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MESSAGE FROM THE PREMIER



There's nothing more important than taking care of the place we call home.

No matter where you live, no matter your age or background, you want a good life and a secure future in the community you've chosen to live and work in. For today, and for your kids and grandkids tomorrow.

That's why we are bringing forward our CleanBC plan.

It's a plan about climate and science, actions and targets. But ultimately, CleanBC is about putting our province on the path to a cleaner, better future – with a low-carbon economy that creates opportunities for all while protecting our clean air, land and water.

The roots and inspiration for this plan are many. It acknowledges the accomplishments of Premier Gordon Campbell's government a decade ago in making B.C. a leader in reducing greenhouse gas emissions. It reflects the global commitment established three years ago in Paris to save our planet's future by acting on climate change now. But ultimately, CleanBC is inspired by the aspirations of the people of British Columbia, who work hard every day to help build our province and who ask for nothing more than a secure, sustainable future.

CleanBC directly addresses the challenges before us.

It holds that by working together, we can meet the increasing demand for an economy that is productive and forward-looking, while reducing pollution and protecting our climate. With the right path forward, business, industry, Indigenous peoples, workers and communities can come together to unlock B.C.'s full economic potential in a world that's beginning to embrace urgent climate action and eager for low-carbon products, services, and energy inputs.

It argues that transitioning to a low-polluting economy will deliver more and higher-value jobs for British Columbians in resource industries, the service economy, and in emerging and growing sectors. By positioning B.C. as a low-carbon leader, we will attract increased and new investment from around the globe – opening the door to more opportunities for people and companies, large and small, throughout our province.

Finally, CleanBC embraces all that makes British Columbia special – the nature, the people, the spirit of community – and demands we do more to protect it from the dangers posed by climate change. The unprecedented droughts, wildfires and floods we've seen in recent years must serve as notice. Our obligation to this province must be to improve how we live, work and commute – moving forward on a path that makes clean, renewable energy and pollution reduction the norm.

CleanBC is an outcome of the contribution of many, in particular the Climate Solutions and Clean Growth Advisory Council, convened by Minister George Heyman to provide strategic advice to government on climate action and low-carbon economic growth. I'm proud also that we have developed this plan in concert with our partners in the B.C. Green Caucus, who work tirelessly to bring forward the voices of so many British Columbians who care deeply about our province's future.

This plan is now public. Let the dialogue and solutions begin. And let's work together to build a better B.C. for everyone.

Honourable John Horgan Premier of British Columbia



Climate change will challenge our economy, environment, and communities. Yet, in every challenge lies opportunity. CleanBC offers a pathway that will enable our province to seize opportunities for innovation and growth.

By coming together to enact this plan, we are charting a path that will advance a high quality of life for British Columbians well into the future. The work is just beginning, but for the first time in many years it is looking promising.

Dr. Andrew Weaver Leader, B.C. Green Caucus; MLA – Oak Bay-Gordon Head



The CleanBC plan sets our province on a cleaner path over the next decade and beyond, reducing climate pollution and making cleaner solutions more convenient, available and affordable for British Columbians.

Within a global commitment to address climate change, B.C. must do its part by changing how we power our province, manage our waste, and protect our air, land and water. The change we need to make is already underway, as we move towards a cleaner, healthier and more sustainable future for ourselves and our children.

Honourable George Heyman Minister of Environment and Climate Change Strategy



B.C. is a leader in generating clean, renewable energy. With CleanBC, we will use our abundant carbon-free electricity to power our province's future.

Working together, we can create a future defined by cleaner energy, reduced pollution, and new opportunities and jobs for all British Columbians.

Honourable Michelle MungallMinister of Energy, Mines and Petroleum Resources



British Columbia will be a leading global destination for industry planning to drive low-carbon economic growth and opportunities.

Putting British Columbia on the world stage as a leader in clean energy, products and services will open doors to new investment in established companies and start-ups alike: delivering more goodpaying jobs for British Columbians.

Honourable Bruce Ralston Minister of Jobs, Trade and Technology



EXECUTIVE SUMMARY

CleanBC is a pathway to a more prosperous, balanced, and sustainable future. Over the next decade and beyond, we must grow the use of clean and renewable energy in how we get around, heat our homes, and fuel our industry – making things better and more affordable for people. Our work is already underway, and we are making the most of it to benefit people and communities everywhere – from rural and remote B.C. to Indigenous communities and our growing urban centres.

Along with our actions to reduce greenhouse gas (GHG) emissions, CleanBC provides an effective blueprint to build our economy. Rising to meet the global challenge of climate change is an opportunity for British Columbia to mobilize our skilled workers, natural resources, and booming technology sector to reduce climate pollution and create good jobs and economic opportunities across B.C. The same innovations that reduce our emissions and improve our quality of life can drive economic growth and help businesses succeed in the global market for clean energy, technologies, products and expertise.

CleanBC describes how, together, we can make things more efficient, use less energy and waste less, while making sure that the energy we use is the cleanest possible and to the greatest extent possible made-in-B.C.

Our strategy reduces GHG emissions by shifting away from fossil fuels and towards clean and renewable energy. We first focus on some of the sectors that most affect our daily lives:

- For transportation with cleaner fuels, cleaner vehicles and more support for measures that get people out of their cars
- For the buildings where we live and work raising our standards for new construction and encouraging energy-saving improvements in existing homes and workplaces
- By reducing emissions from organic waste and diverting it from landfills
- By reducing emissions from industry with targeted incentives
- By working with employers, Indigenous communities, labour groups and others to make sure people throughout B.C. can get the skills they need for the jobs of the future

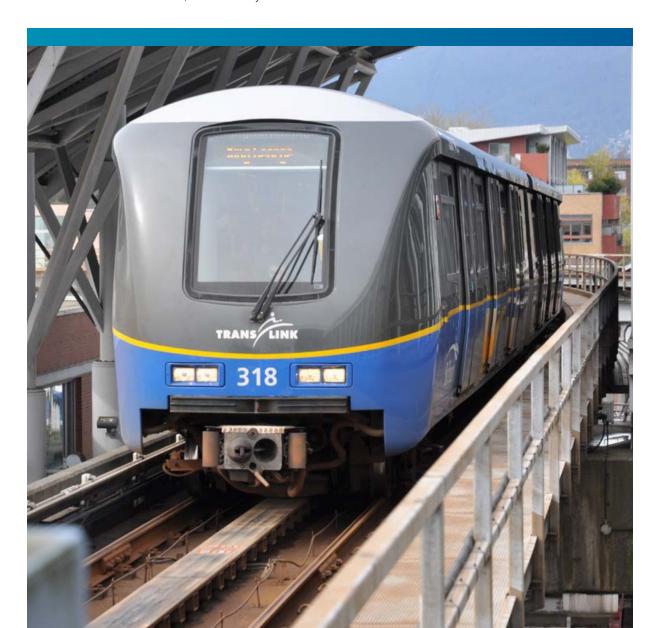
Making these changes cannot leave anyone behind. Switching to cleaner energy needs to be affordable for people across B.C. That's why we are helping with the upfront costs that come with home improvements, using cleaner energy, and zero-emission vehicles – giving people more affordable choices to save energy over the long run.

The full scope of actions envisioned in CleanBC – on the part of citizens, industry and business, and local and provincial government – will accomplish our 2030 GHG reduction goals. This plan describes specific reductions from the first set of actions totaling more than 75 per cent. Over the next 18 to 24 months

we will identify additional reductions across more sectors of our economy with the strong potential to exceed the remaining 25 per cent of our 2030 goals. These include:

- cleaner public transportation,
- cleaner and more efficient technology,
- the introduction of new clean energy options,
- reducing and making better use of waste,
- significantly increasing industrial electrification,
- reducing emissions from forestry, land use and agriculture, and
- improving community design and services.

As each new initiative is developed we will put it into action, so we are not waiting to get good ideas underway. We want to hear from the public and will be seeking input in the next year on initiatives that get us to our climate goals. Together, in collaboration with Indigenous peoples, we will work to build more resilient communities, where everyone benefits from a cleaner future.



What's in this plan:

- Our goal is to make every new building constructed in B.C. "net-zero energy ready" by 2032. Along the way we're requiring new buildings to be more efficient, and ramping up funding for renovations and energy retrofits to our existing homes and offices, including \$400 million to support retrofits and upgrades for B.C.'s stock of publicly funded housing.
- We're speeding up the switch to cleaner fuels at the gas pump with further reductions to the carbon intensity of our transportation fuels.
- Just over 20 years from now, every new car sold in B.C. will be a zero-emission vehicle. We are helping people to afford cleaner cars and save money on fuel with incentive programs, and making it easier to charge or fuel them.
- We're giving people the skills they need, making sure that British Columbians can lead the clean transition.
- We're reducing residential and industrial organic waste and turning it into a clean resource.
- We're helping industry lower their emissions and reduce their pollution.

These initiatives won't just protect our environment and clean our air – they will help create new economic opportunities for people and spur innovation to grow our world–leading technology and clean energy sectors.

Together, we can rise to the challenge of global climate change and build a better life for people in this province.



KEY ACTIONS

Cleaner Transportation

Bring down the price of clean vehicles	Just over 20 years from now, every new car will be a zero-emission vehicle (ZEV) with phased-in increases to the ZEV standard	1.3
	Help people to afford cleaner cars and save money on gasoline bills with ZEV incentives	0.3
	Make it easier to charge or fuel a ZEV	
Speed up the switch to cleaner fuels	Make our fuel cleaner by increasing the low carbon fuel standard to 20% by 2030 and increasing the production of renewable transportation fuels	4.0
	Make vehicles run cleaner by increasing tailpipe emissions standards for vehicles sold after 2025	0.4
	GHG Mt reduced by 2020	6.0

Improve where we live and work

Better buildings	Make every building more efficient by improving the Building Code and increasing efficiency standards	
Support for better buildings	Incentives to make homes more energy-efficient and heat pumps more affordable	0.5
	Upgrade public housing to make it more comfortable and energy- efficient	
	Make residential natural gas consumption cleaner by putting in place a minimum requirement of 15% to come from renewable gas	1.5
Support for communities	Help remote communities reduce dependence on diesel and support public infrastructure efficiency upgrades and fuel switching to biofuels with the CleanBC communities fund	



Cleaner Industry

Ramp up the CleanBC program for industry	Direct a portion of B.C.'s carbon tax paid by industry into incentives for cleaner operations	2.5
Improve air quality by cutting air pollution	Clean up air pollution in the lower mainland with a pilot project to test options to switch 1,700 freight trucks to cleaner or zero-emission fuel	
Reduce methane emissions from natural gas development	Reduce methane emissions from upstream oil and gas operations by 45%	0.9
Industrial electrification	Provide clean electricity to planned natural gas production in the Peace region	2.2
	Increase access to clean electricity for large operations with new transmission lines and interconnectivity to existing lines	1.3
Carbon capture and storage	Ensure a regulatory framework for safe and effective underground CO_2 storage and direct air capture	0.6
Cleaner fuels for industry	Make industrial natural gas consumption cleaner with a minimum 15% to come from renewable gas	0.9
	GHG Mt reduced by 2030	8.4

Reduce emissions from waste

	GHG Mt reduced by 2030	0.7
	Waste less and make better use of it across all sectors of our economy, like forestry, agriculture, and residential areas, including renewing the B.C. Bioenergy Strategy and building out the bioenergy and biofuels cluster	
Reduce waste and turn it into a clean resource	Help communities to achieve 95% organic waste diversion for agricultural, industrial, and municipal waste – including systems in place to capture 75% of landfill gas	0.7

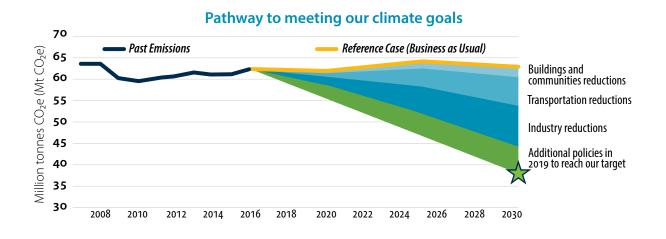
Continue the successful carbon pricing framework, with rebates for low and middle income British Columbians and support for clean investments

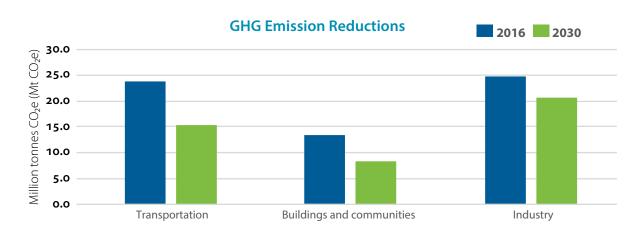
1.8

TOTAL GHG Mt reduced by 2030 18.9

The legislated target for 2030 is a reduction of 25.4 Mt GHG from a 2007 baseline

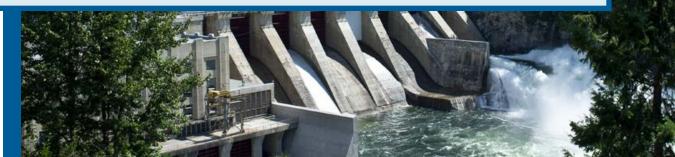
^{*} Policy line items represent individual reduction potential estimates. Subtotals and totals are derived from combined modeling and may be lower than the sum of policies because of policy interactions (two policies contribute to the same reduction)





ELECTRIFICATION: BY THE NUMBERS

We need to use more clean B.C. energy to meet our climate targets. This means reducing fossil-fuel consumption, increasing new biofuel consumption, and shifting to using more clean B.C. electricity. Specifically, by 2030, the policies in this strategy will require an additional 4,000 gigawatt-hours of electricity over and above currently projected demand growth to electrify key segments of our economy. This is equivalent to increasing BC Hydro's current system-wide capacity by about 8 per cent, or about the demand of the City of Vancouver. We can meet this increased electricity use with existing and planned projects that harness B.C.'s vast wealth of clean, renewable power. Meeting our targets beyond 2030 will require substantial additional volumes of new clean electricity to further electrify transportation, industry, and buildings. In 2019, BC Hydro will undertake a transformational review that addresses changing energy markets, new utility models and emerging technologies to deliver on CleanBC's longer-term electrification goals.



