B.C. Hydrogen Sector



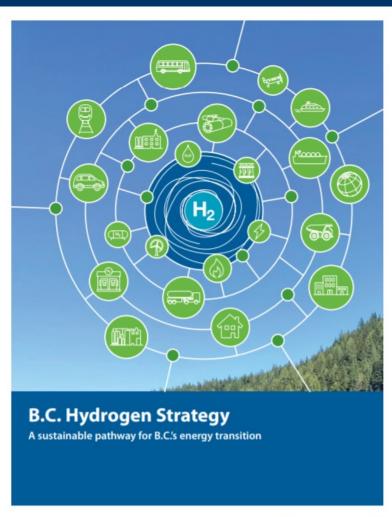
Ministry of Energy, Mines and Low Carbon Innovation Rebecca Luedtke, Ester Di Maio da Cunha and David McKay September 13, 2022





Agenda

- B.C. Hydrogen Strategy
- Proposed Projects
- Safety
- Clean Transportation and Hydrogen







B.C. Hydrogen Strategy

- B.C. Hydrogen Strategy was released in July 2021 and is a CleanBC commitment.
- Clarifies how B.C. will promote, incentivize, and support the development of hydrogen production, use and export over the next 10 years and beyond.
- Initial Implementation Plan 2022:
 - 1. Identify legislative and regulatory gaps for project development.
 - 2. Establish a declining carbon intensity threshold for low-carbon hydrogen.
 - 3. Develop a CO₂ storage atlas for Northeast B.C. for natural gas based hydrogen.
 - 4. Plan and establish regional hydrogen hubs.





Indigenous Collaboration and Engagement

- Hydrogen's diverse value chain provides a variety of opportunities for Indigenous participation in the sector.
- The Indigenous Clean Energy Opportunities (ICEO) partnership was launched in November 2021, followed by a workshop in March 2022 to identify priority areas.
- Working to establish an engagement plan for priority areas.

Indigenous Clean Energy Opportunities









Ministry of Energy, Mines and Low Carbon Innovation





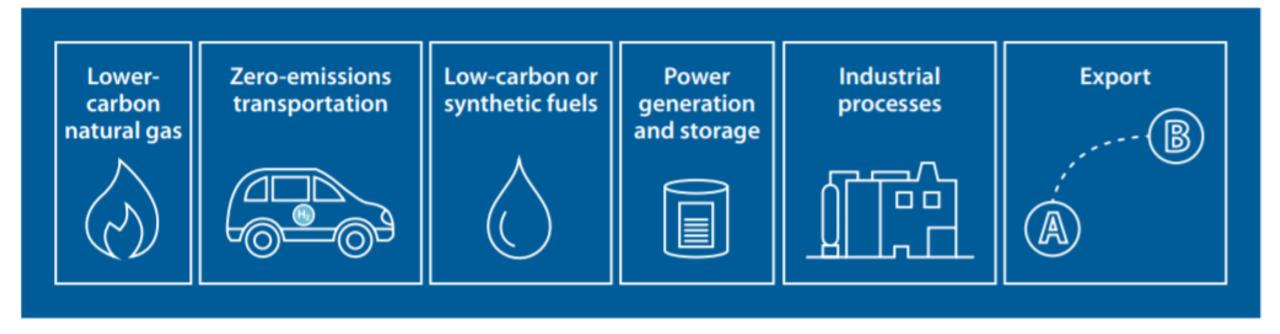
BC Hydrogen Advantages – Policy Support

| B.C. Carbon Tax | \$50/tonne in 2022 ⇒ \$170/tonne in 2030 |
|---|---|
| B.C. Low Carbon Fuel Standard | 30% reduction in carbon intensity of supplied fuel for transport by 2030 |
| B.C. Zero Emission Vehicle mandate for light-duty vehicles | 100% of new light-duty vehicles by 2035 |
| CleanBC Clean Industry and Innovation Rate | Discounted electricity rates to encourage the use of B.C. clean electricity |
| GHG Reduction Standard | Establish emissions cap for natural gas utilities for 2030 |
| Greenhouse Gas Reduction Regulation | Allowing utilities to reduce emissions by acquiring renewable gases |
| 80% reduction of diesel consumption in remote communities by 2030 | Replacing diesel use in B.C.'s remote communities |





Using Hydrogen in B.C.



Northwest Territories Yukon Territory **Northern BC British Columbia** Metro **Southern** As of September 2021 **Vancouver Interior** Proposed hubs Future hubs **Vancouver** Island

Hydrogen Hubs in B.C.



