## **Carbon Reduction and Resilience Recommendations**

Focus Area	Specific Recommendation	Who will need to take action?	Additional Information	Source of Recommendation
Strengthen resilience and flexibility of the grid	Update the State Energy Assurance Plan to reflect 1) existing reporting requirements (fed, state, local, etc.) to reduce redundancies. 2) cybersecurity concerns and publicly available data	State agencies, Universities, Utilities		Memo
	Coordinate resilience planning with DROC (disaster recovery operations center) and require NC Emergency Management's Recovery Support Functions to address cybersecurity concerns in conjunction with energy resiliency issues.	Governor, NC Office of Recovery and Resiliency, DEQ		Other
	Develop an active energy Resilience Planning Resource to assist local governments and disadvantaged communities Use defense in depth or a layered grid approach to increase reliability and improve resilience	Universities, Governor, Local Government, State Agencies NCUC, Utilities		Memo Memo
	Develop a system that formalizes how to quantify human costs of power outages	NCUC, Universities, Governor		Memo

	Create pilots that offer DER & community energy solutions and microgrids at state facilities an critical facilities (e.g., emergency responder stations, public shelters, medical facilities)	Governor, State agencies, Utilities, NCUC, Local government		Memo
Develop pathways to further decarbonize the electric power sector	Set carbon mass cap on the electric power sector for 2030, 2040 and 2050	Legislature NCUC	Amend Chapter 62 of the N.C. General Statutes to allow NCUC to consider additional objectives such as carbon emissions reduction. Establish measurement methods and tools to track the progress.	Memo
	Require addition of carbon pricing when considering least cost resources for IRP	Legislature, NCUC	Amend Chapter 62 of the N.C. General Statutes to allow NCUC to consider additional objectives such as carbon reduction. For example, require economic costs and risks associated with climate change in least cost utility system planning.	Memo
	Increase renewable energy and energy efficiency targets in state renewable portfolio standard for 2030.	Legislature		Other

Use innovative rate design to encourage customer behavior that helps achieve clean energy goals, such as "clean peak" generation and storage deployment	Legislature, NCUC	Can offer reduced dependence on gas combustion turbines (CTs) for peaking and encourage solar/storage pairing	Memo
Evaluate benefits and disadvantages of establishing an instate carbon (GHG) emissions trading program or NC joining a regional carbon (GHG) emissions trading program	Governor, Legislature Environmental Management Commission, DEQ		Memo
Incorporate GHG scoring for state funded projects (e.g. State Transportation Improvement Program, Clean Water State Revolving Fund, Drinking Water State Revolving Fund)	Governor, Legislature, state agencies, local government	<ol> <li>Add GHG impact to project scoring formulas</li> <li>State should ask for guidance on the scoring formula from cities with carbon goals or policies</li> </ol>	Cities Initiative
Develop implementation pathways for policy measures identified in a study currently underway that will determine the extent and location of available biogas/biomethane resources in the state and the percentage of NC's GHG reductions that can be met with biomethane	Duke University, RTI, East Carolina University	RTI, International is leading an analysis between Itself, Duke University and East Carolina University to measure available biomethane and the probabilities, based on technical and economic factors, for its development. The analysis will include determining the climate, environmental, societal, and oconomic offects of the use	

			of biogas and will recommend policy measures to accelerate biomethane development, and the best uses for the gas (ie, transportation fuel, RNG/pipeline, on-site energy generation).	
	Facilitate renewable natural gas (RNG) transport to end users and buyers to accelerate development / accelerate GHG reductions from in-state biomethane sources	NCUC, Local Distribution Companies, Dept. of Transportation, Commerce, and Agriculture		
	Create technical support services for biomethane development, particularly for suppliers who own the waste but are not engaged in biomethane production for their primary income.	Governor, DOT, Dept. of Transportation, Commerce, and Agriculture		
Create strategies for electrification in transportation and consumer energy use sectors	Conduct an analysis of the costs and benefits of using electrification to reduce energy burden and GHG emissions in consumer end-use sectors in NC, such as in homes, buildings, transportation and agriculture sectors	DEQ, DOT, DOC, Universities,		

		1	
Develop rate structures that help make charging EVs economic and encourage off- peak charging of vehicles (e.g. time of use pricing)	NCUC, Governor, Legislature	Rate design can make it economically viable to install charging in locations like multi-family dwellings, workplaces, and other public places. It can also help EV drivers save money as well as reduce overall power system costs and emissions	Other
Amend building codes and	Governor, NC	For example, new multi-	
standards to support EV	Building Code	family and single family	
adoption	Louislature	homes could be required to	
 Increase the use of EVs in public	Public transit		
transportation and evaluate	districts, local		
options for transitioning public	governments,		
transit, public and private fleet	private fleet		
transportation, and other	managers,		
modes of transport to higher utilization of EVs.	utilities		
Increase electric transportation	Utilities, NCUC,		
access for low-income consumers.	Legislature		
Adopt EV bulk purchasing	DOA, DOC, Local	Bring together local	
programs to address EV	government	governments, nonprofits,	
adoption obstacles		electric utilities, auto	
		manufacturers to boost FV	
		sales through a combination	
		of community engagement	
		and EV purchasing incentives.	

Adopt procurement policies for all state agencies to purchase a certain number of EVs based on operational and economically feasible options for the agency. Encourage public and private entities to promote EV adoption by offering EV charging infrastructure at the workplace.	Governor's office, DOA Local and state government, private businesses	Private business owners can offer EV charging at workplaces, the state government could incentivize infrastructure at private locations, or the utilities can help by adopting rate design that encourages this, or they can offer incentives to get	
		infrastructure installed.	