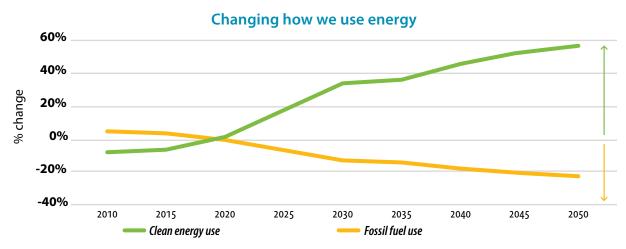
1 INTRODUCTION: POWERING OUR FUTURE

Our CleanBC plan protects what we care about and invests in steps that will make life more affordable, healthier and more comfortable, while creating a stronger economy and good jobs for the people of this province.

From fossil fuels to clean energy

Our lives and our economy are growing more and more reliant on energy. Thanks largely to the legacy of BC Hydro, we are already a clean-energy powerhouse. Almost all the electricity we produce is from clean and renewable resources. But when it comes to the energy we consume in our buildings, cars and industrial operations – nearly three quarters of the energy used across our economy still comes from fossil fuels.

To meet our goals we must increase our use of cleaner energy, especially electricity, in our lives and in key sectors of our economy – shifting away from our reliance on fossil fuels for transportation, industry, and housing. Together, we can make these sectors more efficient, so we use less energy and waste less, and make sure the energy we do use is the cleanest possible. People will benefit with more comfortable buildings, cleaner air, and more transportation options.



We're working towards a future where clean energy powers our homes, businesses and vehicles; where we use energy more efficiently; where more and more people have the skills and jobs of the future; where our natural resource industries have the smallest possible environmental footprint; where we work in full partnership with Indigenous peoples; where we use our position as a clean energy leader to grow our innovative technology sector; where we export our expertise and products to make a difference in the lives of hundreds of millions; and where we all enjoy cleaner air and a healthier natural environment.

Focusing on affordability

The move to more clean energy must be fair and affordable. We are focused on lowering energy use and making it easier to heat and power our buildings – and helping with those upfront costs. As we bring more and more zero-emission vehicles onto the market, we will expand incentives to make them more



CLEANBC: RENEWING OUR COMMITMENT TO CLIMATE ACTION

- **2008:** B.C. gets a head start on climate action, introducing North America's first comprehensive price on carbon along with a wide-ranging climate action plan supported by legislated GHG reduction targets; the Province, UBCM, and local governments sign the BC Climate Action Charter that commits them to take action on climate change.
- **2009:** B.C. introduces Renewable and Low Carbon Fuel Requirements to spur the supply of cleaner fuels.
- **2010:** The *B.C. Clean Energy Act* requires at least 93 per cent of our electricity to be generated from clean or renewable sources (BC Hydro has since achieved 98 per cent); all B.C. public-sector organizations achieve carbon neutrality.
- **2011:** The Province launches the Clean Energy Vehicle (CEV) program; the First Nations Clean Energy Business Fund is also launched.
- **2012:** B.C. meets its first interim target, reducing province-wide GHG emissions to six per cent below 2007 levels (though emissions began to rise again in later years).
- **2015:** B.C. has seen decoupling of GHG emissions from economic and population growth. Between 2007 and 2015, our net greenhouse gas emissions declined by 4.7 per cent; at the same time, our GDP grew by 16 per cent proving that climate solutions and clean growth can go hand in hand.
- **2016:** B.C. and its partners in the Pacific Coast Collaborative Washington, Oregon and California sign the Pacific Coast Climate Leadership Action Plan.
- **2017:** The BC Energy Step Code is introduced, providing a voluntary path to achieving net-zero energy ready buildings; the BC Indigenous Clean Energy Initiative is launched.
- 2018: B.C.'s price on carbon is increased for the first time since 2012 to \$35 per tonne, and set to increase by \$5 per tonne per year until it reaches \$50 per tonne in 2021; new revenues from B.C.'s carbon tax are dedicated to supporting measures that drive down GHG emissions and make life more affordable for British Columbians; new climate targets are legislated under the *Climate Change Accountability Act*; the Climate Solutions and Clean Growth Advisory Council is established to provide strategy advice on climate action and clean economic growth; the Province works with people to develop CleanBC, a long term strategy to meet our climate targets while building a stronger, more sustainable economy.

British Columbia has more than a decade of experience in driving down greenhouse gas emissions. During that time, we've seen our economy grow even as emissions have declined. We've expanded the climate action tax credit for low-income British Columbians. We've spurred the growth of a cutting-edge technology sector, renewed commitment from business and industry to building a cleaner B.C. brand, and further developed our clean B.C. energy resources, from electricity to biofuels to hydrogen fuel cells. These are strengths we can build on.

affordable while also expanding public transit. These should be accessible to people across this province. Our targeted incentives will be in place to help people make the switch to cleaner choices until these options become more common and more affordable.

Growing the economy as we build a cleaner future

Doing our part to address climate change means finding cleaner, more efficient solutions that will help us build and broaden our economy. We are well positioned to seize the opportunities emerging as people look for new solutions to the challenges of climate change, which in turn will provide good jobs for the people of B.C. The global market for clean energy, technologies, products and services is valued in the trillions of dollars and we have a head start on meeting that demand.

Reaching our targets and building resilient communities

There's more to do, especially when it comes to community development and infrastructure, public transportation, industrial waste, generating yet more clean energy, and working with B.C.'s Indigenous communities. Further action in these key areas over the next eighteen to twenty-four months will get us closer to our climate goals – while providing an unprecedented economic opportunity for our people, innovators and businesses. We will analyze these opportunities to determine where the strongest job growth is likely to be, and work with employers, labour groups, post-secondary institutions and Indigenous communities to identify the skills and training needed to meet this demand.

We also must prepare for, and adapt to, the unavoidable effects of climate change already impacting our province. Across B.C., average temperatures are increasing and extreme weather is becoming more frequent, with communities devastated by floods and forest fires. Managing these risks – and recognizing that they will have a range of impacts on British Columbians and the communities we live in – is essential to protecting our health and well-being and ensuring our communities and economy continue to thrive.

Working towards reconciliation

We will work in collaboration with Indigenous peoples to seize new clean economy opportunities and help communities adapt to the impacts of climate change. This will include collaboration on a climate change adaptation strategy to be developed for 2020. This collaboration and partnership will be based on reconciliation, respect and the shared goal of a better future for everyone in B.C. CleanBC initiatives must reflect government's commitment and obligation to support the implementation of the United Nations Declaration on the Rights of Indigenous Peoples and the Calls to Action of the Truth and Reconciliation Commission.

Public engagement

We heard from British Columbians in 2018 (https://engage.gov.bc.ca/cleangrowthfuture/) and we'll continue to listen as we explore solutions. A new round of engagement will begin in 2019 to inform the next steps of CleanBC, including collaboration with Indigenous peoples. This approach will allow us to update and expand the strategy.

Working together, we can make these changes and reap huge benefits for people across this province. We will continue to collaborate with the federal government. We will build stronger relationships with Indigenous communities. We will work with local governments, businesses, and British Columbians from a range of backgrounds. And we will continue to receive advice from the Climate Solutions and Clean Growth Advisory Council.

MOUNTAIN ADVENTURER GOES ELECTRIC

As one of Canada's leading ski mountaineers, Revelstoke's Greg Hill has travelled the globe. "I realized all that travel was destroying the thing I love most," he says. So he set out to inspire others by completing 100 mountain summits using an electric vehicle.

Greg bought a Chevrolet Volt with help from the \$5,000 rebate offered under B.C.'s CEVforBC Program. He has already driven it 50,000km.



2 A CLEAR PATH TO A CLEANER B.C.

This document you're reading now is a pathway to a cleaner future for B.C. It sets out the first part of a long-term strategy for key sectors of our economy – from transportation to industrial processes to our built environment – to use less carbon-intensive energy. The Province has committed to fully funding initiatives that get us to our 2030 climate goals, recognizing that the strategy will be continually updated and expanded as new opportunities arise.

Our work is guided by three goals:

- Protect B.C.'s unique environment to guarantee clean air, land and water for future generations
- Leverage our actions on behalf of the environment to build a stronger, more diverse and more sustainable economy in every part of the province
- Provide the supports people need to make sure that everyone can benefit as we move to a cleaner, healthier B.C.

We're laying out a clear path to meeting our climate action targets by 2030. We're moving forward with a range of new and ambitious actions focusing on transportation, buildings and the CleanBC program for industry. These were developed through public consultations with the people of British Columbia and are targeted to deliver the greatest GHG reductions at the lowest cost while generating jobs and opportunities.

Together, the actions outlined in this document will get us 75 per cent of the way to our 2030 GHG target. Further actions will deliver a plan for the remaining 25 per cent of reductions. Additional engagement will begin in 2019 to ensure that future actions reflect the diverse needs and priorities of British Columbians.

Indigenous peoples will play a significant role in this next chapter. In the past, programs that support sustainable communities and more efficient choices haven't always been available to Indigenous communities – that won't be the case with CleanBC. We recognize the value of Indigenous knowledge. Through the actions we take together in our strategy we will ensure that the values and aspirations of Indigenous peoples are included in the future we are building together.

Going forward, we will continue to engage and collaborate with our partners and consult with the public on how we address our climate goals beyond 2030, to meet our targets for 2040 and 2050.

What this could look like in 2030

Here are some of the things that could be different because of the actions we're taking.



Cleaner transportation and better air quality

- Almost 500,000 new light duty zero-emission vehicles (ZEVs) and 140,000 plug-in hybrids on the road.
- 15% of the passenger vehicles could be all-electric, 4% plug-in hybrid, and 33% hybrids. That means less than half (48%) would be conventional gaspowered vehicles.
- Over 40% of diesel and 10% of gasoline comes from biofuels.



Healthier, more energy-efficient buildings

- 160,000 new residential heat pumps for space heating instead of natural gas furnaces – a 60% increase covering 600,000 m² or more floor space each year from 2019 -2030.
- 53 million m² of commercial floor space heated by heat pumps, that's fifteen times as much as today.
- For heating water 150,000 new residential heat pumps in place of natural gas appliances.



Cleaner industry that cuts pollution

- 60 large industrial operations using heat pumps instead of natural gas.
- Over 55% of natural gas compressors in the oil and gas sector are electric.
- Emissions from 580,000 tonnes of CO₂e are prevented because of innovative technology like carbon capture and storage.



2.1 Getting Around

Whether it's getting the kids to school or getting goods to market, transportation is part of daily life. In B.C. we've done a lot to make it cleaner, from investing in transit and regulating cleaner fuels to providing incentives for zero-emission vehicles.

People are making cleaner choices, and those choices are making a difference: between 2007 and 2016, we lowered our per-person fossil fuel consumption by 10 per cent. That's progress we can build on.

To meet our targets, we must decouple the effects of population and economic growth from emissions growth, while delivering real emission reductions relative to our 2007 base year. Between 2007 and 2016, our economy grew by 19 per cent and our population by 11 per cent. As a result, emissions from the transportation sector rose, with the largest increase – 14.6 per cent – in emissions from regular passenger vehicles. Heavy-duty transport emissions rose by 7.7 per cent. We need to accelerate our move to less polluting and lower-carbon transportation.

With this strategy, we're moving to a future where new vehicles produce no emissions at all – starting with the following actions. Lowering our fuel consumption means lowering fuel costs, which is good for families and businesses. Along the way, the build out of new cleaner transportation technology and infrastructure will stimulate new economic opportunities and development in communities throughout B.C.