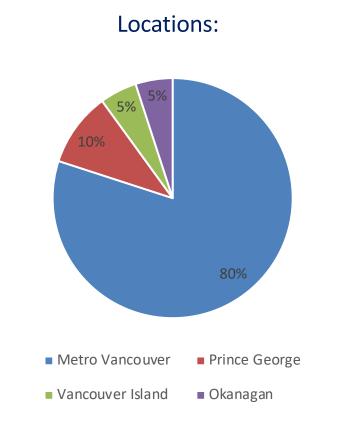


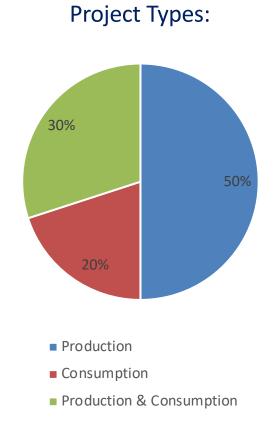
Hydrogen Project Profiles

Total Projects: Total Investment:

| 49 | \$ 5B |
|----|-------|
|----|-------|

| Production Pathways | Total Production |
|------------------------|---------------------|
| Electrolysis | 98% |
| Natural gas-based | 2% |









B.C. Hydrogen Office

- Established on March 31, 2022.
- One-stop-shop for facilitating and advancing all aspects of hydrogen projects and associated value chains.
- Staff is working with federal and local governments to help attract investments and simplify the permitting and regulatory processes.





Hydrogen Safety

- In many ways, hydrogen is safer than conventional fossil fuels:
 - Unlike natural gas or propane, hydrogen is non-toxic.
 - Hydrogen is 14 times lighter than air, meaning the gas will dissipate rapidly when released.
 - The flames emit low radiant energy, meaning they are less likely to move to surrounding areas and spread fire.
- Training is a key element for ensuring the safe use of hydrogen.
 - A wide variety of online training tools for first responders exist, such as the <u>National</u> <u>Hydrogen and Fuel Cell Emergency Response Training</u>





Hydrogen Safety Test



Testing conducted by the <u>U.S. Department of Energy</u> studying the burning characteristics of a vehicle with a hydrogen fuel tank (left) and a gasoline fuel tank (right).





Hydrogen Safety Measures

- Hydrogen can be managed through various safety measures such as:
 - Component design and testing,
 - Ventilation and leak detection systems, and
 - Sensors.
- Transporting hydrogen, via pipelines, also requires the appropriate safety measures:
 - Coatings for existing metal pipelines, and
 - Correct material selection for new pipelines.





Clean Transportation and Hydrogen

Topics

- 1. Network Planning
 - Hydrogen Fuelling Network Study
 - 2021 B.C. Public Light-Duty ZEV Infrastructure Study
- 2. Funding Programs Supporting Hydrogen Vehicles and Infrastructure
 - Overview of CleanBC Go Electric Programs that support the hydrogen transportation industry
- **Tools for Supporting Hydrogen Transportation in B.C.**
 - Hydrogen Station Permitting Guidebook for B.C.
 - Hydrogen Station Finder App



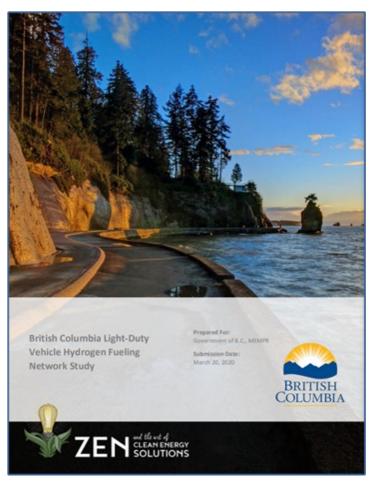


Hydrogen Fuelling Network Study

Overview

- Ministry commissioned a study to inform and guide the approach to building out Hydrogen Refuelling Station network in B.C.
- Light-duty vehicle focus
- Time periods of 2025 (10%), 2030 (30%), and 2040 (100%) in support of the Zero-Emission Vehicles Act targets.
- Study utilized an energy modelling tool for vehicle distance (2019 Mirai)

See the study: https://www2.gov.bc.ca/assets/gov/farming-natural-resources-and-industry/electricity-alternative-energy/transportation/bc public Id hydrogen fuelling network study final 20200320.pdf







Hydrogen Fuelling Network Study

Four station types identified:

- 1. **Major Clusters** 7-8 stations: Examples such the Lower Mainland, the Greater Victoria area, and the Central Okanagan.
- 2. **Minor Clusters** 2-4 stations: Examples such as Nanaimo, Kamloops, Prince George, Vernon, Penticton and Campbell River.
- 3. **Connectors:** Examples such as Hope, Merritt, and Williams Lake.
- Destination: Examples such as Whistler and Tofino and transportation hubs such as ferry terminals and airports.



