Meeting the CLCPA

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Central Hudson Energy Policy & Regulation



Climate Leadership & Community Protection Act

CLCPA by the numbers 2025 2030 2035 2040 2050 6,000 MW 185 Trillion 70% 3,000 MW 9,000 MW 100% 85% Offshore Solar BTU Renewable Zero-Emissions Reduction Battery Reduction Storage Wind Electricity in GHG Energy Energy (Economy-wide) (Energy efficiency)

Target updated to 10 GW in 2022 Capacity at 12/22 is 3.6 GW (AC)



Since then – a sampling of new laws and Orders

Accelerated Renewable Energy Growth and Community Benefit Act (2020):

- New Permitting Processes, Major Renewable Energy Development Program
- Build Ready Program, Clean Energy Development and Incentive Program
- Transmission, State Power Grid Study, Program to Achieve CLCPA Targets, & Article VII improvements (Case 20-E-0197)

Case 20-E-0428 CH Rate Order (2021)

• Incentives, efficiency and environmentally beneficial electrification

Case 20-G-0131 Gas Planning Order (2020)

• Anticipates downsized gas system, depreciation studies, long-term gas plans

Case 22-E-0149 Implementing CLCPA (2022)

 Multiple issues, GHG inventory, utility ownership of renewables, multi-utility gas GHG reduction pathway study

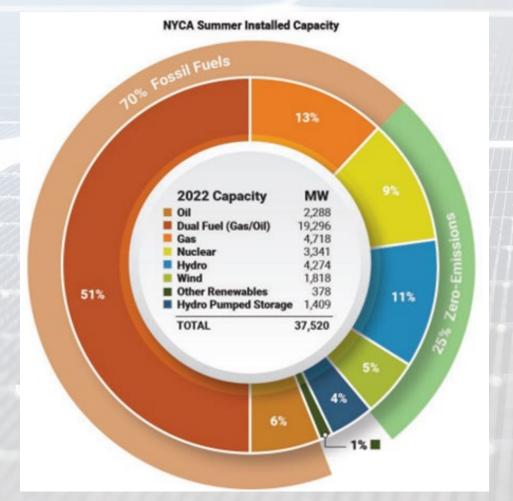
Utility Thermal Energy Networks and Jobs Act (2022)

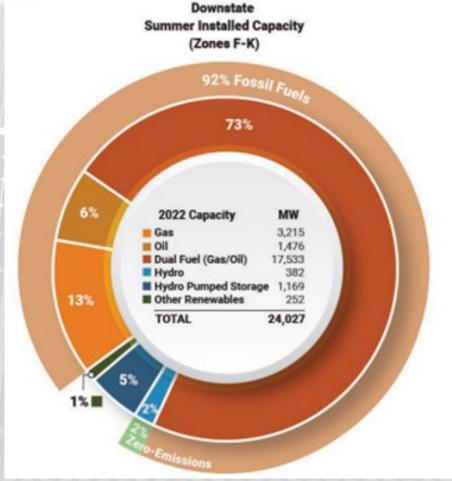
• Geothermal pilots, studying a site in Poughkeepsie



Climate Action Council Scoping Plan – Feasibility

Replacement of fossil-fired plant will be difficult







Climate Action Council Scoping Plan – Feasibility

The electrification goals are ambitious. For example,

- all new LDVs sold in NYS to be zero-emission by 2035, and all MDVs by 2045
- no gas/oil heating and water heating systems in new home construction after 2025
- by 2030, most new purchases for space and water heating should be heat pumps,
 with 1-2 million homes and 10-20% of commercial space using them by 2030
- rapid escalation of ZEV charging infrastructure, with customer-friendly rate structures
- cap-and-invest market program to tax emissions from fossil-based uses and divert those funds to R&D and subsidies



What is Central Hudson Doing?







