

Goals Committee
February 26, 2007
Meeting Results Outline

I. Intellectual Frame for KEC Goals

1. Economic
2. Environmental
3. Somewhere in the middle is the social frame - what is best for society
 - a. KEC should find that middle ground.

II. The KEC's role is to set the bar on energy issues and advise the Governor, the legislature, and the KCC on how they should take action with regards to energy policy.

- a. Adopt a long-term focus
- b. Shift the focus from political feasibility to social, environmental, and economic costs and benefits.

III. Overarching Goal: Reduce Greenhouse Gas Emissions

- a. State level effort: Reduce the net production of CO² across all sectors including point and non-point sources
- b. National level effort: Advise the Governor on using her leadership position to influence a nationwide adoption of CO² reduction policy.

IV. Possible Standards/Goals

- a. Increase GDP at a faster rate than energy use while maintaining the viability of utilities.
- b. Enhance the growth of the economy by conserving energy.
- c. Encourage the advancement of technology to reduce net emissions
- d. Promote the availability of secure, accessible, reliable power

V. Other ideas brought up in discussion

- a. Demand side management.
 1. Rate increase decreases demand in the short term
 2. Pricing changes
- b. Advise on what types of generation should be brought on line
- c. Public benefit funds
- d. Recommend that the KCC allows direct recovery of R&D expenses and encourages R&D to reduce carbon emissions with incentives for technology development
- e. Address transmission barriers

VI. The next step

- a. The staff will research this issue and produce a written review on greenhouse gas reduction strategies.
 1. Examines federal cap and trade, federal tax, federal RPS, state by state, focus on conservation, sequestration.
- b. Determine a quantifiable goal, method to measure progress, and a plan of action to reach that goal.