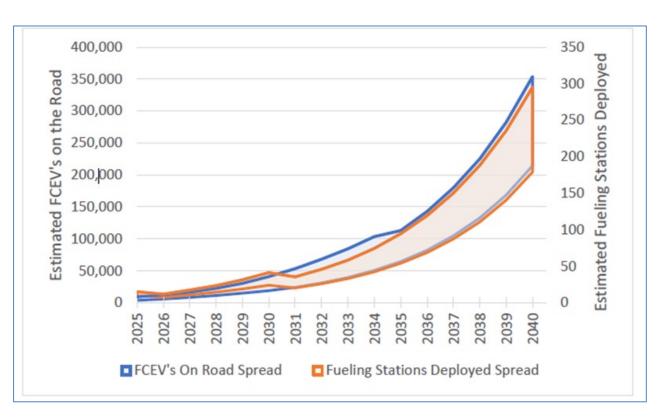


Hydrogen Fuelling Network Study

Results

- Estimate of 250,000 to 300,000 FCEVs by 2040
- <u>17</u> stations by 2025
- <u>55</u> stations by 2030
- 141 stations by 2040

150-250 stations are likely needed stations needed by 2040.



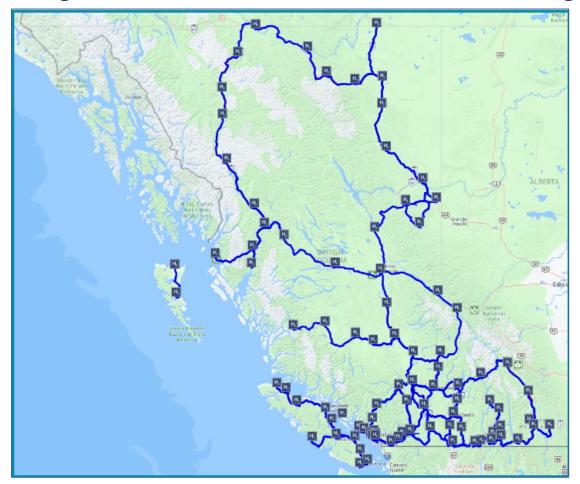




2021 B.C. Public Light-Duty ZEV Infrastructure Study

Modelling: A network model was completed to determine the minimum number and location of hydrogen fuelling sites needed to provide a minimum core geographic network.

Result: <u>82</u> hydrogen fuelling sites are required along primary and secondary highways.







CleanBC Go Electric Hydrogen Fuelling Infrastructure Program

- Lack of fuelling infrastructure is a large barrier to the adoption of FCEVs.
- Provides funding for the installation of hydrogen fuelling stations across B.C.
- Funding calls are done through an RFP.

Stats:

- Four stations are in operation.
- <u>Three</u> stations are under construction.
- <u>Ten</u> additional stations have been awarded funding through our 2021 RFP.

See the Program page





CleanBC Go Electric Hydrogen Fleets Program

Program Intentions

- Kick start the FCEV light-duty vehicle market in B.C.
- Support FCEV purchases in high visibility fleets.
- Support FCEV purchases in high vehicle-kilometres travelled (VKT) fleets.
- Gather feedback from users .

Success Story:

• A Victoria based company, Geazone Eco-Courier, has built a fleet of 20 of FCEVs with the help of rebates through the CleanBC GO Electric Hydrogen Fleets Program (full story here:

https://news.gov.bc.ca/releases/2021EMLI0071-002161

Learn more <u>here</u>





Advanced Research and Commercialization Program

Program Intent:

- Stimulate economic growth in B.C.'s zero-emission vehicle (ZEV) sector
- Provide support for B.C. companies to invest in product development and commercialization activities through long-term demonstration projects

Program Success:

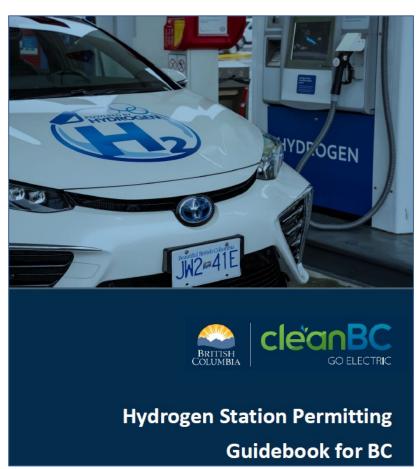
- 17 companies in B.C. received funding through the most recent funding call
- Recent round of funding will help create and sustain approximately 175 full-timeequivalent jobs

Learn more: arcbc.ca





Hydrogen Station Permitting Guidebook for B.C.



Who is it for?

Station developers, AHJs, and other stakeholders.

What is inside?

- BC's targets for reducing Provincial GHG emissions.
- Overview of hydrogen characteristics and comparison with other transportation fuels.
- Road map for municipal permitting, regulatory compliance, installation and operating permits.
- Expected to be published in the Fall of 2022.





Hydrogen Fuelling Station Finder App



Public Request for Proposals was issued in Spring of 2021.

A tool for the public

- Locate nearby stations.
- Find station information (dispenser status, hydrogen pressure, etc.).
- Informs users of any service issues.





Thank you!

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gov.bc.ca/zeroemissionvehicles

BC Hydrogen Strategy and Reports

BC Hydrogen Office - Province of British Columbia (gov.bc.ca)