

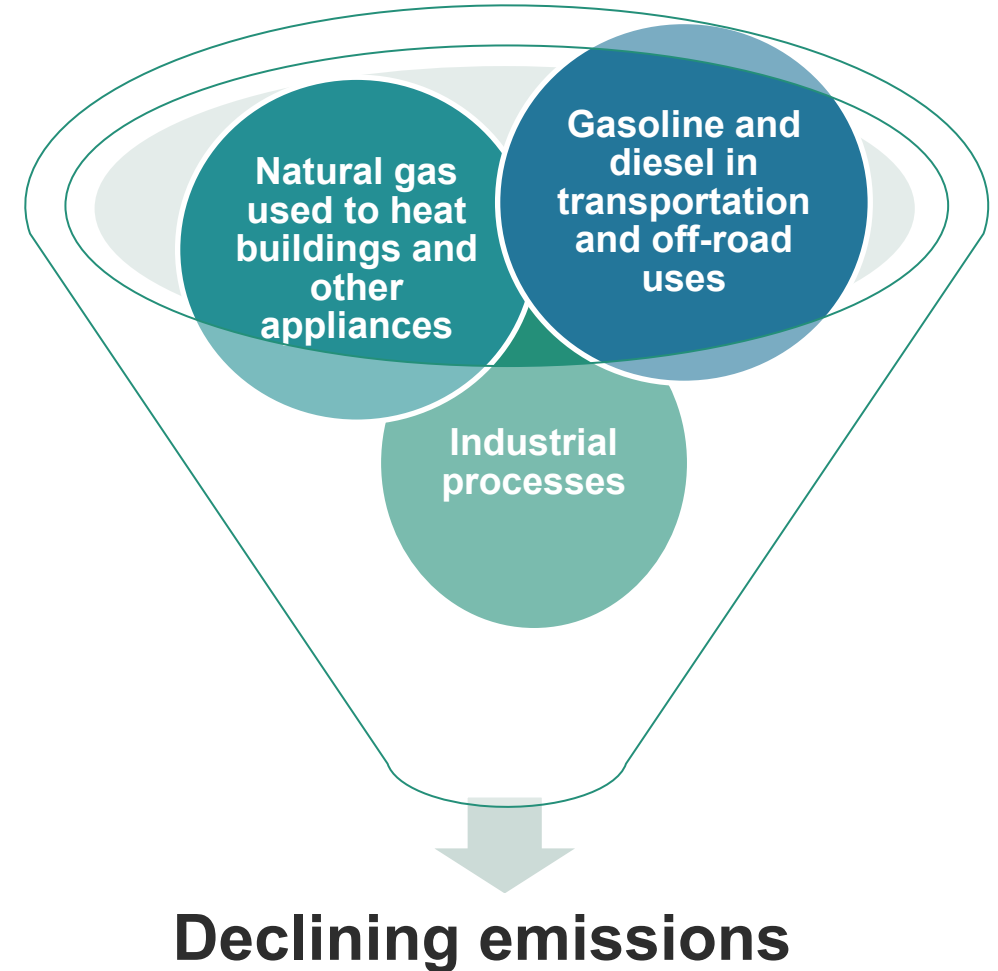
Climate Protection Program 2025: Community Climate Investments Update