2.1.1 More Zero-Emission Vehicles (ZEVs) on the way

7FV standard

Ensuring an ever-greater portion of our personal and commercial vehicle fleet is powered by clean B.C. electricity, hydrogen and renewable fuels is one of the most important steps we can take to reduce our carbon footprint.

Just over 20 years from now, all new light-duty cars and trucks sold in British Columbia will run on clean electricity from batteries or hydrogen fuel cells. Between now and then many of us will be driving plug-in electric hybrids with internal combustion engines as a back-up to ensure we can get where we're going in remote areas. By 2030 or earlier, we expect the price of ZEVs to be about the same as for conventional vehicles – and we can drive the price even lower by drawing more supply to our province.

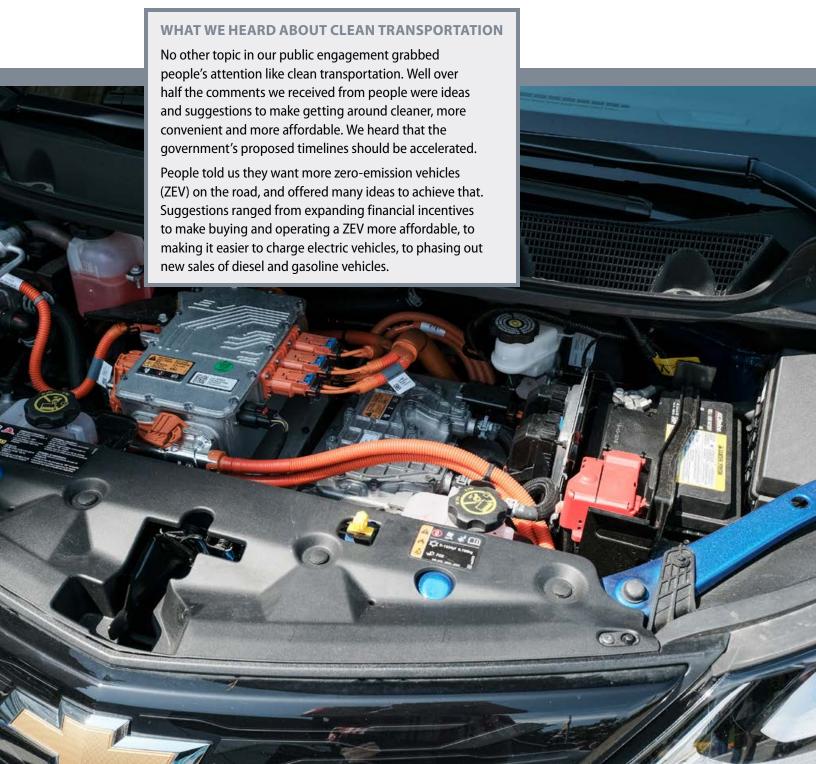
CleanBC puts B.C. on a path for all new light-duty car and truck sales to be Zero-Emission Vehicles (ZEVs) by the year 2040.

By 2020, we will put in place a ZEV standard to make sure British Columbians have access to the numbers and types of zero-emission vehicles they want. The standard will require automakers to meet an escalating annual percentage of new light-duty ZEV sales, reaching:

- 10 per cent in 2025
- 30 per cent in 2030 and
- 100 per cent by 2040.

Bringing in the standard over time will allow automakers to offer a greater diversity of models and vehicle types that can meet the needs of drivers throughout B.C.

This ZEV standard is a market transformation tool, helping to ensure that cleaner vehicles are as widely available and competitively priced as possible. It will also support the growth of B.C.'s broader clean energy vehicle (CEV) sector, which includes 198 companies and 3,850 employees. This number will continue to rise as we expand the clean energy vehicle automotive curriculum across the province, as well as support electricians to upgrade their skills to support ZEV infrastructure. The CEV sector contributes approximately \$700 million a year in direct economic activity to the province.



Expanding clean vehicle infrastructure

As part of the move to ZEVs, we're making new investments in home and workplace charging, public charging stations and hydrogen fueling stations, so that British Columbians can charge-up in the convenience of their own home or workplace, and anyone can travel throughout the province in their ZEV. The private sector has a big role to play in this new clean energy infrastructure development, and the Province will be addressing barriers to investment in commercial charging, and hydrogen fueling, further expanding consumer choice and confidence for drivers.

We're also exploring ways to help make sure that people in multi-unit housing can charge their cars at home. This will be explored further as we implement CleanBC.



Making the transition towards ZEVs more affordable

Zero-emission vehicles use cleaner energy, improve air quality, and cost dramatically less over time to fuel and operate. But they come with an upfront cost that can be out of reach for many families. Over time,

ZEV owners save on fuel costs – saving approximately \$1,500 every year for the average B.C. driver. And because electric vehicles have fewer moving parts, they typically require less maintenance.

as more makes and models come onto the market, there will be greater choice for consumers and costs will come down. In the meantime, we are committed to helping families make the switch.

Since 2011 the Province has provided incentives to encourage clean vehicle deployment and technology innovation within British Columbia. Under the CEVforBC program, qualifying British Columbians can get up to \$6,000 off the cost of a new clean energy vehicle. Since its inception, the program has helped about 12,000 B.C. residents and businesses.

CleanBC will keep the momentum going by expanding and redesigning the program to offer a new range of incentives for:

- vehicles,
- infrastructure, such as charging stations,
- commercial fleets, and
- public education.

Expanding the program will support the growth of B.C.'s ZEV infrastructure and the broader CEV sector, creating jobs and economic opportunities for companies and organizations involved in all aspects of the supply chain – from raw materials to final consumer products – related to vehicles or vehicle components, fuel and charging infrastructure and transferable technologies and services.



PUBLIC SECTOR FLEET

B.C.'s public sector – including Crown corporations, health authorities, school districts, post-secondary institutions and the provincial government – has been carbon neutral for eight years. This has been achieved through a combination of energy efficiency, increased use of renewable energy, and carbon offsets. In 2017 the public sector's collective GHG emissions were down 3.4 per cent compared to 2010, a reduction equivalent to taking nearly 10,000 cars off the road for a year.

As part of that carbon neutral commitment, the Province is developing a five-year plan to further reduce emissions from the public-sector vehicle fleet. Measures will include cleaner vehicles, cleaner fuels and expanded charging infrastructure for ZEVs in public buildings.

For the provincial government fleet, we will sign onto the West Coast Electric Fleets Pledge "Express Lane," and join with our partners in the Pacific Coast Collaborative (California, Oregon, and Washington) in accelerating the move to cleaner fleets. We will commit to making 10 per cent of our light-duty vehicle purchases zero-emission vehicles starting in 2020, where an available ZEV model is suitable for operational needs. To prepare our fleets for this rapid increase in zero-emission vehicles, we will improve the charging infrastructure where our fleet vehicles park.



CLEANER FERRIES

BC Ferries is joining the move to cleaner fuels and cleaner vessels, with three new intermediate-class "dual fuel" ships, capable of operating on liquified natural gas (LNG) or marine diesel. It's also converting the second of its two largest Spirit Class vessels to dual fuel, with a return to service planned by summer 2019.

For our inland ferry fleet, the future is electric. The Province is taking incremental steps in that direction as available technology increasingly supports ongoing safe, reliable and efficient service. We aim to achieve full electrification of the inland ferry fleet by 2040.

BUILDING ON OUR LEGACY OF MARINE TRANSPORTATION

Richmond's Corvus Energy has become a world leader in energy storage systems, including batteries for marine vessels. These systems cut carbon pollution, improve safety, and protect our clean air – while saving on fuel costs.

Corvus is growing rapidly. Their revenue has increased tenfold since 2016. To keep up, Corvus has quadrupled their production capacity, creating new jobs in B.C. Now, Seaspan Ferries is using this homegrown clean technology in two of their vessels, with plans for electricity to power future vessels. BC Ferries is also including it in their fleet upgrade.



2.1.2 Speeding up the switch to cleaner fuels

Zero-emission vehicles will do a lot to clear the air and bring down B.C.'s GHG emissions. But that transition will take time, and there will still be cases where liquid transportation fuels are needed. So we are also taking steps to reduce emissions from conventional vehicles so that they burn cleaner fuel.

Expanding B.C.'s low-carbon fuel standard

First, we're expanding the Province's Renewable and Low Carbon Fuel Standard. Low carbon fuels are created by blending in fuels from renewable sources such as vegetable oils, waste cooking oil, and forest and municipal organic waste. We currently require a 10 per cent

reduction in the carbon intensity of fuels by 2020.

Moving forward, the standard will require suppliers to reduce the carbon intensity of diesel and gasoline by 20 per cent by 2030. Carbon intensity is measured on a lifecycle basis, taking into account all emissions including those from fuel production.

CleanBC increases the low-carbon fuel standard to 20% by 2030.

By further decreasing the carbon intensity over time, we can reduce carbon pollution even more. This one step achieves significant reductions in B.C.'s impact on the environment and the climate.

Increasing the supply of renewable fuels

To meet the increased demand for cleaner fuels, we will work with renewable fuel providers to ramp up new production of 650 million litres of renewable fuels by 2030. That's about eight per cent of our total annual fuel use.

The good thing is that there are plenty of sources for bio-fuels that are underused – including forest and municipal organic waste. We are also working with our two B.C. refineries in Burnaby and Prince George to develop the ability to refine both fossil crude and green crude made from a variety of waste and renewable sources.

Together these two initiatives will deliver major improvements by cutting emissions and air pollution province-wide. They will also have a significant economic impact. Refining our own renewable fuels, with B.C. materials and B.C. workers, will lead to job growth and reduce the need to import fossil fuels and feedstock from other jurisdictions.



REFINING RENEWABLE FUELS

Over the last two years, Parkland Refining in Burnaby has been running commercial scale coprocessing tests by mixing various bio-crude oils with petroleum crude in the manufacturing process. Co-processing creates renewable gasoline and diesel that are otherwise identical to products made from fossil crude. As part of an agreement under the Low Carbon Fuel Standard, Parkland is planning to use bio-crude from a range of sources, from industrial grade vegetable oil to bio-crude made from forest residues or sewage sludge. Husky Energy in Prince George is also working, through a Low Carbon Fuel Standard agreement, to develop the capacity for co-processing. They're working with the Canfor Pulp/Licella joint venture to support the development of "Centree" bio-crude, which could be converted into renewable gasoline and diesel at Husky's refinery.



HESQUIAHT FIRST NATION CREATES CLEAN ELECTRICITY

The Hesquiaht First Nation is building a small hydropower plant to take advantage of their abundant hydro resources and create clean electricity. This energy will replace 70 per cent of the Hot Springs

Cove community's diesel use, supporting local employment while cutting carbon pollution. By reducing their reliance on diesel, the community will also save money, eliminate the noise from generators, and remove associated environmental and health concerns. The Hesquiaht First Nation is demonstrating how we can protect our natural environment, while seizing the opportunity of clean economic growth.

Showing the value of clean energy

B.C.'s carbon tax is designed to apply to all fossil fuels used in the province. In the transportation sector, carbon tax rates on gasoline and diesel were reduced to align with the introduction of the renewable fuel standard in 2010, which mandated renewable content in fuels sold in B.C.

As the portion of renewable fuels grows and a variety of fuel blends become available across the province, we'll examine ways to make the carbon price on fuels easy to identify and easy to understand. We will also look at ways to enhance the value of low carbon choices for consumers and for industry.

2.1.3 Less time in gridlock

It's not an option for everyone, but driving less can help reduce costs, stress and the risk of accidents, not to mention cutting back on greenhouse gas emissions and air pollution. In 2019, the Province will establish an active transportation strategy with measures to support new infrastructure, education and incentive programs, and safety improvements for people walking, cycling and using other kinds of active transportation. The Province will also offer incentives to local governments and public-sector organizations to reduce the need for commuting – so people can spend less time in their cars.

CleanBC will build on the comprehensive range of initiatives already well underway in the province to cut congestion, pollution and GHG emissions. For example, in the next 10 years, B.C., the federal government and local governments will invest more than \$8 billion under the Public Transit Infrastructure Fund and the Investing in Canada Infrastructure Program to expand and improve public transit in B.C. with new rapid transit lines, new SkyTrain cars in Metro Vancouver, and new buses across the rest of the province. Other investments will include system and facility upgrades, better communications technology, and new transit exchanges, park and rides, and bus shelters.

We are committed to making transit more accessible and efficient. We're also making it cleaner. BC Transit is continually monitoring the market for ways to improve fuel efficiency and reduce emissions on older buses. Meanwhile TransLink is on its way to phasing out the purchase of diesel buses altogether. More than a quarter of its overall fleet already runs on electricity.

As we expand our transportation infrastructure, we're making sure that major projects like new bridges and interchanges are designed to make walking, cycling and transit use as safe and convenient as possible. Since 2014, we've also provided more than \$30 million in grants to communities through BikeBC to support cycling infrastructure and cycling tourism.

