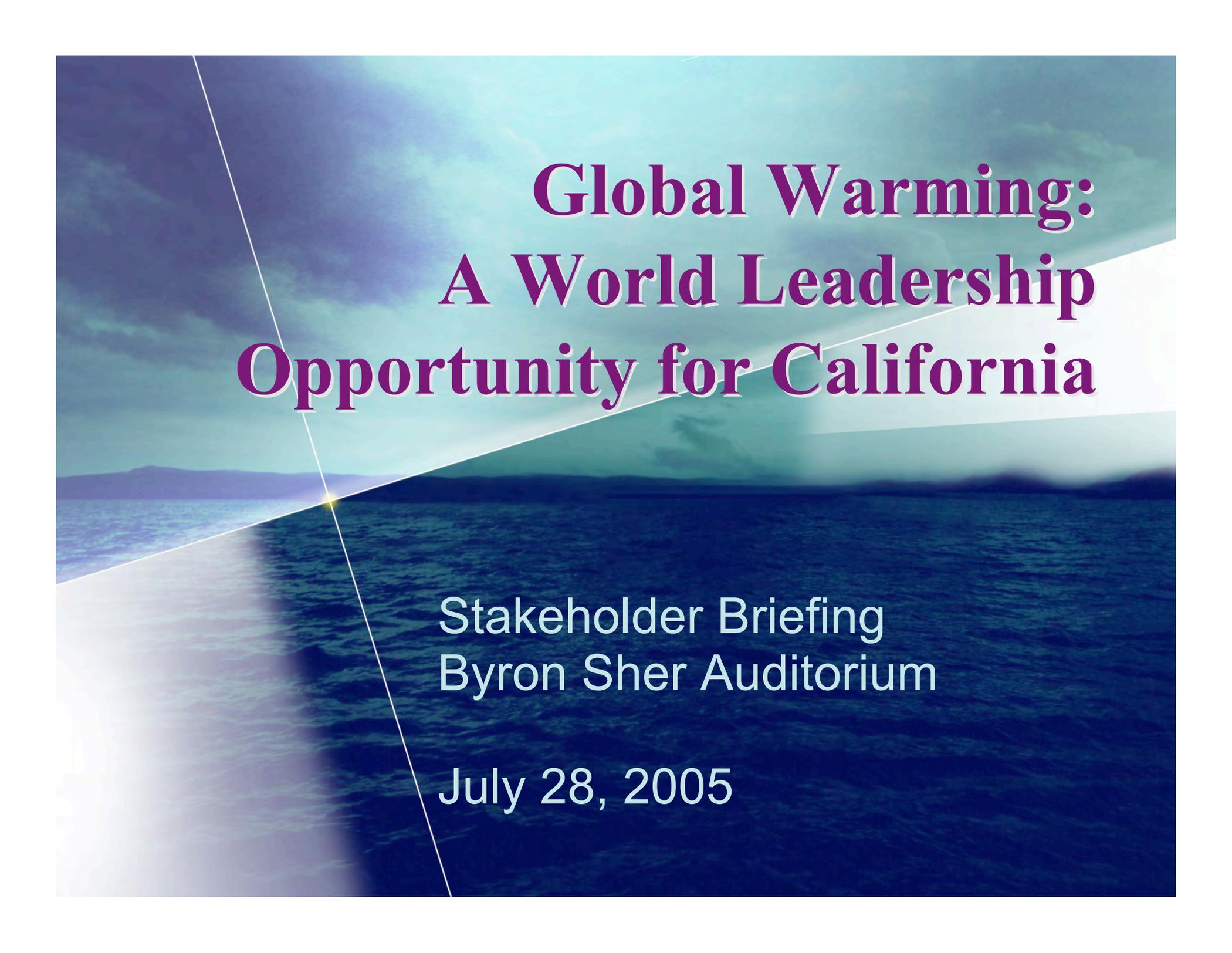


# Climate Change

**“I say the debate is over. We know the science. We see the threat. And we know the time for action is now.”**

-- Governor Schwarzenegger  
June 1, 2005  
World Environment Day





# **Global Warming: A World Leadership Opportunity for California**

Stakeholder Briefing  
Byron Sher Auditorium

July 28, 2005

# Science is Conclusive

- ❑ Human Activity is Altering Climate
- ❑ California's Top Scientists at the Forefront
  - Evaluating Worldwide Consequences
  - Evaluating State and Regional Consequences

