees may provide comment for up to two minutes. Public comments should be focused on the content of the advisory group meetings. Ecology will not respond to comments made by the public today.

Resources and Assistance

- Cap-and-Invest EITE webpage
- Contact the Industrial Policy team at <u>CCAEITEIndustries@ecy.wa.gov</u>
- EITE Industries Advisory Group webpage
- EITE Policy Advisory Group webpage
- Public Comment Form