In 2019, we will be engaging British Columbians on more ways to reduce traffic, congestion and transportation costs including community design and lifestyle choices.

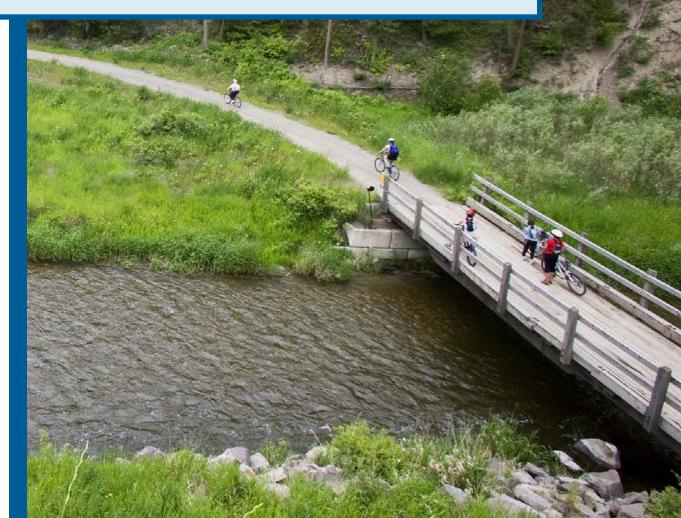


ACTIVE TRANSPORTATION

Active transportation, whether it's walking, cycling or scootering, is good for our health as well as the environment, and B.C. is working on a strategy to make it easier, safer and more attractive. We currently spend about \$1.50 a year per person on active transportation, including things like bike lanes, walking paths and well-planned connections to transit.

Cycling currently accounts for 2.5 per cent of personal transport in B.C. That's better than Quebec's share of 1.5 per cent and Ontario's 1.2 per cent - but both those provinces have ambitious plans to get more people on bikes. Those plans include significantly higher levels of investment than we currently have in B.C.

Among global leaders in active transportation, annual per-person investments are growing. The Netherlands spends \$48 per person per year on active transportation programs; Denmark invests \$34 per person, and New Zealand recently announced an investment of \$24 per person on infrastructure, education, promotion and safety. Lessons learned in these leading jurisdictions will help to inform the new B.C. strategy.



2.2 Improving Where We Live and Work

Our homes, schools, workplaces and other buildings play a big role in a cleaner province and a stronger economy.

For example, the green building industry now employs approximately 32,000 British Columbians in jobs ranging from architecture to manufacturing to installation. These are jobs in communities across

Every dollar we invest in energy efficiency generates up to four times its value in economic growth.

B.C. Every dollar we invest in energy efficiency generates up to four times its value in economic growth. Then there are the benefits of living and working in a greener building, like greater comfort, lower energy use, and better air quality – both indoors and in your neighbourhood.

We've been moving in this direction for a while and our actions are making a difference. Between 2007 and 2016, greenhouse gas emissions from residential buildings shrank by more than 11 per cent, while emissions from commercial buildings were down 6 per cent.

When we build better buildings, we are putting new skills and newly skilled workers to work, and the building or home owner is going to save money in the long run.

Building technologies are a place where the B.C. technology sector excels. We have been a proving ground for building energy management systems and low carbon building materials, and now we will build on that foundation of innovation. CleanBC will help us move forward to a future where buildings produce no emissions at all – starting with the following actions.

2.2.1 Better Buildings: every building is more energy efficient

By 2032, all new buildings constructed in B.C. will be "net-zero energy ready." Net-zero energy ready buildings are designed to be so efficient that they could meet all or most of their own energy consumption requirements with onsite renewable energy technologies. The change will be enacted step by step through the BC Building Code, which applies to all new construction in the province. Compared to the current base BC Building Code, new homes will be:

- 20 per cent more energy efficient by 2022,
- 40 per cent more energy efficient by 2027, and
- 80 per cent more energy efficient by 2032 the net-zero energy ready standard.

New standards for building upgrades will be developed by 2024, guided by the model National Energy Code. Under this new code, upgrades to existing buildings will bring them up to modern standards for efficiency and comfort. This approach is designed to make the benefits of upgrading affordable and accessible, regardless of whether you own or rent.

Between 2022 and 2025, new energy efficiency standards will be set for space heaters, water heaters and residential windows. These will build on improvements introduced in 2018, which set new standards for lighting, air source heat pumps and gas fireplaces.

B.C. is also exploring an energy rating requirement for homes and buildings across the province at the point of sale or lease, similar to what we've seen on vehicles and appliances for many years. The process for generating ratings will be developed in consultation with stakeholders, with the goal of making it as simple and inexpensive as possible. The rating system would make it easier for buyers and renters to factor energy costs into their decisions while giving owners another incentive to make their buildings more efficient.





2.2.2 Supporting Better Buildings now

Changing codes and standards will make our buildings more efficient in the years to come. In the meantime, there's a lot we can do to improve the buildings we already have. For example, replacing an old natural gas furnace with an energy efficient heat pump can cut a building's space heating energy needs by 50 per cent or more, helping to make life more affordable over the long term. High efficiency windows and doors not only keep you comfortable but also shut out noise and UV rays. On a smaller scale, smart thermostats can help home and business owners reduce energy costs by up to 15 per cent, recouping their investment within months.

The Province has created the EfficiencyBC program to help people conserve energy and make their buildings healthier and more comfortable.

Launched in September 2018 with matching federal funds, EfficiencyBC offers:

- Rebates for homeowners to lower the cost of heat pumps and windows; these are integrated with incentives from utilities for insulation and other energy-saving upgrades
- Financial incentives for commercial and multi-unit residential buildings to do energy-saving studies and upgrades
- A single application for EfficiencyBC, BC Hydro, FortisBC, and local government incentives
- Free energy coaching services for homes and businesses, including a phone and email hotline staffed by energy coaching specialists
- A one-stop-shop website with an incentive search tool and useful information on options for energy efficiency upgrades
- Rebates and direct installations of energy efficiency improvements for lower-income households, starting in 2019.

These measures are helping but we need to do more to make energy-saving improvements accessible and affordable for all British Columbians. In the next three years, EfficiencyBC will expand significantly to reach more homes and businesses. It will also offer:

- targeted low-interest financing allowing people to make improvements and pay for them over time with savings from their energy bills,
- specialized support for small businesses, and rental housing,
- specialized support for Indigenous and non-Indigenous communities, and
- high-efficiency equipment incentives for new construction.

HIGH-EFFICIENCY HEAT PUMPS

Heat pumps work by extracting heat from the air or ground outside and pushing it inside to heat your home – or pushing it out in the warmer months to keep your home cool. Because they move heat directly, rather than converting fuel into heat, they're more efficient than baseboard heaters or furnaces. When properly installed they use a third to a half as much energy. And heat pumps can be enhanced with filters that keep out pollution, dust and pollen.

As more people consider heat pumps, the Province is helping to make them more affordable. Through EfficiencyBC you can now access:

- Up to \$1,200 for replacing your electric heating system with a heat pump
- \$2,000 for replacing your oil, propane, or natural gas heating system with a heat pump

Some local governments offer up to an additional \$2,000 for converting from natural gas, oil, or propane to an electric air-source heat pump

For more on heat pumps, including help to decide which type is right for you, go to *EfficiencyBC.ca/heatpumps*. For more on incentives, go to *EfficiencyBC.ca/incentives*.



Renewing public housing

Energy performance is a key part of B.C.'s work to improve public housing. The Province has launched a \$1.1 billion, 10-year Capital Renewal Fund to support the improvement and preservation of existing, aging public housing stock in B.C. Of this, \$400 million is targeted to energy performance improvements that will lead to greenhouse gas emission reductions.

Cleaner public-sector buildings

New schools, hospitals and other facilities continue to be built in B.C. to achieve high levels of environmental performance, meeting Leadership in Energy and Environmental Design (LEED) Gold certification or equivalent. On average, these facilities have been designed to perform 40 per cent better than LEED's reference energy standard.

With this strategy we're also taking steps to make our existing stock of buildings cleaner, smarter and more energy efficient by taking advantage of the latest proven technologies. Early analysis of net-zero construction shows that savings more than make up for any added costs. As we retrofit older public buildings in communities throughout B.C. we'll create opportunities for local businesses, Indigenous peoples, professions and trades to develop the new energy step code skills and expertise to retrofit other buildings in their communities. For every one per cent improvement in its energy efficiency, including buildings and vehicles, B.C.'s public sector reduces its energy costs by an estimated \$4 million a year.



Low Carbon Buildings Innovation Program

Starting in 2019, the Province will offer new incentives for builders, developers and manufacturers to stimulate the development and demonstration of innovative, low-carbon building solutions. The Low Carbon Buildings Innovation Program will accelerate the availability, acceptance and affordability of high performance solutions such as advanced building designs, advanced construction methods and ultra-efficient building components.

Funding will be available for projects in three categories, through bi-annual competitive calls:

- Research building solutions that show promise but may require further innovation before being commercialized (e.g. vacuum insulated wall panels and windows, natural gas heat pumps);
- Commercialization building solutions that have been tested and are ready to be scaled up for wider application (e.g. high-performance prefabricated external insulation systems); and
- Demonstration building solutions currently available in the marketplace that require demonstration to build industry capacity and public acceptance (e.g. such as net-zero energy ready construction).

Along with stimulating the development of new ideas, the program will prove to the market that existing technologies work and deliver their intended benefits. This will increase the capacity of B.C.-based industries, generate consumer confidence, and help to lower the costs of new technologies and building approaches over time.



2.2.3 Help for communities

Support for remote communities

Most people in B.C. have no trouble plugging into clean electricity. It's a different story in remote and off-grid communities – many of which are Indigenous communities – where power has to be generated locally, typically with diesel-fired generators.

Apart from causing harmful air pollution and greenhouse gas emissions, burning diesel is the most expensive way to generate electricity. It also limits communities' potential growth and development opportunities.

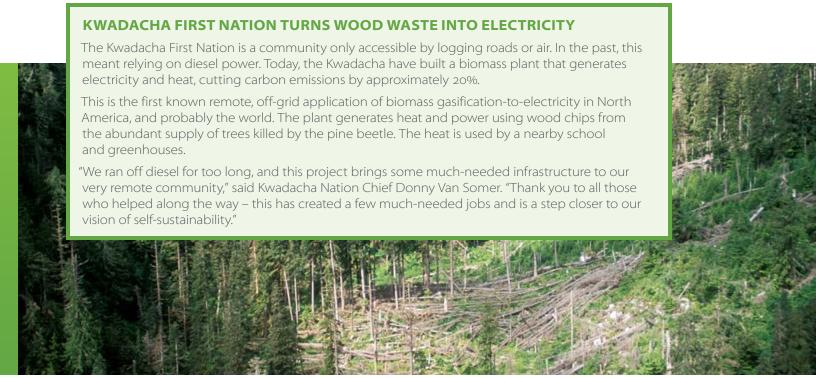
As part of CleanBC, we're investing to help remote communities reduce or eliminate diesel generation and replace it with energy from cleaner sources. The funding will support a new Remote Community Clean Energy Strategy in partnership with utilities and the federal government. The four pillars of action under the Strategy are:

- support communities to develop expertise and experience in energy efficiency and clean generation;
- retrofit existing homes and buildings to make them highly energy efficient;
- develop renewable heating systems, including heat pump technology and district energy systems;
 and
- implement renewable energy projects to offset all or most remaining diesel generation, including rooftop solar photovoltaic and community-scale renewable systems.

By 2030, the Strategy targets the implementation of all four pillars in the remote communities served by the 22 largest diesel-powered electricity generation stations in B.C. (12 BC Hydro stations and 10 Indigenous Services Canada stations). The Strategy aims to reduce province-wide diesel consumption for generating electricity in remote communities by 80 per cent by 2030.

Additional support will be directed to the BC Indigenous Clean Energy Initiative, with matching funding from the federal government. The money will support project planning, feasibility and design in ongrid and off-grid Indigenous communities who are working to advance energy efficiency and clean energy projects.





CleanBC Communities Fund

With this strategy, we're also investing – in partnership with the federal government –\$63 million to help local governments and Indigenous communities develop energy efficiency and clean energy projects. The CleanBC Communities Fund (CCF) will encourage investments in small-scale, community-owned energy generation from sources such as biomass, biogas, geothermal heat, hydro, solar, ocean or wind power to offset community energy use. The fund will start accepting applications this year with \$63 million of combined federal and provincial funding available for the first wave of capital funding. Projects will have to achieve at least one of the following outcomes:

- Increase the community's capacity to manage renewable energy,
- Increase access to clean energy transportation,
- Increase the energy efficiency of buildings, or
- Increase generation of clean energy.

Encouraging investments in small-scale, Indigenous and non-Indigenous community-owned projects will help all British Columbians make the transition away from fossil fuels. It will also generate new economic activity, new jobs, and advance B.C.'s clean energy sector.