Dec. 2, 2025

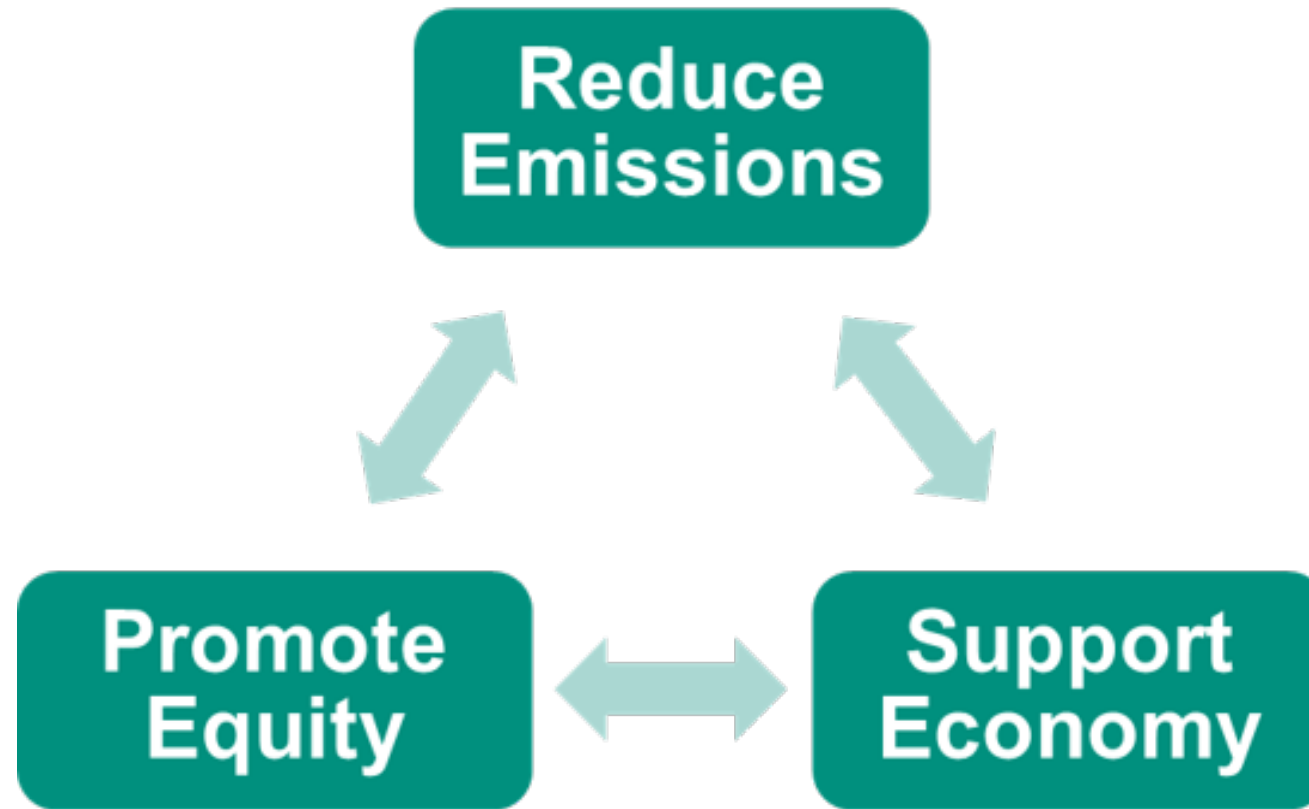
Environmental Quality Commission Meeting

What is the Climate Protection Program?

- Cornerstone of Oregon's carbon pollution reduction goals
- Places limits on climate pollution across multiple sectors
 - Residential
 - Commercial
 - Industrial
 - Transportation



Climate Protection Program goals



2025 milestones

February

- Fuel supplier trainings and outreach

June

- Completed permitting of fuels suppliers

July

- 2025 compliance instrument distribution
- 2025 cap and one-time additional allocation

