

NM ENERGY TRANSITION ACT



Acting Secretary Ricky Serna, Department of Workforce Solutions



ETA REQUIREMENTS

- 50% carbon-free electricity by 2030.
- 100% carbon-free electricity by 2050.
- Securitization for San Juan Generating Station closure.
- Replacement power to be in affected area – now determined to be solar.
- \$20 million earmarked for “affected area” assistance funds with specific purposes
 - \$12 Million to the Department of Workforce Solutions
 - \$2 Million to the Indian Affairs Department
 - \$6 Million the Economic Development Department
- Hiring of apprentices for the construction of facilities that produce or provide electricity.



APPRENTICES

- Subject to the availability of qualified applicants, construction of facilities that generate electricity for NM retail customers shall employ apprentices with a minimum level of:
 - 10% for projects with on-site construction starting January 1, 2020 and before January 1, 2024.
 - 17.5% for projects with on-site construction starting January 1, 2024 and before January 1, 2026.
 - 25% for projects with on-site construction starting January 1, 2026.
- Diversity among participants within selected apprenticeship programs will be encouraged as well as participation from disadvantaged communities.



COMMUNITY ADVISORY COMMITTEE

- Three conveners selected and collaboratively worked to build a unified community advisory committee.
- DWS / Jason Sandel
- IAD / Commissioner Glojean Todacheene
- EDD / Former State Rep. Tom Taylor
- Governor & Legislature recognized and prioritized the unique economic landscape of NWNM
 - Impact on tax impact to local school district
 - Natural gas commodity price decline since 2008
 - Intergovernmental relationships with Navajo Nation & other tribal entities.
- Transparency and inclusion are critical to build broad based support from the community up.



COMMUNITY OUTREACH

- Community/Chapter presentations
 - Presentations at each chapter within impacted area, Fall 2019
- Agency Presentations
 - Northern Agency
 - Eastern Agency
- Updates to NGOs and community partners
- Tribal Government Outreach
- Two public hearings
 - 1st ETA meeting was on October 29, 2019 in Farmington, NM.
 - 2nd meeting was held virtually on December 17, 2020



RFI: HOW & WHY

- Effort to restart the process of engaging and listening to affected communities and people
- Seeking information to inform the development of each department's expenditure plans.
- The RFI has generated significant interest from a variety of people and industries. (28 responses)
- A comprehensive listing of all proposals can be found at: <https://www.dws.state.nm.us/ETA>



HIGHLIGHTING RFI RESPONSES

- The Conveners have built a plan for the money to be disbursed based upon the responses that we received through the RFI process. Conveners suggest to form up three major programmatic groupings for consideration by the full Council and ultimately investment by the departments.



HIGHLIGHTING RFI RESPONSES

Proposed groupings of projects below. A comprehensive listing of all proposals can be found at: <https://www.dws.state.nm.us/ETA>

1. Food sustainability
 - CDCRE / SJCHE — Food Sovereignty Initiative
 - Dine' Introspective
 - Shiprock Traditional Farmers Coop
 - The Street Food Institute
2. Energy Transformation
 - Big Navajo Hydrogen for Auto Fuel
 - Kinetic Power Pump Hydro Facility
 - Libertad Power Utility Scale Hydrogen Power Generation
 - Native Renewables



HIGHLIGHTING RFI RESPONSES

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3. Workforce Training

- Bond Wilson Technical Center
- CCSD VO-TEC high growth high wage occupational program
- Film Four Corners / San Juan County
 - Film industry technical training
- Navajo Technical University
 - Advanced Manufacturing Workforce Transition
- NM Joint Apprenticeship Council
 - Building Industry Consulting Service (IBEW) Electrical Trade training
- San Juan College
 - Comprehensive Submission



NEXT STEPS

- Conveners and Executive Departments will group submissions into similar interests
- Seek additional information as needed, and gauge desire for similar groups to work collaboratively
- Meeting of full committee to review submissions, obtain feedback and public input.
- Formal Tribal Consultation (DWS, EDD, IAD)
- Estimated to receive full funding June 2022

