



Climate Protection Program

2022 Compliance Instrument Summary

Updated March 31, 2023

The Climate Protection Program sets an enforceable and declining limit, or cap, on greenhouse gas emissions from fossil fuels used throughout Oregon, including diesel, gasoline, natural gas, and propane, used in transportation, residential, commercial, and industrial settings. The Climate Protection Program also regulates site-specific greenhouse gas emissions at certain manufacturing facilities.

Covered fuel suppliers subject to the declining emissions cap include natural gas utilities (local distribution companies), and suppliers of gasoline, diesel, kerosene, and propane (non-natural gas fuel suppliers) with emissions that meet or exceed a threshold for inclusion. Each year, DEQ distributes compliance instruments to each covered fuel supplier. The total number of compliance instruments generated by DEQ each year is equal to that year's cap. As the cap declines, so will the number of compliance instruments distributed by DEQ.

2022 compliance instrument distribution

On March 31, 2022, DEQ distributed the 2022 compliance instruments to the covered fuel suppliers who are currently subject to the Climate Protection Program (CPP). DEQ distributed 27,681,327 2022 compliance instruments to eighteen covered fuel suppliers.

Covered fuel suppliers

The below table shows the eighteen covered fuel suppliers that received 2022 compliance instruments from DEQ. Liquid fuel(s) and propane suppliers are covered if their covered emissions are 200,000 metric tons of carbon dioxide equivalent (MTCO2e) or more in any year since 2018. Emissions are grouped for related entities when evaluating this threshold.

Company Name	Type of Covered Fuel Supplier	2022 Distribution
Avista Utilities	Local distribution company	703,373
Cascade Natural Gas	Local distribution company	743,707
Northwest Natural Gas	Local distribution company	5,759,972
Associated Petroleum Products	Supplier of liquid fuel(s) and/or propane	154,463
BP Products North America, Inc.	Supplier of liquid fuel(s) and/or propane	3,653,310
Campo & Poole Distributing, LLC	Supplier of liquid fuel(s) and/or propane	157,196
Carson Oil Company, Inc.	Supplier of liquid fuel(s) and/or propane	122,628
Chevron Products Company	Supplier of liquid fuel(s) and/or propane	2,603,870
Equilon Enterprises LLC	Supplier of liquid fuel(s) and/or propane	3,692,707
Idemitsu Apollo Corporation	Supplier of liquid fuel(s) and/or propane	215,109
Jacksons Food Stores Inc.	Supplier of liquid fuel(s) and/or propane	62,178
P C Energy, LLC	Supplier of liquid fuel(s) and/or propane	16,412
PacWest Energy, LLC	Supplier of liquid fuel(s) and/or propane	-
Phillips 66 Company	Supplier of liquid fuel(s) and/or propane	5,362,072
Shell Trading (US) Company	Supplier of liquid fuel(s) and/or propane	269
Space Age Fuel. Inc.	Supplier of liquid fuel(s) and/or propane	861,682
Marathon Petroleum Company LP	Supplier of liquid fuel(s) and/or propane	3,570,661
World Fuel Services, Inc.	Supplier of liquid fuel(s) and/or propane	1,718

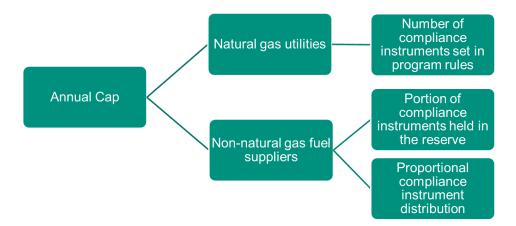
DEQ annually generates compliance instruments equal to the cap for each year (in <u>Table 2 in OAR 340-271-9000</u>). DEQ generated 28,081,335 compliance instruments for 2022. The three natural gas utilities (local distribution companies) each receive a fixed number of compliance instruments (in <u>Table 4 in OAR 340-271-9000</u>). The three natural gas utilities received a total of 7,207,052 2022 compliance instruments.

Every year, DEQ calculates the distribution for suppliers of liquid fuel(s) and/or propane (non-natural gas fuel suppliers) according to <u>OAR 340-271-0420</u>. For related entities, each separate fuel supplier receives its own distribution of compliance instruments.

DEQ added 400,000 2022 compliance instruments to the compliance instrument reserve for suppliers of liquids fuels and/or propane(non-natural gas fuel suppliers). DEQ then applied a proportional calculation to the remaining compliance instruments to determine the number of compliance instruments to distribute to each covered fuel supplier. DEQ distributed 20,474,275 2022 compliance instruments in total to these fifteen covered fuel suppliers.

Briefly DEQ:

- Determined the sum of covered emissions and biofuel emissions for each fuel supplier for 2018-2020
- Determined the collective total of covered emissions and biofuel emissions for all covered full suppliers for 2018-2020
- For each covered fuel supplier calculated its percentage of the total covered emissions and biofuel emissions
- Applied this proportion to the total number of 2022 compliance instruments remaining for distribution
- Held the remaining 8 compliance instruments (due to rounding) in the reserve



More information

Please visit the <u>Climate Protection Program website</u> for more information on the CPP, including the <u>adopted rules</u>.

Alternate formats

Translation or other formats

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