August

- Equity Advisory Committee selected

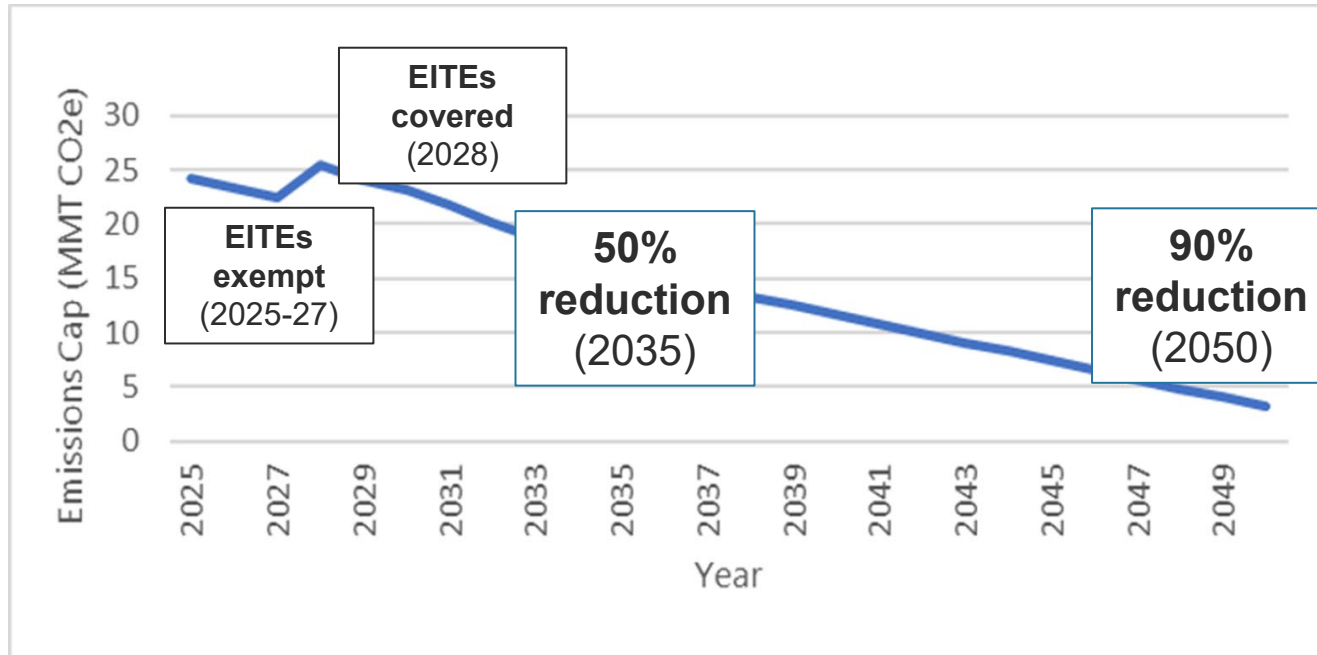
October

- Began data collection and permitting of EITEs

December

- CCI entity request for applications
- EITE rulemaking plans

How the program works



- DEQ distributes compliance instruments to regulated companies
- Total number of compliance instruments = cap each year (except for 2025)
- Unused compliance instruments can be banked or traded
- Companies must have one instrument or community climate investment credit for each ton of emissions

How the program works: EITEs

- Emissions-intensive and trade-exposed industrial facilities
- Currently identified 37 facilities

NAICS Code	Sector Definition
3364	Aerospace Product and Parts Manufacturing
3251	Basic Chemical Manufacturing
3273	Cement and Concrete Product Manufacturing
3315	Foundries
3114	Fruit and Vegetable Preserving and Specialty Food Manufacturing
3272	Glass and Glass Product Manufacturing
3311	Iron and Steel Mills and Ferroalloy Manufacturing
3274	Lime and Gypsum Product Manufacturing
3314	Nonferrous Metal (except Aluminum) Production and Processing

