

# Years of Working Together to Clean the Air



- Founding member Endzone
- Helped develop AQI
- Supported media campaigns, community messaging, Breathe Easy Concerts
- Tracye Funn founding board member and past chair

## Climate Business Plan Context

## D.C. Merger Commitment # 79\*

AltaGas will file with the Commission a long-term business plan on how it can evolve its business model to support and serve the District's 2050 climate goals (e.g., providing innovative and new services and products instead of relying only on selling natural gas).

After the business plan is filed,
AltaGas will hold <u>bi-annual public</u>
<u>meetings</u> to report on and discuss <u>its</u>
<u>progress</u> on the business plan.

## **DC's Climate Goals**

- 50% GHG emissions reduction by 2032 (from 2006 baseline)
- 100% Renewable electricity by 2032 per DC Clean Energy Omnibus Act of 2018
- Carbon neutral by 2050

\*Washington Gas is a subsidiary of AltaGas and delivers natural gas to 1.2 million customers, with 165,000 in DC

## Climate Business Plan

Optimized strategy for reducing emissions associated with Natural Gas in support of District's climate goals

#### Offers objective analysis of alternative pathways to carbon reduction

Illustrate costs, effectiveness and impacts of multiple scenarios including impacts on affordability, reliability, resilience, equity identified as essential elements of District's energy planning

#### **Provides recommendations**

CBP demonstrates how and why public interest is best served by energy portfolio that retains benefits of natural gas and its infrastructure

- Most affordable to customers
- Cost-effective decarbonization options
- Unmatched reliability
- Provides **both** energy and storage
- Supports DC's mandated 100% reliance on renewable electricity by 2032

Outlines tactics, required policies and potential timeframe to achieve reductions

# Alignment With DC PSC Energy Priorities

#### **SUSTAINABLE**

Meets the **GHG**reduction targets on time

### WELL-PLANNED

Preserves energy availability during both **normal and peak demand** 

## SAFE & RELIABLE

99.9%

Leverages the reliability of our natural gas system

### **SECURE**

Protects against service interruptions by having multiple systems rather than relying on one

### **AFFORDABLE**

\$2.7 B

Less than electrification

### **INTERACTIVE**

Advanced leak detection, internet of things, monitoring, etc. included in the plan

### **NON-DISCRIMINATORY**

non-prescriptive approach allows opportunities presented by future innovations and technological advances

\* Adopted February 14, 2018

## Sourcing: Reducing Emissions by Changing The Fuel Mix

- Local carbon-neutral RNG could displace up to 33% of all current direct-use natural gas consumption
- Combined with energy efficiency reduces volumes makes even larger contribution





WRRFs\* 1-2 tBtu/y

Food Waste	į
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1-2 tBtu/y

- Utilize existing or future anaerobic digestion systems, such as at landfills and WRRFs.
- Complementary policies can help deliver RNG potential from food waste.

Facility Name	LFG Generated (mmscfd)	LFG Collection
Brown Station Rd (Calvert)	6.13	Yes
Charles County #2	0.69	No
Frederick County Regional	1.01	Yes
Loudoun County	0.96	Yes
Prince William County	0.14	Yes
Reich's Ford Road (Frederick)	1.91	Yes
Sandy Hill (Prince George's)	3.22	Yes
Shenandoah County	0.46	Yes

Facility Name	County	Existing Flow (MGD)	AD System
DC Water Blue Plains	D.C.	370	Yes
Upper Occoquan WRRF	Prince William	45	Yes
AlexRenew STP	Alexandria	37	Yes
Lower Potomac STP	Fairfax	28	No
Arlington WPCP	Arlington	22	No
WSSC Piscataway WRRF	Prince George's	19	No
Western Branch WWTP	Prince George's	18	No
Broad Run Reclamation	Loudoun	8	No

\* WRRF = Water Resource Recovery Facility



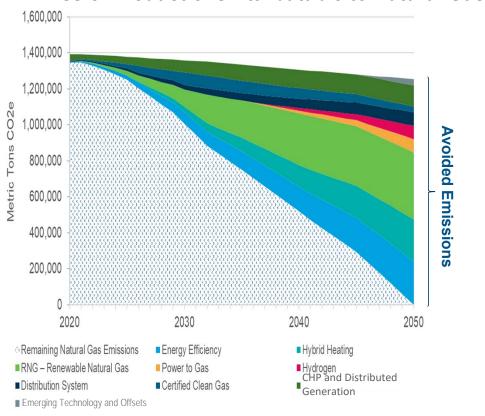
# Climate Business Plan GHG Reductions by Tactic

Detailed Estimated Climate Business Plan Emissions Reductions*	2032	2050
1) End-Use		
Energy Efficiency (including Behavioral Programs and Gas Heat Pumps)	4%	14%
CHP and Distributed Energy Systems	5%	5%
Dual Fuel Systems (Hybrid Heating)	3%	13%
Emerging Technology and Offsets	0%	4%
Total End-Use Reductions	12%	36%
2) Transmission and Distribution		
Distribution (Emissions reductions including second phase of PROJECTpipes)	2%	4%
Total Transmission and Distribution Reductions	2%	4%
3) Sourcing and Supply		
Certified Gas Production (of geological gas) and Transmission	4%	2%
Renewable Natural Gas (RNG)	9%	21%
Power-to-Gas and Green Hydrogen	0%	8%
Total Sourcing and Supply Reductions	13%	31%
Total Climate Business Plan Emissions Reductions	27%	<b>71</b> %
+ Net emissions reduction from natural gas achieved 2006 - 2017	27%	27%
+ Net change in Business as Usual emissions after 2017	-3%	2%
= Total Reduction in GHG Emissions against Business as Usual*	50%	100%

<sup>\*</sup>Numbers do not sum due to rounding

## Climate Business Plan GHG Reductions Over Time (End Use)

#### **Emission Reductions Attributable to Natural Gas**



#### **Energy Efficiency**

- Behavioral programs/"smart" devices
- Building shell and appliance improvements
- New technologies -- gas heat pump heat/hot water

#### Low/No Carbon Gas

 RNG – Renewable Natural Gas, P2G, hydrogen blending, certified gas

#### **Hybrid Heating**

- Advanced technology under development; needs scaling
- Substantially reduces throughput

#### **CHP**

- ICF identified 750 sites with technical potential
- 100 sites by 2032; 230 by 2050

#### Offsets / Emerging Technologies

- Direct Air Capture
- Necessary to get to 100%

## Our Next Public Meeting: January 26

**Energy Efficiency - What's in it for You?** 

5:00 to 6:30 p.m

Update on our progress

Expert Panel – Washington Gas, DC SEU, Building Managers and Developers

Live Q & A

Attendees are encouraged to submit questions in advance of the session through the online registration process

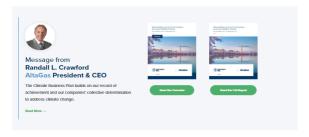
https://www.publicinput.com/ClimateBusinessPlanMeeting

## For more information

- Melissa Adams
   Chief Corp. Social Responsibility Officer, Washington Gas
  - MelissaAdams@WashGas.com
- CBP Microsite:
   WashingtonGasDCClimateBusinessPlan.com
  - includes Plan, Fact Sheets, FAQs, Technical Study, RNG
     Technical Study, public meeting Video

Productive stakeholder dialogue and collaboration is critical to achieving climate goals and preserving the longterm well being of its residents, businesses and institutions







AltaGas