2.3 Reducing Waste And Turning It Into A Resource

Waste is an issue of great concern for British Columbians and can be expensive and difficult to manage for many communities. Organic waste now makes up 40 per cent of municipal landfills. Industrial and agricultural organic waste is also increasing, generating methane – a powerful greenhouse gas. This plan includes targeted measures to reduce the amount of organic waste we produce and to make better use of it. Preventing waste in the first place remains key to emission reductions, while in some cases organic waste can be used to generate cleaner sources of energy for use in homes and transportation.

Addressing organic waste is a component of a larger approach to a "circular economy" that we will address in coming initiatives. A circular economy approach values waste as a resource and moves away from the throw-away model we are used to. Growing our economy doesn't have to mean using more

COFFEE ROASTER GOES GREEN AND GROWS BUSINESS

In 2009, B.C.'s Oughtred Coffee began a journey to measure and reduce their carbon footprint. They started with waste management, where they were able to divert over 90 per cent of their waste to recycling, while also helping start a social enterprise that turns burlap coffee sacs into reusable totes and backpacks.

They reduced both emissions and costs by investing in energy and water efficiency, as well as upgrading to a new roaster. Now, the company has cut emissions by 50 per cent and been carbon neutral for a decade, all while growing the volume of coffee they roast.



SURREY TURNS ORGANIC WASTE INTO RENEWABLE FUEL

As organic landfill waste breaks down, it creates biogas, a significant source of emissions. At the new Surrey Biofuel Facility, this waste is turned into clean products – biogas is used to make renewable natural gas, while the solid remains become compost for farms and gardens.



energy and resources. By designing waste out of the system, we will gradually transition to re-using more materials and creating more renewable energy sources that support our climate and economic goals.

Using our waste to increase our supply of renewable fuels

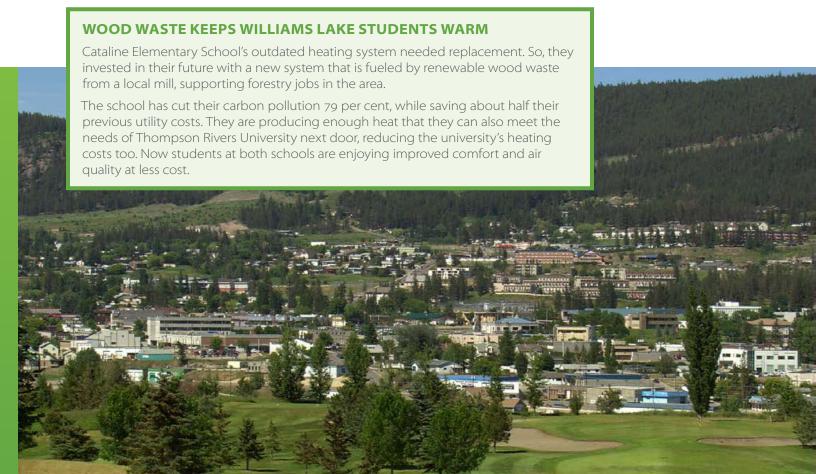
Not only is methane a powerful greenhouse gas, it's a source of energy we can't afford to waste. While we are producing natural gas for use in B.C. and for export, millions of cubic metres of methane are escaping into the atmosphere from our landfills, agricultural operations and sewage treatment plants.

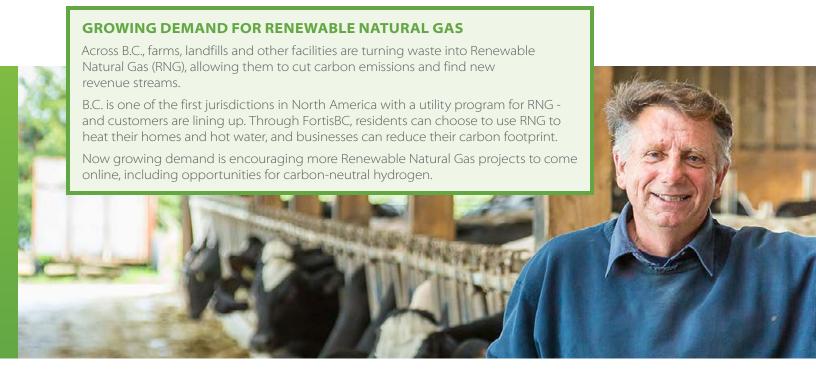
CleanBC will put in place a minimum requirement for 15 per cent renewable content in natural gas by 2030. This is the same methane as the natural gas in pipelines, and we can use it to meet the same cooking and heating needs. When we capture methane from organic sources such as farms and landfills it reduces carbon emissions and becomes a renewable source of energy.

As part of CleanBC, we will work with natural gas providers to put in place a minimum requirement for 15 per cent renewable content in natural gas by 2030. That means the gas we use in our furnaces, water heaters, dryers, stoves and other gas appliances will have less impact on the environment, and the

methane that is wasted from agriculture, sewage and landfills will be significantly reduced. Waste hydrogen can also be mixed with the natural gas we use in our homes and will provide additional renewable natural gas for our needs.

We will work with communities and support them to achieve 95 per cent organic waste diversion from municipal, industrial, and agricultural sources by 2030 – some of which will supply the new standard for renewable content – and maintain our commitment to capture 75 per cent of landfill gas.





Renewing our bioenergy strategy

With growing requirements for renewable energy and fuel sources, B.C. will renew its bioenergy strategy, creating opportunities to turn organic waste into products and energy in areas such as agriculture, forestry and municipal organics. Key components of the strategy will include:

- investing in new biocrude refining capacity to meet our production target of 650 million litres
- helping communities develop and deploy clean technologies
- investing in bioenergy technologies and companies
- expanding production of renewable natural gas
- establishing a Centre of Excellence for Biofuels that leverages the work of the BC Bioenergy Network
- identifying and developing viable sources of hydrogen
- working with the forest sector, Indigenous and non-Indigenous communities, and the technology sector to advance the use of forest residuals for advanced building materials, commercial products and renewable fuels

Engagement, collaboration, and consultations on the strategy will begin in Spring 2019.



2.4 Cleaner Industry

An economic opportunity for all British Columbians

Along with our actions to reduce GHG emissions, CleanBC provides an effective blueprint to grow our economy. Working to create the cleanest industries in the world, B.C. companies can be first movers and capture a significant share of the growing clean energy and low-carbon products market.

A strong economy means thriving industry, a well-educated and diverse workforce, good jobs and sustainable growth. For the past decade and beyond, B.C. industry have worked to reduce their carbon footprint, and have become models internationally for how to lower emissions. There is still work to do. As industry grows, so too do their emissions, making the actions in this plan all the more important. As industry continues to work with the clean tech sector to develop innovative solutions to reducing emissions, we can market our products, services, and technology to a world that is more and more interested in clean solutions.

The global market for clean tech solutions is projected to be worth \$3 trillion by 2020. B.C. already has a global brand that's recognized for quality. CleanBC provides another opportunity to build that brand and increase global market penetration while stable, efficient companies and industries will ensure a continuing supply of good jobs for British Columbians across the province.

Towards a low-carbon industrial strategy

As part of CleanBC, the Province has signed a Memorandum of Understanding with the Business Council of British Columbia, setting out a framework for a joint approach to unlocking B.C.'s full economic potential. Together, we will develop a low-carbon industrial strategy that builds on our competitive advantages and leverages further advancements to position and market B.C. companies to the world.

The strategy will focus on:

- Positioning B.C. as a destination for new investment and industry looking to meet the growing global demand for low-carbon products, services, and pollution-reducing technologies
- Enhancing British Columbia's competitive advantages while reducing our own GHG emissions intensity and helping avoid carbon leakage
- Advancing innovation that's focused on lowering emissions and reducing climate pollution
- Supporting economic opportunities for Indigenous peoples and communities, and
- Enhancing and marketing a clean B.C. brand internationally.

The MOU acknowledges that energy-intensive, trade-exposed industries may face unequal pressure from jurisdictions without carbon taxes, and commits both parties to keeping our industries competitive.

B.C. is already home to many world leaders in innovative technology and clean energy innovations. We account for nearly 35 per cent of Canada's clean tech firms. These 270 plus companies generate \$1.8 billion in revenues and employ more than 8,500 people across the province.

By supporting the good work that's already happening, and providing support and incentives for all sectors to lower their environmental impact, we will create a larger customer base and new markets across B.C., enabling our clean tech companies to test their products, scale-up, employ more people

and expand their sales to a global marketplace. All of this helps us grow and diversify our already world-leading clean tech sector.

For example, initiatives related to low carbon transportation and energy efficient home and business retrofitting will rapidly expand demand for products and services in communities across B.C. New businesses will be needed to meet this demand and they will provide good, sustainable jobs for British Columbians

To further assist in these efforts, the Province will continue to align our innovation and entrepreneurship investments so that we can provide essential supports for the development and commercialization of the clean energy products and technologies industry needs. This approach will allow us to build on the global achievements of successful B.C. technology companies and support new and existing small and medium-sized enterprises as they capture new opportunities.

Markets for clean technology are expected to grow as millennials have indicated an even higher willingness to reduce GHG emissions. As we move forward with CleanBC, we will be reaching out to younger British Columbians to engage them directly in building our cleaner future.



Led by Ballard Power Systems, a global innovator in fuel cell technology, B.C. companies are developing new clean energy solutions for everything from portable electronics to transit bus applications. Ballard has designed and shipped over 400 megawatts of fuel cell technology to date. That's roughly equal to the annual energy needs of 80,000 homes.

In Vancouver, Corinex Communications develops and manufactures solutions for smart metering and smart grid infrastructure projects. To help homeowners reduce energy costs, Neurio delivers intelligent home energy management hardware, software and analytics.

Ostara helps cities, industries, and farms around the world protect water and food resources with game-changing technology that recovers valuable nutrients from wastewater streams and transforms them into a premium fertilizer that reduces agricultural runoff. And D-Wave is the only company in the world to sell commercial computers which use quantum mechanics to dramatically reduce the amount of time and energy required to solve complex computational problems.

In the Kootenays, Metal Tech Alley brings together partners from Trail, Rossland, Fruitvale, Montrose and Warfield to make new advances in digital fabrication and advanced materials, industrial recycling and the circular economy, which is designed to eliminate waste.



2.4.1 CleanBC program for industry

The CleanBC program for industry announced in Budget 2018 directs a portion of B.C.'s carbon tax paid by industry into incentives for cleaner operations. The program is designed for regulated large industrial operations, such as pulp and paper mills, natural gas operations and refineries, and large mines.

In 2018, B.C.'s \$30 carbon tax rate was raised to \$35 per tonne, and it is set to increase by \$5 every year until 2021. As the price of carbon rises, the CleanBC program will offer incentives to further reduce emissions, funded by the carbon tax industries pay above \$30 a tonne.

The program includes:

- an Industrial Incentive that reduces carbon-tax costs for operations meeting world leading emissions benchmarks, and
- a Clean Industry Fund that invests some industrial carbon tax revenue directly into emission reduction projects, helping to make our traditional industries cleaner and stronger.

The fund and incentive work together: the fund supports projects to reduce emissions, and industrial operations with lower emissions pay less carbon tax and receive larger incentives. Initially, the fund will support the implementation of readily available technology. It will also be designed to leverage additional investments from facilities, partners, and other levels of government.

The incentive program and the fund will begin operating in 2019. Through collaboration with each industrial sector in B.C., greenhouse gas benchmarks will be identified for key products and services. The benchmarks will be based on all emission sources from a facility, including combustion, venting, flaring, fugitives, and industrial process emissions needed to compare performance across similar facilities.

Greenhouse gas emissions information is audited and reported annually for all large industry in B.C., and the CleanBC program will be based on that foundation of data. Benchmarks will be reviewed and updated regularly to ensure we keep pace with global technology development.

Requirements to apply for the fund will include:

- A detailed project plan that outlines the technologies or improved processes the facility wants to implement and the amount of emissions they expect to reduce; and,
- A business case for the project with financial details, outlining the need for funding support and justifying the request for funding.

The program will help our industries and workers thrive, create a clean industry brand for B.C., and help our traditional industries compete in a global market where consumers are demanding cleaner solutions. It will include an eligibility threshold to ensure the poorest performers have an incentive to invest in cleaner operations.

The CleanBC program for industry provides incentives for emitters to find innovative solutions to reduce GHG emissions. This will provide opportunities for a new generation of entrepreneurs who can focus their efforts on solving the problems industry has identified. This type of clarity will make it easier for B.C. companies to raise funds from investors who in turn will face less risk knowing there are willing customers.

It will also provide new opportunities and a larger market for B.C.'s innovative technology companies, supporting their development and demonstrating clean tech advantages to the world.

2.4.2 Making industrial transportation cleaner

Heavy duty transport is essential to our economy, and heavy trucks are becoming a testing ground for devices and strategies that reduce GHG emissions. Increased fuel efficiency means fewer emissions, and the industry has been developing and adopting efficiency measures for years. Every drop of fuel saved is money in the pocket, and that can mean a lot to an independent operator who measures every investment and closely manages the return on every trip.