How the program works: EITEs

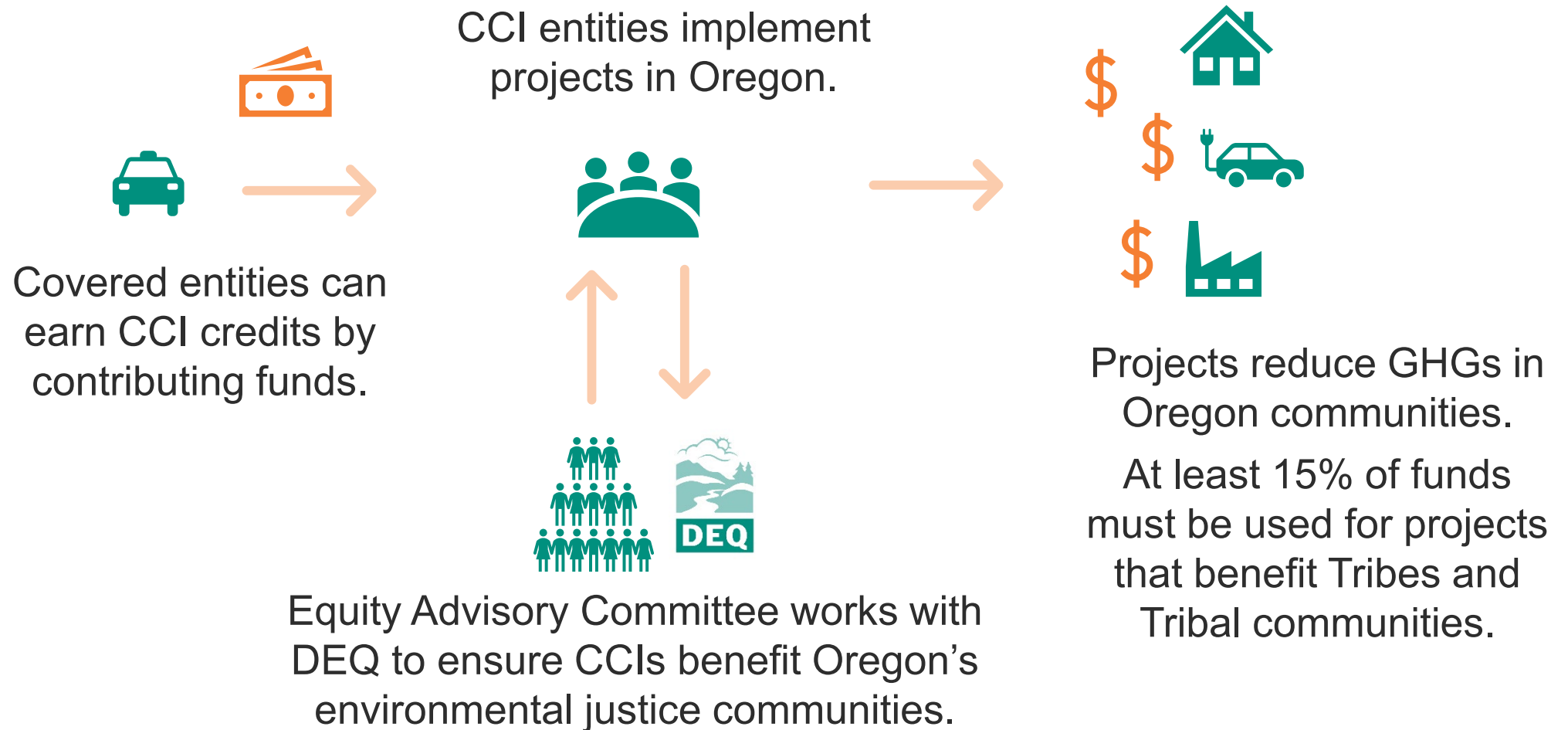
NAICS Code	Sector Definition
2123	Nonmetallic Mineral Mining and Quarrying
3329	Other Fabricated Metal Product Manufacturing
3279	Other Nonmetallic Mineral Product Manufacturing
3253	Pesticide, Fertilizer, and Other Agricultural Chemical Manufacturing
3261	Plastics Product Manufacturing
3221	Pulp, Paper, and Paperboard Mills
3211	Sawmills and Wood Preservation
3344	Semiconductor and Other Electronic Component Manufacturing
3212	Veneer, Plywood, and Engineered Wood Product Manufacturing

EITE process

- Requesting information from sources as part of standalone CPP process
- Collecting and reviewing data provided through other air quality programs
- Data will inform a rulemaking to develop carbon intensity values and reduction schedules for these facilities



Community climate investments (CCIs)



Community climate investment priorities

- **Promote** public health, environmental, and economic benefits for environmental justice communities
- **Accelerate** the transition to clean energy particularly in or near environmental justice communities
- **Reduce** other air pollutants, particularly in or near environmental justice communities
- **Reduce** greenhouse gas emissions on average at least one ton per CCI credit



What projects can be supported by these funds?

Actions that reduce greenhouse gas emissions from:

- Transportation of people or freight
- Residential buildings
- Industrial processes or facilities
- Commercial buildings



How are these funds used?

- Administering CCI funds and projects
- Project implementation
- Capacity building



Fee for CCI entity

- Approved by 2023 legislature and adopted in last year's rulemaking
- Collected from approved CCI entities twice annually
- Up to 4.5% of all contributions in that timeframe
- Supports DEQ's oversight, including auditing and regular reporting on program goals

Committee member experience

DEQ must prioritize convening an equity advisory committee that represents multiple areas of expertise, interest, or lived experience in the following areas:

- Environmental justice
- Impacts of climate change on communities in Oregon
- Impacts of air contamination on communities in Oregon; and
- GHG reductions, including in the transportation, residential, and commercial sectors, and climate change.

DEQ must also appoint at least one committee member that represents a federally recognized Tribe or Tribal interests.