INVESTING IN THE GRID



INTERCONNECTION IMPROVEMENTS



ENERGY EFFICIENCY PROGRAMS



HEAT PUMP & ELECTRIC VEHICLE PROGRAM



GAS GHG REDUCTIONS PATHWAY





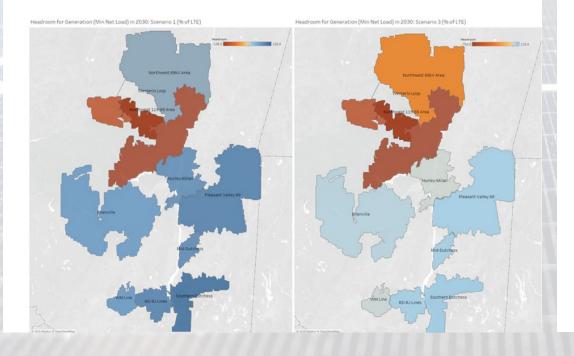
Bulk Transmission Work



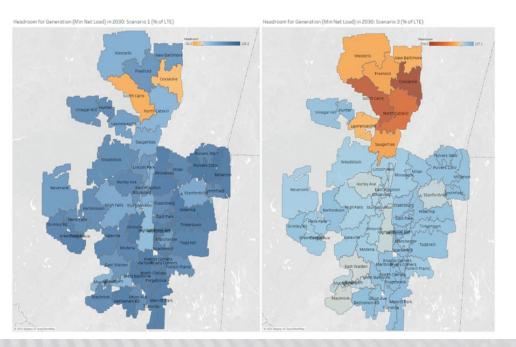


Local Transmission Work

Transmission Area Headroom



Distribution Area Headroom





Investing in the Grid

Capital Infrastructure Projects

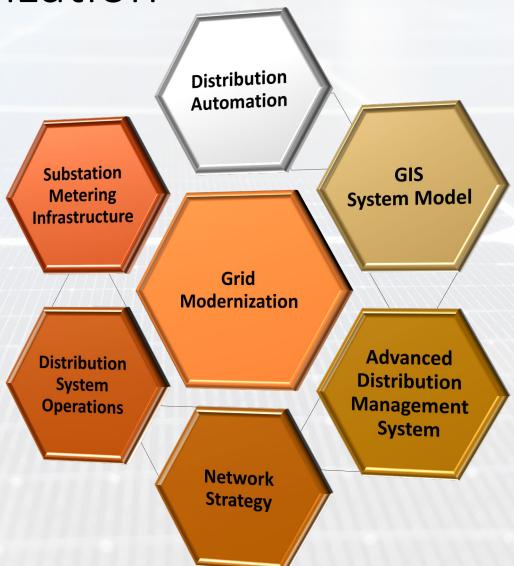
- Phase 1 Multi Value Projects that also provide headroom
 - Copper Wire Replacement
 - Operating/Infrastructure Programs
 - Grid Modernization Program
 - Voltage Conversion Projects
- Phase 2 Aimed at increasing renewable headroom
 - NC Line Rebuild approved to be completed by 2029

Enhanced Monitoring and Control

Battery Storage



Grid Modernization





Interconnection Improvements

- Interconnection delays are a hurdle
 - Applications for wind, solar, and storage have accelerated rapidly, creating delays and business challenges for developers
- Central Hudson is also affected by this
 - More Staff to process applications, perform studies, and commissioning.
 - Cost Sharing and Financing Proposals to improve development.
 - · Hosting capacity map improvements and data sharing.



Energy Efficiency Programs

- The most cost-effective way to reduce carbon and protect the environment.
- A full selection of products and programs for households and businesses.











Heat Pump and Electric Vehicles

NYS Clean Heat Program

- 13,600 Heat Pumps installed since 2020
 - ~6,000 projected units annually through from 2023-2025
 - ~\$4,000 average Clean Heat Rebate for Air Source Heat Pumps
 - ~\$9,100 average Clean Heat Rebate for Ground Source Heat Pumps
 - \$1,000 Heat Pump Water Heater Rebate
 - Added rebates for full legacy fossil fuel system displacement

EV Make Ready Program

- Currently more than 15,000 EVs in the Valley
 - ~7,500 in Central Hudson territory
- Projected to triple in the next few years
- In addition, we are part of two major highway corridors
- Public Chargers to relieve range anxiety



Gas Proceedings

PSC Orders and CAC recommendations include

- Conversion of building stock from gas/oil/propane to electric
- Ban on using fossil fuels in new residential and commercial buildings starting in 2026
- Thermal pilot to explore geothermal loops for buildings
- Change in focus on long-term planning to emphasize feasibility and pathway to wean NY of reliance on gas



Where to Find More Information

- Central Hudson Website
- Accelerated Renewable Energy Growth and Community Benefit Act at NYSERDA
- Central Hudson's 2020 DSIP filing
- Joint Utilities of New York
- Climate Action Council Website