Most highway truck tractors are shaped to make them aerodynamic and, over the past decade, we've seen new improvements such as trailer side skirts, boat tails and wide-base single tires. Truck manufacturers are also working on electric and hybrid zero-emission Class 8 tractors, known as the highway workhorse.

To further support and accelerate this clean transition, the Province is:

- Creating a new heavy-duty vehicle incentive program. This program will provide funding to promote the purchase of energy efficient equipment for large transport trucks.
- Expanding the Clean Energy Vehicle Medium/Heavy-Duty program to offer more incentives to support a transition to zero-emission vehicles and fuels in trucking, buses, port and airport ground equipment, and marine vessels. It will also support electric and hydrogen charging infrastructure for these vehicles at ports, service yards and truck stops.
- Supporting new training for heavy-duty vehicle drivers to help them make the most of new approaches and technologies.
- Partnering with the Vancouver Fraser Port Authority on a Clean Trucking pilot project to reduce emissions from drayage – the short-distance hauling of goods between terminals and other facilities such as distribution centres. The intent of the pilot is to make the latest in clean trucks and fuels available for drivers to start test driving in 2019. The lessons learned from the pilot project can be applied to other freight vehicles that operate in similar stop and go traffic environments in B.C.

Cleaner trade corridors and ports

B.C.'s transportation trade corridors and ports connect local businesses to global markets, facilitate trade and underpin both provincial and national economic growth. With trade volumes forecast to continue increasing over the next decade, key transportation sector stakeholders have formed the B.C. Clean Transportation Trade Corridors Advisory Council to address the following issues:

- Reducing absolute emissions while balancing economic growth along the corridors
- Promoting the use of clean fuel sources in transportation trade corridors and ports
- Improving efficiency of each mode of transportation involved
- Capitalizing on innovation and technology to advance clean transportation and support economic growth

The advisory council will collaborate with government and business to ensure B.C. has globally competitive, clean and efficient trade corridors.

HEALTH BENEFITS FROM REDUCING EMISSIONS FROM CONVENTIONAL DIESEL

Diesel is more efficient than gasoline but generates much more hazardous pollution. Along with its characteristic odour, diesel exhaust contains:

- **Particulate matter** that can cause or aggravate cardiovascular and lung diseases, heart attacks and arrhythmias. It can also cause cancer and may lead to atherosclerosis (hardening of the arteries), adverse birth outcomes and childhood respiratory disease.
- **Ground level ozone**, which can decrease lung function and aggravate asthma and other lung diseases.
- Nitrogen oxides, associated with increased deaths from heart and lung disease, and respiratory illness.
- Polyaromatic hydrocarbons, which have been linked to cancer.

The actions in this strategy will reduce the use of conventional diesel across B.C. and across our economy, targeting reductions in both transportation and energy-generation.

Renewable diesel – blended with fuels from renewable sources – is less carbon intensive. So are vehicles powered by natural gas. Both are important transitional fuels that can provide emission reductions while cleaner heavy-duty vehicles are being developed.

REDUCING EMISSIONS AT VANCOUVER INTERNATIONAL AIRPORT

With a record 24.2 million passengers in 2017, YVR is one of the fastest-growing airports in Canada – and it's taking action to ensure that growth is energy efficient and sustainable. For example:

- fully-electric buses, which create zero emissions, are used to move passengers between the airfield and the terminal building
- gates are provided with pre-conditioned air and ground power, which allows aircraft to use electricity instead of jet fuel
- 37 per cent of the ground handling fleet and 51 per cent of baggage support equipment now runs on electricity, and
- by 2022, a new GeoExchange system will use the earth's renewable energy to heat and cool the terminal building.



2.4.3 Making B.C. industries the cleanest in the world – industrial and upstream electrification

Electrification of industry is critical to meeting our climate commitments and reducing air pollution. Our goal is to make B.C. industries the cleanest in the world by using our clean energy to power our industrial economy.

Industrial processes often require large amounts of energy, with complex demands for delivery, infrastructure, and timing. To make it easier for large operations to access clean energy, BC Hydro will add new transmission lines and interconnect existing lines.

For areas like the Peace Region, this means electrifying industrial operations which up until now have depended on carbon-intensive fuels. In the South Peace, demand for electricity is growing faster than in any other part of British Columbia, largely due to natural gas exploration and development in the nearby Montney region. The Dawson Creek/Chetwynd Area Transmission Project has doubled electricity capacity in the area, allowing natural gas activities to be powered by clean electricity and avoid millions of tonnes of new greenhouse gas emissions.

In the meantime the Peace Region Electricity Supply (PRES) project will make it easier to replace natural gas combustion with electricity. Switching to clean electricity will make B.C.'s natural gas the cleanest in the world.



2.4.4 Reducing methane emissions from natural gas production

Methane, which has a much higher GHG impact than carbon dioxide, is generated in many processes, from landfills to agriculture. The Province has been working in collaboration with the natural gas sector, environmental organizations and the federal government to establish new rules to reduce methane emissions in the upstream production of natural gas by 45 per cent by 2025. Using new and upgraded technologies and leak detection and repair programs, methane emissions can be reduced while keeping natural gas production economic for companies. Provincial regulations are being developed by the BC Oil and Gas Commission and are expected to be passed by 2019. The Province will pursue an equivalency agreement with the federal government to ensure our regulations and oversight remain in force for the B.C. natural gas sector.

British Columbia and the federal government are also improving our understanding of how much methane may be escaping from the natural gas sector. Through field work in 2018 we are developing an updated assessment of fugitive methane releases, equipment counts and potential leaks. We will be further investigating leading technology and evolving best practices – including detection and repair of leaks in the natural gas sector – and will assess these with a view to adapting and applying those new best technologies to B.C.'s resources beginning in 2023. With this new information we will be able to calibrate our response to ensure we capture the most methane for the least cost, keeping the sector economic while reducing carbon pollution from major emitters.



2.4.5 Technological innovation including carbon capture, utilization and storage

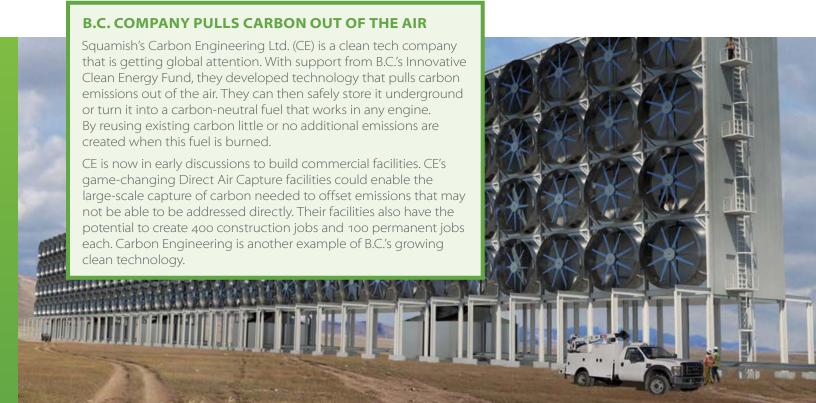
Carbon capture utilization and storage is a GHG emissions-mitigation measure that integrates with B.C.'s energy systems to recycle carbon into other forms of energy or to store it permanently deep underground.

Natural gas processing plants in northern B.C. have been doing this for decades, capturing carbon dioxide and sulphur dioxide from raw natural gas and pumping it back underground. As the technology to capture and reinject carbon dioxide becomes more economic and the geologic storage is better understood, the Province is taking action to ensure it can continue to be implemented safely and securely. We will develop a safe, effective regulatory framework for underground carbon dioxide storage, not just for the natural gas sector, but also for direct air capture.

This is a growing opportunity for British Columbia. Organizations like the Carbon Capture and Conversion Institute, a collaborative venture between CMC Research Institutes and BC Research Inc, are providing the test bed for the greenhouse gas reduction technologies of the future. The alliance of research and commercialization organizations creates a unique ecosystem of experts and equipment that is unparalleled in Canada.

The Institute's mission is to accelerate the development, piloting, scale-up, and validation of new carbon capture and conversion technologies. They offer clients access to a comprehensive set of facilities for pilot project design, fabrication, testing and refinement. At the University of British Columbia, technology developers can work with faculty on early-stage, bench-scale technologies while the pilot project facility has infrastructure and utilities allowing for long-term trials.

This commitment to advancing technology is already paying off. For example, Squamish-based Carbon Engineering takes CO_2 out of the atmosphere and converts it into ultra-low emission transportation fuel. The company is a world leader in large-scale negative emissions technology.



2.4.6 Hydrogen economy

Hydrogen can play a major role in B.C.'s low-carbon energy systems. It's versatile, safe and clean when produced from B.C. electricity or renewable natural gas. It produces zero-emissions when it's used and can be stored and transported as a liquid or a gas.

Blending hydrogen with natural gas can significantly reduce emissions and provide an even cleaner transitional option where liquid fuels are needed. Clean hydrogen generated in B.C. would be among the least carbon-intensive energy products available in the world and could be used to lower the GHG intensity of LNG production.

As part of CleanBC, we will accelerate development of B.C.'s hydrogen economy with:

- financial supports for the deployment of fuel cell electric vehicles and infrastructure;
- support for centralized hydrogen production; and
- injection of sustainable hydrogen into the natural gas grid.

A B.C. Hydrogen Roadmap will be released in 2019 to grow the new low-carbon economy and identify economic opportunities throughout B.C. For example, off-grid Indigenous and non-Indigenous communities could host hydrogen fuel cell pilot projects. These new approaches could leverage our leadership in fuel-cell development to create more jobs in technology and innovation while reducing emissions across our economy.





3 HELPING PEOPLE GET THE SKILLS THEY NEED

Whether it's generating clean energy, retrofitting buildings or designing new technologies, making B.C. cleaner will create good jobs that support families and sustain our communities. We need new skilled workers, and new skills to equip those already at work across the province.

As new jobs and professions emerge, post-secondary education and training need to keep pace. So the Province is working with employers, Indigenous communities, labour groups and post-secondary institutions to analyze the labour market and identify:

- where the strongest job growth is likely to be,
- what skills are needed to meet the demand,
- what specific training we need to develop and deliver in our communities, and
- what support students and apprentices need to excel in these programs

As a first step, we are investing in two key sectors where we already know demand is strong and growing – cleaner buildings and cleaner transportation. This includes:

> Training and certification for Energy Step Code professionals. Since 2017, local governments have had the option of adopting the voluntary BC Energy Step Code (ESC). The ESC sets energy performance targets for new buildings, provides a technical roadmap for users and supports continuous improvements to the BC Building Code. The highest step of the ESC for any building type is "net-zero energy ready," which is up to 80 per cent more efficient than the current base BC Building Code. The technologies and techniques needed to design and build these new buildings will be developed right here in B.C., and with the right training for our building professionals, it will mean new opportunities across the province.



Now, with support from the Province, they have taken a mobile version of the course across B.C.

More training for ZEV-related work. Expansion of the clean energy vehicle automotive curriculum across the province and support for electricians to upgrade their skills with the Electric Vehicle Infrastructure Training Program.

Clean vehicles present a significant economic opportunity for the province. B.C. has a highly skilled workforce and research, development activities and expertise in niche sectors that are critical to the deployment of clean vehicles and related infrastructure. This, combined with key deposits of minerals used in manufacturing of clean vehicle technologies, means B.C. is well positioned to capitalize on a global market for ZEVs and their related technologies.

Having the skilled mechanics available to keep a new clean fleet performing, and the skilled electricians to help build out supporting infrastructure, will be critical to the successful deployment of millions of vehicles across the province by 2040. Our training and apprenticeship programs will be designed to deliver the technical skills and certifications needed by this new segment of the transportation system.



As part of this strategy, the Province is developing a CleanBC Labour Readiness Plan to address the labour and workplace opportunities that will emerge through the implementation of CleanBC. The plan will identify future occupational and skills profiles relevant to the transition to a low carbon economy, including where jobs may be located, and opportunities for mid-career workers to develop new skills.

Public engagement in 2019, including an online portal, will be used to gather public and professional input from a range of backgrounds to inform the plan's development. In addition, collaboration with Indigenous peoples on the plan will include community and regional meetings across the province.

The plan will incorporate public input, detailed assessments of labour market conditions and economic trends, address the participation of women and other under-represented communities in these roles, and respond to issues that could affect people's opportunities to participate. It will provide a framework for sector specific actions to equip British Columbians with the skills and experience they need to power our future.

The CleanBC Labour Readiness Plan will identify where additional support may be needed for lower income students, and tailored to meet the needs of Indigenous peoples, rural communities and workers. We will work with post-secondary institutions to implement the plan, developing new, skilled workers, and providing training opportunities for today's workers.





