

CIIP 2022 Grant Payments Summary

Batch 1 - no operator follow-up required

Legend:

"2022 Calculated Payment" - CIIP grant amount based on 2022 program applications;

"Previous year reconciliation" - reconciliation of previous-year CIIP payments payments due to corrections to previously reported data;

"Total CIIP 2022 Grant Payment" - recommended final grant payment for 2022 program year;

Notes:

- Negative amounts represent underpayments by the program which are added to 2022 payments; positive amounts are overpayments deducted from 2022 payments.

Operator	2022 Calculated Payment	Previous Year Reconciliation	Total CIIP 2022 Grant Payment
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CIIP 2022 Grant Payments Summary

Batch 2 - no operator follow-up required

Legend:

"2022 Calculated Payment" - CIIP grant amount based on 2022 program applications;

"Previous year reconciliation" - reconciliation of previous-year CIIP payments payments due to corrections to previoulsy reported data;

"Total CIIP 2022 Grant Payment" - recommended final grant payment for 2022 program year;

Notes:

- Negative amounts represent underpayments by the program which are added to 2022 payments; positive amounts are overpayments deducted from 2022 payments.

Operator	2022 Calculated Payment	Previous Year Reconciliation	Total CIIP 2022 Grant Payment	Batch
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CIIP 2022 Grant Payments Summary

Batch 3 of 3 (estimated) - operator follow-up required

Legend:

"2022 Calculated Payment" - CIIP grant amount based on 2022 program applications;

"Previous year reconciliation" - reconciliation of previous-year CIIP payments payments due to corrections to previoulsy reported data;

"Total CIIP 2022 Grant Payment" - recommended final grant payment for 2022 program year;

Notes:

- Negative amounts represent underpayments by the program which are added to 2022 payments; positive amounts are overpayments deducted from 2022 payments.

Operator	2022 Calculated Payment	Previous Year Reconciliation	Total CIIP 2022 Grant Payment	Batch
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## DECISION NOTE

**DATE:** October 19, 2022

**PREPARED FOR:** Jeremy Hewitt, Assistant Deputy Minister, Ministry of Environment and Climate Change Strategy

**ISSUE:** Approval of the second batch of industry grant payments under the 2022 CleanBC Industrial Incentive Program (CIIP).

### RECOMMENDED OPTION:

**Approve the second batch of CleanBC Industrial Incentive Program (CIIP) grant payments to successful applicants whose application have been finalized as shown in Attachment 1.**

### BACKGROUND:

- To participate in CIIP, eligible industrial operators submit an online application through the CIIP Web Application system, reporting their greenhouse gas (GHG) emissions, fuel use and production data. ENV staff review the applications for completeness and correctness, provide feedback if necessary and work with applicants to finalize their applications.
- The grant payments are based on a facility's emissions intensity performance (GHG emissions per unit of production) relative to established emissions intensity benchmarks and thresholds for their sector.
- For the 2022 program year, ENV received 443 applications from 72 industrial operators. Applications were accepted from May 24 to June 30, 2022. Payments are aggregated by operator and issued through a single grant agreement per operator.
- This year ENV introduced a new requirement for all CIIP applicants who are subject to GHG independent emissions verification requirements under the Greenhouse Gas Industrial Reporting and Control Act (GGIRCA) to also submit a verification of production values reported to CIIP. The new requirement has resulted in several applicants requesting extensions to the production verification submission deadline and delays in finalizing application reviews.
- As approved by DN391781, dated August 24, 2022, the first batch of grant agreements was issued to operators and payments are being processed by Corporate Services for Natural Resources (CSNR). 45 operators received grant agreements as part of the first batch<sup>s.17</sup>
- Executive approval is required to proceed with issuing grant agreements and processing the second batch of payments. Payments were broken into batches to ensure operators who requested deadline extensions for submitting their production verification statements did not delay payments to the operators whose applications had been finalized.

## **DISCUSSION:**

Of the 72 operators who applied to CIIP in 2022, 45 received payments as part of the first batch and one applicant was rejected as ineligible for a CIIP payment. Applications have now been finalized for another 21 operators for which approval is being requested (see Attachment 1). The remaining five operators' applications are yet to be finalised mainly due to unresolved issues in their application or verification statements and will be processed as a third batch.

The reconciliation of previous years payments resulted in adjustments of the grant payment amount for nine operators in batch 2. Subject to executive approval, the second batch of grant agreements will be issued to 21 industrial operators s.17 (see Attachment 1 for a list of operators and grant amounts). The total 2022 CIIP payment amount is not expected to exceed the previously estimated s.17

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## **OPTIONS:**

This decision note seeks approval to initiate the second batch of CIIP 2022 payments s.17  
s.17 paid to 21 operators as shown in Attachment 1.

### **Option 1:**

- **Approve the second batch of CIIP grant payments to successful applicants whose application have been finalized as shown in Attachment 1.**

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**RECOMMENDATION:**

- Option 1.

Approved / Not Approved:



Jeremy Hewitt, Assistant Deputy Minister

2022/10/27

Date

**Attachments:**

- Attachment 1 – CIIP 2022 Grant Payments Summary

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