State of California Office of Administrative Law

In re:

Air Resources Board

NOTICE OF APPROVAL OF REGULATORY ACTION

Regulatory Action:

Government Code Section 11349.3

Title 17, California Code of Regulations

OAL File No. 2014-1114-07 S

Adopt sections:

Amend sections: 95802, 95830, 95833,

95852, 95852.2, 95890, 95892, 95895, 95921, 95973, 95975, 95976, 95981, 95983, 95985,

95990

Repeal sections:

This rulemaking action by the California Air Resources Board (ARB) amends the California Cap-and-Trade Program in an effort to provide additional details to clarify implementation, address stakeholder concerns regarding registration of corporate associations, clarify offset transfer price reporting, modify allocation for two entities and modify existing offset protocols. Specific areas of amendment include: Clarify how producers quantify their product data; Alter allowance allocation for two covered entities based on new information; Include a compliance obligation for imported carbon dioxide; Update the Ozone Depleting Substances Protocol, the Livestock Protocol, and the U.S. Forest Protocol for quantification methods; and Modify requirements related to compliance, corporate association disclosures, and offset transfer price reporting.

OAL approves this regulatory action pursuant to section 11349.3 of the Government Code. This regulatory action becomes effective on 1/1/2015.

Date:

12/31/2014

Peggy S. Gibson Senior Attorney

Senior Attorney

For:

DEBRA M. CORNEZ

Director

Original: Richard W. Corey

Copy: Amy Whiting

STATE OF CALIFORNIA-OFFICE OF ADMINISTRATIVE LA For use by Secretary of State only See instructions on NOTICE PUBLICATION/REG reverse) STD. 400 (REV. 01-2013) ENDORSED FILED OAL FILE NOTICE FILE NUMBER REGULATORY ACTION NUMBER EMERGENCY NUMBER IN THE OFFICE OF NUMBERS 7_2014-0718-03 .014-1114-075 For use by Office of Administrative Law (OAL) only 2014 DEC 31 PM 3: 45 REGULATIONS AGENCY WITH RULEMAKING AUTHORITY AGENCY FILE NUMBER (If any) Air Resources Board A. PUBLICATION OF NOTICE (Complete for publication in Notice Register) 1. SUBJECT OF NOTICE TITLE(S) FIRST SECTION AFFECTED 2. REQUESTED PUBLICATION DATE Cap and Trade 2014 17 95802 August 1, 2014 3. NOTICE TYPE
Notice re Proposed TELEPHONE NUMBER FAX NUMBER (Optional) 4. AGENCY CONTACT PERSON **Amy Whiting** 916.322.3928 Other 916.322.6533 Regulatory Action OAL USE ACTION ON PROPOSED NOTICE NOTICE REGISTER NUMBER PUBLICATION DATE Approved as Approved as Disapproved/ ONLY Submitted Withdrawn B. SUBMISSION OF REGULATIONS (Complete when submitting regulations) 1a. SUBJECT OF REGULATION(S) 1b. ALL PREVIOUS RELATED OAL REGULATORY ACTION NUMBER(S) Cap and Trade Regulation Amendments September 2014 2. SPECIFY CALIFORNIA CODE OF REGULATIONS TITLE(S) AND SECTION(S) (Including title 26, if toxics related) ADOPT SECTION(S) AFFECTED (List all section number(s) AMEND individually. Attach additional sheet if needed.) See Attachment TITLE(S) REPEAL 17 3. TYPE OF FILING Regular Rulemaking (Gov. Certificate of Compliance: The agency officer named Emergency Readopt (Gov. Code §11346) **Changes Without Regulatory** below certifies that this agency complied with the Code, §11346.1(h)) Effect (Cal. Code Regs., title Resubmittal of disapproved or provisions of Gov. Code §§11346.2-11347.3 either 1, §100) withdrawn nonemergency before the emergency regulation was adopted or File & Print filing (Gov. Code §§11349.3, Print Only within the time period required by statute. 11349.4) Resubmittal of disapproved or withdrawn Emergency (Gov. Code, Other (Specify) emergency filing (Gov. Code, §11346.1) §11346.1(b)) 4. ALL BEGINNING AND ENDING DATES OF AVAILABILITY OF MODIFIED REGULATIONS AND/OR MATERIAL ADDED TO THE RULEMAKING FILE (Cal. Code Regs. title 1, 544 and Gov. Code §11347.1) October 2, 2014 - October 17, 2014 5. EFFECTIVE DATE OF CHANGES (Gov. Code, §§ 11343.4, 11346.1(d); Cal. Code Regs., title 1, §100) Effective January 1, April 1, July 1, or Effective on filing with §100 Changes Without Effective other (Specify) January 1, 2015 October 1 (Gov. Code §11343.4(a)) Secretary of State Regulatory Effect 6. CHECK IF THESE REGULATIONS REQUIRE NOTICE TO, OR REVIEW, CONSULTATION, APPROVAL OR CONCURRENCE BY, ANOTHER AGENCY OR ENTITY Department of Finance (Form STD. 399) (SAM §6660) Fair Political Practices Commission State Fire Marshal Other (Specify) 7. CONTACT PERSON TELEPHONE NUMBER FAX NUMBER (Optional) E-MAIL ADDRESS (Optional) Amy J. Whiting, Regulations Coordinator 916.322.6533 916.322.3928 awhiting@arb.ca.gov For use by Office of Administrative Law (OAL) only I certify that the attached copy of the regulation(s) is a true and correct copy of the regulation(s) identified on this form, that the information specified on this form ENDORSED APPROVED is true and correct, and that I am the head of the agency taking this action, or a designee of the head of the agency, and am authorized to make this certification. DEC 3 1 2014 SIGNATURE OF AGENCY HEAD OR DESIGNEE November 14, 2014 TYPED NAME AND TITLE OF SIGNATORY Office of Administrative Law Richard W. Corey, Executive Officer

ATTACHMENT

STD. 400 NOTICE PUBLICATION/REGULATIONS SUBMISSION

B. SUBMISSION OF REGULATIONS

2. SPECIFY CALIFORNIA CODE OF REGULATIONS TITLE(S) AND SECTION(S)

TITLE(S) 17	
AMEND	95802, 95830, 95833, 95852, 95852.2, 95890, 95892, 95895, 95920, 95921, 95973, 95975, 95976, 95983, 95985, and 95990.