# Probable Impacts to California

- ❑ Reduction in Snow Pack (73%-90% reduction by 2050)
- ❑ Harm to Public Health & Environment (2.2°-5.6° F incr. by 2050)
- ❑ Rising Sea Level (3"-5" by 2050)
- ❑ Threat to CA Levee System
- ❑ Degradation of Growing Conditions

# California Matters

## World's Largest GHG Emitters

	2000 Emissions (Mt CO <sub>2</sub> )	Per Capita Emissions
1. USA.....	5,661.....	19
2. China.....	2,795.....	02
3. Russia.....	1,437.....	10
4. Japan.....	1,186.....	09
5. India.....	1,073.....	01
6. Germany.....	787.....	10
7. UK.....	569.....	09
8. Canada.....	437.....	13
9. California.....	430.....	12
10. Italy.....	429.....	07
11. South Korea.....	428.....	09
12. Mexico.....	425.....	04



Sources: Oak Ridge National Lab & The Tellus Institute

# California Will:

- ❑ Lead the Nation
  - Vehicle Emissions and Energy Efficiency Standards
  - Renewable Portfolio Standard
  - California Climate Action Registry
- ❑ Establish Greenhouse Gas Reduction Targets
- ❑ Grow the ECONOMY While Cutting Carbon
  - \$5 Billion Consumer Savings Annually by 2020 (CA Vehicle regs)
- ❑ Encourage Investment in GHG Technology
  - World Market Potential, \$180 Billion Annually
  - Add 53,000 More Jobs by 2020 (CA Vehicle regs)

# Companies Profit from Taking Action



69% Reduction  
\$2 Billion Saved



65% Reduction  
\$791 Million Saved



10% Reduction  
\$650 Million Saved

**3M** Worldwide

35% Reduction  
\$200 Million Saved



25% Reduction  
\$100 Million Saved



72% Reduction



Absolute Cap

19% Reduction

17% Reduction



10% Reduction



6% Reduction



10% Reduction  
*"It's Made Us More Competitive"*



9% Reduction



5% Reduction



13% Reduction



25% Reduction



37% Reduction

# CA Companies Taking Action

- ❑ Silicon Valley Companies -- Pledged to Reduce Emissions in Santa Clara County to 20% Below 1990 levels by 2010.

Hewlett-Packard

Oracle

Calpine

Lockheed

ALZA

Life Scan

PG&E

# Executive Order Established Statewide GHG Targets

**By 2010, Reduce to 2000 Emission Levels\***

**By 2020, Reduce to 1990 Emission Levels\*\***

**By 2050, Reduce to 80% Below 1990 Levels**

\* Equals 59 Million Tons Emission Reductions, 11% Below BAU

\*\* Equals 145 Million Tons Emission Reductions, 25% Below BAU



# Other Directives in the EO

- Scenario Analysis to Evaluate Impacts on:
  - Public Health
  - Water Quality and Supply
  - Agriculture
  - Forests
  - Coastline
  - Will Include Adaptation Planning
- CalEPA to Lead a Coordinated Effort

# Climate Action Team

- Secretary Lloyd Chairs
- ARB, BT&H, CDFA, CIWMB, CEC, PUC and Resources are Represented
- The CAT will:
  - Evaluate Strategies to Meet Targets
  - Report on Scenario Analysis
  - Report to Governor and Legislature in January and Bi-annually
  - Include Cap and Trade Options in the January Report

# Process

## □ Public Workshops

- Beginning in September
- 4 Workshops, CAT and Subgroups

## □ Stakeholder Advisory Meetings

- Beginning in August
- Informal
- Targeted to Industry, NGOs, Communities and Local Government