Equity Advisory Committee members

Name	Organization or affiliation
Ashley Audycki	Rogue Climate
Shelley Beaulieu	Dragonfly Consulting
Charity Fain	Community Energy Project
Kyna Harris	Oregon Public Health Institute
Mark Healy	Coquille Climate Resilience Task Force
Kevin Howard	Climate Changes Everything
Jamie Pang	Oregon Just Transition Alliance
Metzin Rodriguez	Unite Oregon
Xitlali Torres	Verde
Donald Williams	From the Light Consulting

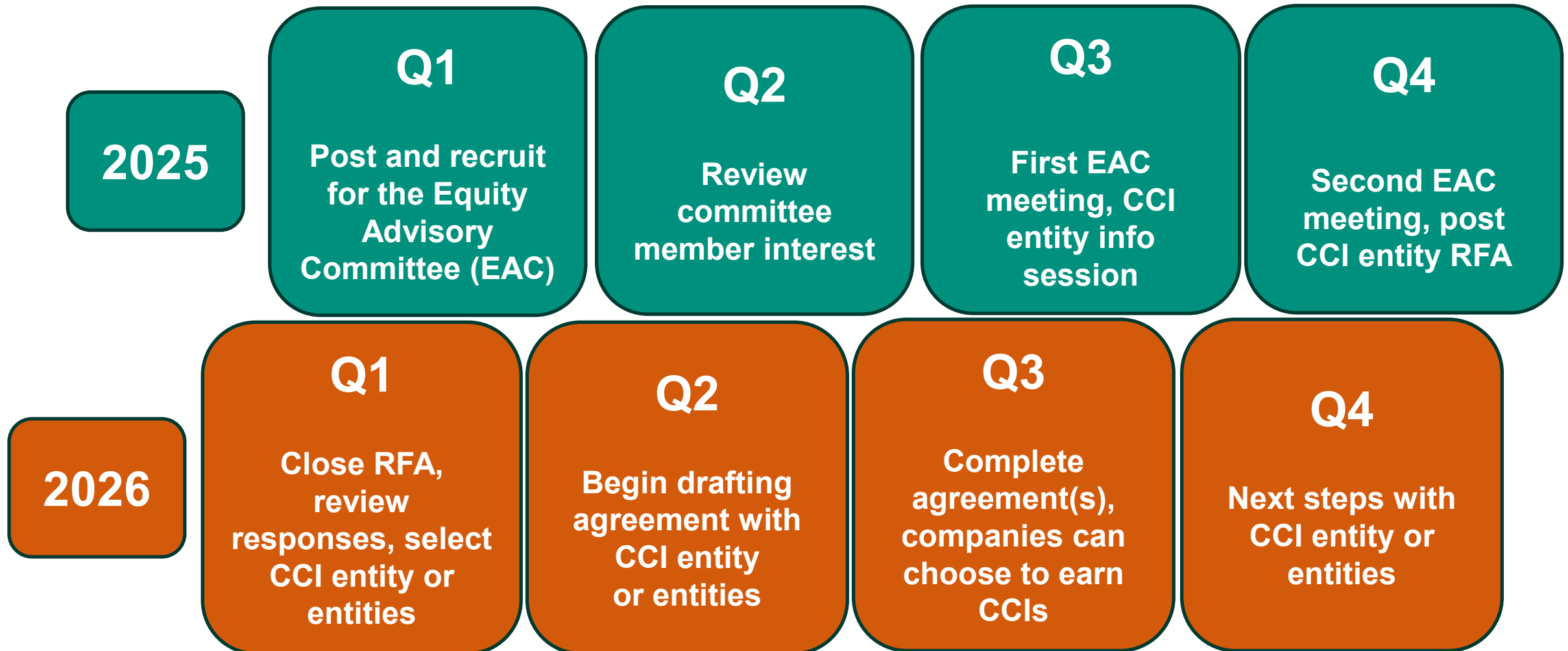


Role of the Equity Advisory Committee

To assist DEQ with:

- Review of:
 - Applications to become a CCI entity
 - Requests for DEQ approval of work plans
 - Other submittals by CCI entities that require DEQ review
- Outreach to environmental justice communities
- Future advisory committee member selection

Working implementation timeline



Application to be a CCI entity

- 501(c)(3) organization eligible to do work in Oregon
 - Subcontractors do not need to be non-profits
- Demonstrate experience, capacity, systems, and controls
- Demonstrate approach to implementing projects and calculating reductions of greenhouse gases and co-pollutants
- Demonstrate approach to engaging communities

Requirements of a CCI entity

Accepting Funds

Holding Funds

Work Plan

- Development
- Approval
- Implementation

Annual Reports

Auditing

Questions and discussion

More information:

[DEQ's community climate investments webpage](#)



Title VI and alternative formats

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