4 MEASURING OUR PROGRESS

Since 2008, B.C. has been tracking its GHG emissions and setting long-term targets for reductions. Measuring our progress towards those targets helps make sure we stay on track by adjusting and refining our approaches over time.

In May 2018 – recognizing the impacts of our growing economy and population – the Province set new targets for GHG emissions. Compared to 2007 levels, we are now committed to reductions of:

- 40 per cent by 2030,
- 60 per cent by 2040, and
- 80 per cent by 2050.

These new targets reflect the fact that early progress to meet our commitments has stalled in recent years – we are not on track to meet our goals if we don't change the way we use energy across key sectors. Compared to 2007, total net GHG emissions were down 3.7 per cent in 2016 according to our latest assessment (https://www2.gov.bc.ca/gov/content?id=50B908BE85E0446EB6D3C434B4C8C106).

Emissions have risen in several areas, driven by economic and population growth and a slowdown of reduction measures since 2011.

HIGHER		LOWER		
Passenger vehicles	14.6 %	Metal and mineral process emissions	V 22.3%	
Oil, gas and mining	10.9 %	Commercial buildings	4 6.5%	
Heavy duty trucks	1.7 %	Residential buildings	11.1 %	
		Off-road transportation	14. 5%	
		Waste	14.3 %	

While the slow rate of emissions decline is troubling, we also see signs that our actions are paying off, thanks in large part to the choices made by British Columbians. For example, since 2007, emission intensities have fallen significantly in some sectors:

- GHG emissions per person have fallen by 12 per cent
- Fossil-fuel use per person is down by 10 per cent
- Overall, the carbon intensity of our economy measured by the relationship between greenhouse gas emissions and economic growth – has decreased by 19 per cent
- In the oil and gas sector, carbon intensity has dropped by half in the last 10 years

CleanBC protects our communities and sets us on a path to a stronger, more sustainable future. The measures announced in this plan include ambitious goals for transforming the buildings we work and live in, how we get around, and how we power our economy and use cleaner energy.

Goal snapshot

Where we live and work By 2030, emissions from buildings	 By 2032, new buildings will be 80% more efficient than a home built today (highest tier of B.C. energy step code)
dropped by 40%.	 By 2030, 70,000 homes and 10 million m² of commercial buildings will be retrofitted to use clean electricity in space heating
	 60% of homes and 40% of commercial buildings will be heated with clean electricity
	 Public buildings will lead the way, reducing emissions by 50% by 2030
	Overall, emissions from buildings will drop by 40%
Getting around By 2030, fossil fuel use for	 By 2030, 30% of all sales of new light-duty cars and trucks will be zero-emission vehicles, rising to 100% by 2040
transportation has dropped 20%	 To help meet increased demand for lower-carbon fuels, B.C. will support the production of 650 million litres of renewable fuels per year
	 The Province will reduce GHG emissions from government vehicles by 40%
	 Overall, fossil fuel use for transportation will drop by 20%
Cleaner Industry	 The CleanBC program for industry will reduce industrial emissions by 2.5 Mt per year
	By 2025, methane emissions from the natural gas sector will drop by 45%
Reduce waste and turn it into a resource	 By 2030, 95% of organic waste (including municipal, industrial, and agricultural) will be diverted from landfills and turned into other products
	By 2030, 75% of landfill methane will be captured
Adaptation	 By 2020, the Province will develop an Adaptation Strategy based on a province-wide climate risk assessment

Transparent, forward-looking and independent public reporting

Under the *Climate Change Accountability Act*, B.C. reports on its GHG emissions every year. However, it takes two years to gather the necessary data. That's why our latest *Progress to Targets report* is for 2016.

As part of CleanBC, we're committed to doing better. We're developing a new accountability framework to make sure people have access to the latest, most relevant information as soon as possible. We will continue to provide comprehensive reports on our progress under the *Climate Change Accountability Act*. We will also:

- table in the Legislature an annual report of spending, program results and anticipated reductions from the previous year,
- forecast emissions for three years in the future, based on strategic initiatives and modelling, and
- publish emissions results as we get the information.

Having more information sooner will allow our partners across all sectors to see how well their efforts are paying off, and to make early adjustments where needed.

The independent Climate Solutions and Clean Growth (CSCG) Advisory Council will provide a review of government's progress in reducing emissions as well as advice on future actions. Their first report will be available in 2019. The council includes members from Indigenous communities, environmental organizations, industry, academia, labour and local government.

Climate Change Accountability Process

GOVERNMENT DIRECTION

MINISTRY OF FINANCE Annual Budget Document

- Will include a topic box that describes the fiscal plan funding for climate change
- Consistent with the previous government's legislated commitment to transparency on use of carbon tax revenue

Annual Service Plans

MINISTRIES

Reflect commitment to CleanBC funded & approved policies and programs in Service Plans

PROGRAM DELIVERY

- Implement funded and approved policies & programs
- programs
- Track results (emissions, reductions or activity data)







CROSS-GOVERNMENT ALIGNMENT & ADVICE

CSCG ADVISORY COUNCIL

Advice to Government

- Reports publicly on government's progress
- Reviews ongoing policies and programs
- Undertakes independent review of proposed climate actions against carbon budgets
- Advises on adjustments to remain on track to targets and manage climate change risks



DATA COLLECTION & REPORTING OF RESULTS

MINISTRY OF ENVIRONMENT AND CLIMATE CHANGE STRATEGY

Inventory & Reports

- Assemble annual GHG emission information for the latest verified year
- Legislative requirement to table an annual report of GHG spending, program results and anticipated reductions in GHG emissions and climate risk from the previous year



5 WORKING TOGETHER

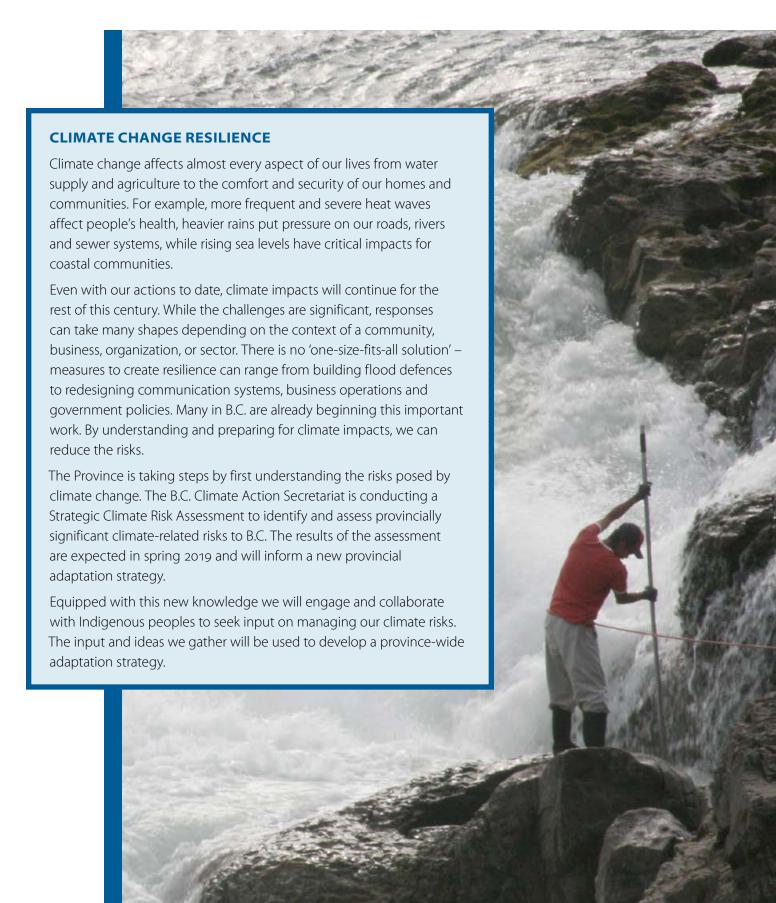
We will need to work together to protect what we care about and move towards a cleaner future. As part of this strategy we will build new – and strengthen existing – relationships with partners, including:

- > Indigenous peoples. Working together for a cleaner future is an opportunity to advance lasting reconciliation with, and self-determination for, Indigenous peoples. Accordingly, and consistent with our commitments and obligations, we will work together with Indigenous peoples to develop a collaborative approach to engagement on the concepts and initiatives in this strategy. Collaboration with Indigenous peoples will include initiatives to build resilient communities, participate in new clean economy opportunities, recognize traditional knowledge, and help communities adapt to the impacts of climate change. This will include collaboration on a climate change adaptation strategy to be developed for 2020 and the CleanBC Labour Readiness Plan.
- **Business adaptation and industry.** B.C.'s business sector is serious about establishing the province as a world leader in supplying low carbon goods and services. And B.C. industries want to press their comparative advantages and build a clean B.C. brand. As new markets develop, business and industry leaders continue to work collaboratively with government and communities to protect jobs and ensure industries remain competitive.
 - By focusing on coordinated action in the near term, we can maintain and enhance our competitive advantages while building a cleaner future. For example, a newly-signed Memorandum of Understanding commits the Province and the Business Council of British Columbia to working jointly on a low-carbon industrial strategy to help our industries compete and win in the global marketplace.
- **Technology and innovation.** With hundreds of companies and thousands of employees, clean tech is one of our fastest-growing industries. Along with providing good jobs and business opportunities, the sector produces technologies that contribute to a cleaner, more sustainable world. Demand for these technologies is expected to rise significantly in the years ahead.
- **Educators and workers.** This includes working with labour groups, employers and post-secondary institutions to identify, and provide training for, new job opportunities for both new workers and mid-career workers of all backgrounds. This is consistent with the government's commitment to a fair and just transition to a cleaner economy.
- > The federal government and other jurisdictions. Since 2016, federal, provincial and territorial governments have been guided by the Pan-Canadian Framework on Clean Growth and Climate Change, which sets out a national plan to reduce greenhouse gas emissions, grow the economy and build resilience to a changing climate.
 - The framework includes measures such as performance standards and regulations to encourage energy efficiency. It also includes commitments to reduce reliance on diesel fuel in northern and remote communities and fund smart grid deployment across the country. The Province and Ottawa are partners in a Forest Carbon Initiative, which invests in projects that sequester forest carbon and reduce carbon emissions promoting the improved use of forest fibre for biofuels and longer-lived wood products.

- Climate change is a global issue and no jurisdiction can tackle it alone. B.C. is also working closely with western U.S. states through the Pacific Coast Collaborative and with governments worldwide through initiatives such as the Paris Agreement. Joining forces allows us to increase our impacts and learn from one another's experiences.
- ➤ **Local governments.** From land-use planning to citizen engagement, local governments are often best positioned to make a difference in our daily lives. As we continue down the path to a cleaner future, they will play a critical role in areas such as developing new clean energy sources, supporting active and cleaner transportation options and helping B.C. transition to zero waste. Their ongoing efforts to make communities more compact, complete and energy-efficient are essential to this strategy's success.
 - B.C. local governments are leaders on climate action, managing their corporate and community wide GHG emissions and creating clean, compact, more energy efficient communities. CleanBC will leverage partnerships with B.C. local governments. Both urban and rural communities have a role to play as part of CleanBC and will be further engaged to help inform the next initiatives in the plan.
- ➤ **Utilities.** BC Hydro and FortisBC have a long history of partnering with people and communities to help conserve energy and switch to cleaner options. For example, FortisBC offers rebates on high-efficiency appliances, equipment and more. Meanwhile, BC Hydro has 900 customers on its net metering program, which allows them to generate their own electricity and sell what they don't use back to BC Hydro. As we move forward with CleanBC, utilities will continue to support, encourage and enable the transition to clean energy as we ensure their policies align with the Province's electrification goals and emission reduction targets.
- ➤ Academics and non-governmental organizations. B.C.'s post-secondary institutions are home to world-leading researchers and students that are exploring and advancing clean solutions, spanning technology and policy solutions. We are also home to active and engaged civil society organizations who have a long history working with British Columbians and all levels of government to address climate change. The input and advice of knowledgeable and engaged British Columbians has bolstered these initiatives and will continue to do so as we move forward.

We're also continuing to talk to British Columbians, as we begin to implement these activities and continue our work on remaining sectors.



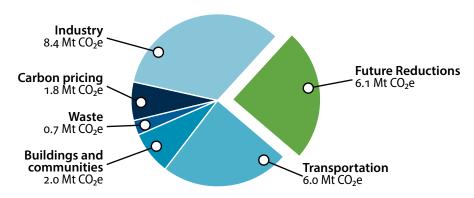




6 REACHING OUR TARGETS

The industry, buildings and transportation initiatives laid out in this plan combine to reduce our emissions by 18.9 Mt, getting us 75% of the way to our 2030 climate targets.

Reductions to achieve 2030 target



The remaining 6.1Mt in reductions will be achieved through initiatives identified over the next 18-24 months, including:

- reducing and making better use of waste,
- improving community planning, active transportation, and transit
- cleaner heavy-duty vehicles and freight
- significantly increasing industrial electrification,
- meeting our demand for clean electricity,
- maintaining a resilient agricultural sector, and
- cleaner, more efficient technology.

Work to achieve additional emission reductions in these and other areas will continue throughout this period.

To make our 2040 and 2050 targets achievable we need additional reductions through innovation and investment. New technologies mean new jobs – good jobs that didn't exist before. They involve new equipment, new ways of doing things, and new products that save energy and money for families. As the strategy develops there will be many opportunities for new enterprise and community development.

Areas where there are still significant GHG emissions will be the focus of future actions. These remaining emissions come from fossil fuels or result from chemical or biological processes. They will not be easy to address, but we are committed to finding solutions.

We are committed to making sure that these actions achieve the emissions reductions we need. Not every step is likely to turn out as planned; some will achieve even greater results and others may need a new approach. As research and innovation deliver more solutions, we will review and update our plans.

In 2019, a renewed cross-government effort will begin to roll-out the initiatives that will get us the 6.1 million tonnes we need to reach our targets. We will continue working with British Columbians to identify and seize further opportunities in the months and years ahead, and we will take these steps in cooperation and collaboration with B.C.'s Indigenous peoples. In 2020, as part of our new accountability framework, the Minister of Environment and Climate Change Strategy will report on the new initiatives and how much closer they will bring us to our targets. Each year will have an update on what's working and what needs more attention.

Engagement, collaboration, and public consultations in 2019 will focus on topics including:

Reducing waste

Imagine living in a world without waste, where by-products of all kinds are reused, recycled and reconstituted as raw materials. Where no other option exists, they are used a source of energy. That approach, known as a "circular economy" is what we are adopting in British Columbia, recognizing its potential for creating jobs, promoting innovation, and protecting the environment by harnessing the full value of resources.

Overall, waste is still a 1.5 million tonne problem for greenhouse gas emissions, and the negative effects of managing waste of all kinds continue to be an expensive part of our lives. Our strategy for waste will focus on prevention, which has the greatest potential for reducing GHG emissions, including those emissions that occur beyond our borders where many of the products we use are manufactured.

British Columbia's Extended Producer Responsibility program is an example of the way we will encourage manufacturers and retailers to prevent waste at the source, and we will look at new products and approaches for prevention. We'll also look at actions to increase reuse and recycling combined with key downstream mitigation measures, such as reducing methane emissions from landfills.

Other waste streams come from industry, like bark and other milling waste in the forestry sector, or manure and agricultural waste that can lead to environmental problems if we don't manage it well. We will explore solutions for these more difficult waste streams so they don't just pile up. Renewable natural gas, liquid biofuels and local bioenergy systems may be some of the solutions that also help reduce the use of higher carbon fuels.

Community planning, active transportation and transit

Community planning decisions can go a long way toward reducing our environmental impacts. For example, compact communities reduce the need to drive by having housing, shops, workplaces, schools, parks and civic facilities within easy walking distance of each other. Similarly, focusing development along existing transit routes can make daily travel easier, cleaner and more convenient. Generally, the urban planning and design choices that make communities livable also make them less energy and emissions intensive, benefiting everyone.

Future initiatives with CleanBC will include a plan for a clean communities and transportation system network, supporting industry and people of all ages and abilities to efficiently access the goods, services and markets they need. Our work in this area will focus on land-use; transportation network

infrastructure, including options for active transportation such as cycling and walking; and transportation demand management. We will address policies, programs, services and products that encourage people to use sustainable modes of transportation rather than driving alone, or to make fewer trips by car.

As part of this new plan, the Province will support local governments, the Nisga'a Lisims Government, and Treaty First Nations to use their policy tools and purchasing power to help reach our 2030 target while developing more compact communities and providing safe, convenient and affordable zero-emission transportation options.

Cleaner heavy-duty fleets and freight

Light-duty cars and trucks are only a part of our province's transportation story, and at present they are the most advanced in terms of options, affordability and near-term solutions. Lower carbon alternatives are still in development for commercial and heavy-duty vehicles, which contribute 8.1 million tonnes per year to our greenhouse gas emissions.

Next, we will be exploring new fuel and transportation alternatives for freight, including trucks and heavy equipment used in industrial operations like mining and logging. We will also be working with small business to find clean transportation options across B.C. We will build on our global transportation hubs to lower fuel costs and air pollution while making our ports attractive to global shipping fleets transitioning to LNG as a lower cost, lower GHG transition fuel.

Cleaner fuels like LNG and biofuels may be powering these fleets for some time, but we will also be attracting the leading heavy electric vehicle manufacturers to deploy their first fleets here and contribute to our climate goals.

Further industrial electrification

Just as the move to electric cars reduces emissions from transportation, switching from fossil fuels to clean electricity can make a big difference for industry and manufacturing. The industrial sector is forecast to contribute over 20.7 million tonnes of GHGs in 2030, but transitioning to electricity can be a challenge and each industry will face different technical and economic conditions.

The Province is committed to working with B.C. industries and manufacturers to identify the best pathway for each, recognizing that there are often lower carbon prices in competing jurisdictions. We will work with the Business Council of British Columbia and Indigenous businesses to find new ways to reduce emissions and develop a low carbon industrial strategy that supports a strong, sustainable economy.

We will also be working with our tech sector to find more ways to use our clean electricity to benefit B.C. and seek the advice of British Columbians on how best to support this fast-growing sector of our economy.

Electricity supply

With clean electricity as the foundation for the prosperous and sustainable future for this province, BC Hydro is taking steps to position us for enduring success in the rapidly changing global energy sector. We have begun a structural review with an eye towards reducing costs, increasing revenues and keeping rates affordable for British Columbians.

Results of this focused review will inform a broader review that identifies key B.C. and North American trends, like the falling cost of renewables and alternative visions for BC Hydro's long-term role. These include both generating and acquiring energy, maximizing B.C.'s capacity advantage, supporting clean economic development, and adapting to growth in distributed and district energy and new digital technology. This work will be carried out over the course of 2019.

Incorporating these findings and the strategic direction set by CleanBC, BC Hydro will prepare a new Integrated Resource Plan to incorporate new objectives and develop a new path forward for electricity in B.C.

Maintaining a resilient agricultural sector

The B.C. agricultural sector is already taking action to enhance agriculture's ability to adapt to climate change and contribute to reducing the province's emissions. The BC Agriculture and Food Climate Action Initiative has been working with local agricultural producers to understand the potential future impacts of a changing climate, including increasing temperatures, variable rainfall and extreme weather events. By developing Regional Adaptation Strategies, our farming communities will have the information and tools they need to maintain a resilient agricultural sector in B.C. Through the Canadian Agricultural Partnership, the Province and the federal government are investing in the agriculture, agrifood and agri-based sectors across the province and will continue to explore new opportunities to benefit from the growing demand for clean fuels and clean food.

Cleaner, more efficient technology

As part of the move to cleaner industries, the Province will continue to explore technologies that have the potential to reduce emissions in sectors where there are few alternatives to fossil fuels. For example, carbon capture, utilization and storage contains carbon dioxide emissions from sources like natural gas production or manufacturing plants and either reuses it in low-carbon products, such as fuels or concrete, or stores it underground to keep it out of the atmosphere. This is just one example of the new technologies evolving to support cleaner, more sustainable industries to drive our future economy.

MineSense, a pioneer B.C. technology company, is creating digital mining solutions that provide real-time, sensor-based ore sorting for large-scale mines. They concentrate ore through superior ore-waste classification to increase revenue from higher recoveries and reduce costs spent on processing waste. MineSense was recently named to the Global Cleantech 100 and has offices and field personnel in South America, Australia and Africa and works with mining customers around the world.

Another innovative company, G4 Insights Inc., is developing and commercializing the conversion of forestry waste into pipeline grade renewable natural gas (RNG). Their process turns forestry residue such as slash piles and sawmill waste into methane, which can be used as a low carbon transportation fuel or for renewable power generation and space heating. The company is currently working on a pilot project with plans for a commercial product within three years.

APPENDIX



CleanBC initiatives by sector

INITIATIVE	DESCRIPTION	GHG Mt in	
CLEANER TRANS	PORTATION		
Bring down the price of clean vehicles	Just over 20 years from now, every new car will be a zero-emission vehicle Mandate 100% of new cars to be zero-emission vehicles (ZEVs) by 2040; 30% ZEV by 2030 and 10% ZEV by 2025.	1.3	
	Help people to afford cleaner cars and save money on gas bills with zero-emission vehicle (ZEV)		
	incentivesContinue to provide rebates for light-duty vehicles	0.3	
	Expand incentives for clean buses and heavy-duty vehicles		
	Make it easier to charge an electric car or fuel a hydrogen car		
	 Expand the charging network with home, work and public fast-charging stations and additional hydrogen fueling stations 		
	Enable private investment in charging and hydrogen fueling infrastructure to get more stations faster		
Speed up the switch to cleaner fuels	Phase in more renewable fuels for the gas we use		
	Make our fuel cleaner by increasing the low carbon fuel standard to 20% by 2030	4.0	
	 Increase the supply of cleaner fuels by ramping up new production in B.C. of 650 million litres of renewable gasoline and diesel by 2030 		
	 Make vehicles run cleaner by increasing tailpipe emissions standards for vehicles sold after 2025 	0.4	
Get to work on getting rid of gridlock	 Help people get around with a long-term strategy to increase active transportation and look at better commuting solutions. 		
	subtotal	6.0	
	E WE LIVE AND WORK		
Better Buildings	Make every building more efficient Improve the BC Building Code in phases leading up to "net-zero energy ready" by 2032		
	Adopt the model National Energy Code for existing buildings by 2024		
	Increase efficiency standards for heating equipment and windows		
	Encourage the development of innovative and cost-effective low-carbon building solutions		
Support for Better Buildings	Focused investments in public housing to use less energy at home	0.5	
	• \$1.1 B for Capital Renewal fund for public housing to improve living conditions, energy efficiency, and reduce emissions		
	• Incentives to make heat pumps affordable and make homes more comfortable through building envelope upgrades		
	Retrofits for public buildings so they use less energy		
	Improve building energy information available to buyers and renters		
	 Make residential natural gas consumption cleaner by putting in place a minimum requirement of 15% to come from renewable gas 	1.5	
Support for	Help remote communities reduce their dependence on diesel		
Communities	 Support public infrastructure efficiency upgrades and fuel switching to biofuels with the CleanBC Communities Fund 		
	subtotal	2.0	

INITIATIVE	DESCRIPTION	GHG Mt in 2030
CLEANER INDUST	RY	
Ramp up the clean growth program for industry	• Direct a portion of B.C.'s carbon tax paid by industry into incentives for cleaner operations	2.5
mprove air quality by cutting air pollution	 Clean up air pollution in the lower mainland with a pilot project to test options to switch 1,700 freight trucks to natural gas and low or zero-carbon fuel by 2030 Make heavy-duty vehicles more efficient with fuel efficiency improvements, education on best driving practices 	
Reduce emissions from methane	Reduce methane emissions from upstream oil and gas operations by 45%	0.9
Industrial electrification	Provide clean electricity to planned natural gas production in the Peace region	2.2
	• Increase access to clean electricity for large operations with new transmission lines and interconnectivity to existing lines	1.3
Carbon capture and storage	$ullet$ Ensure a regulatory framework for safe and effective underground ${\rm CO_2}$ storage and direct air capture	0.6
leaner fuels for industry	• Make industrial natural gas consumption cleaner by putting in place a minimum requirement of 15% to come from renewable gas	0.9
	subtotal	8.4
REDUCE WASTE		
Reduce waste and turn it into a clean resource	• Help communities to achieve 95% organic waste diversion for agricultural, industrial, and municipal waste — including systems in place to capture 75% of landfill gas	0.7
	 Waste less and make better use of it across all sectors of our economy, like forestry, agriculture, and residential areas, including renewing the B.C. Bioenergy Strategy and building out the bioenergy and biofuels cluster 	
	subtotal	0.7
HELPING PEOPLE	GET THE SKILLS THEY NEED	
Make sure British Columbians can lead the clean transition	 Develop programs like Energy Step Code training and certification, and Certified Retrofit Professional accreditation Expand job training for electric and other zero-emission vehicles 	
MEASURING OUR	PROGRESS	
Establish credible targets and a strategy to meet them	Roll-out associated programs and enabling legislation for CleanBC	
itay accountable	Coordinate implementation and reporting for CleanBC	
Carbon pricing	• Grow the carbon tax \$5.00 per year 2018 to 2021 to encourage lower emission alternatives, with rebates for low and middle income British Columbians and support for clean investments	1.8
	subtotal	1.8
	2018 CleanBC TOTAL REDUCTIONS The legislated target for 2030 is a reduction of 25.4 Mt GHG from a 2007 baseline	18.9

^{*} Policy line items represent individual reduction potential estimates. Subtotals and totals are derived from combined modeling and may be lower than the sum of policies because of policy interactions (two policies contribute to the same reduction)

