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America's Premier Competitive Power Company ... Creating Power for a Sustainable Future

2023 United States Energy Association Building Understanding and Improving Community Engagement

Sutter Community Engagement - CCS December 4, 2023



Calpine was founded in San Jose, California nearly 40 years ago on principles of sustainability

POWER GENERATION

Over 26,000 MW of natural gas, geothermal, battery storage & solar; best-in-class maintenance program



INFRASTRUCTURE DEVELOPMENT

Calpine has 11 CCS project identified for full scale development with 4 active FEED studies currently progressing in CA and Texas





Why community engagement is important for a CCUS project?

As California's energy transition happens, it's important CCUS projects engage with the community.

Thoughtful collaboration and listening can lead to positive outcomes for both the project and the community.

Know Your Audience

Che Sutter Community

Agricultural powerhouse Punjabi and Hispanic influences Trade-focused Education Proximity to Sacramento World's Smallest Mountain Range: Sutter Buttes



The Northern California Community

This is a Northern California project – Calpine is committed to building a clean energy workforce and providing clean electricity to a large community of Californians.

Our regional partners on this journey include, but are not limited to:

- Sacramento Municipal Utility District
- California State Building Trades Council
- Los Medanos College
- Yuba College
- Lawrence Livermore National Laboratory
- University of California, Davis
- Stanford University

Sutter Energy Center: Built on a History of Community and Labor Engagement

1998 3 2005 5 2021 6

8

1995-1998

Community members engaged on Sutter project and identified levee improvements as a community priority

2001

SEC begins commercial operationbecoming the first air-cooled merchant CCGT in California

2009

Groundbreaking for the Starbend Levee project in partnership with the State under community benefits agreement

Early 2022

Public outreach for CCUS project begins, hosting two public forums in both Sacramento and Yuba city

Calpine and Labor set the stage for first project labor agreement ever executed for a California power facility, setting the standard

The plant has first offtake agreements with the Sacramento Municipal Utility District (SMUD) and Balancing Authority of Northern California

> Discussions with community leadership and scoping for CCS retrofit begin

2023

SMUD votes to partner with Calpine on the CCS retrofit, now named the Sutter **Decarbonization Project**

CCS Success: Built on a History of Community and Labor Engagement



Education and Training

- Expanded relationships with minority-serving institutions
- Career fairs, apprenticeships, and information-sharing with Yuba College, Los Medanos College, and UC Davis.
- Expanded internship program for both STEM and non-STEM careers



Labor

- Negotiating a Project Labor Agreement (PLA) to cover project construction
- Calpine to offer learning and development opportunities for job promotion and professional development
- Continue to **sponsor co-op programs** with students from local community colleges



Stakeholder Engagement

- More than 45 stakeholder meetings held to date
- Meetings with community groups kicked off in September 2022, more than 6 months prior to permit filing
- Two public CCS workshops held in May 2023
- Community feedback directly impacts engineering design, broader project design and implementation

Community Economic Impact

- Jobs creation for construction and operations
- Community Benefits Agreement (similar to SEC's initial development)
- Local businesses utilized for construction and operations
- Maintenance/operations budgets spent in Sutter County
- Local non-profit charitable contributions





Challenges to Community Engagement for CCUS

Different audiences have different concerns.

What our partners assumed the community valued most:

- Equity
- Air pollution control
- Business growth

While Calpine still prioritizes these issues, the articulated community concerns instead focused on:

- Noise
- Water
- Impact to traffic
- Economic impact, including taxes
- Carbon storage permanence
- Job creation



Integrating Community Feedback

5

Non-STEM Internships

Water Use

Water is a critical resource in the community; the site will continue to be fully aircooled In additional to traditional apprenticeships, local educational institutions requested non-STEM internships to expand opportunity

Continued Meetings

We continue to host public small group meetings, as well as one-on-one meetings to address ongoing concerns in the community

Seismicity

Community feedback led to more extensive community outreach and education with storage partner

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Community Liaison

An on-the-ground community member identifies and raises concerns before they become problems

Connecting with the Community: Addressing Concerns

Calpine has integrated a variety of means to facilitate communication with the community.

California-focused website

- Addresses local audience
- FAQ guide
- Project updates ٠

Calpine coordinated with partners SMUD, ION Clean Energy, and 1PointFive to create materials and messaging focusing on:

- Pipeline information ٠
- Safety
- Noise concerns
- Water Impact ۲
- **Carbon Storage** ۲
- Project timeline

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MAKE A DIFFERENCE.

CALPINE IN CALIFORNIA

ed over 40 years ago on the principles of sustainability, Calpine is focused on our commitment to clean energy production. We artnered with the U.S. Department of Energy (DOE) on several ts designed to advance transformative and innovative ermal and carbon capture and storage (CCUS) systems that allow e to produce safe, reliable, low-carbon power.

THE OPPORTUNITY

100INTFIVE

Securing and providing clean, reliable power and addressing climate change are two of the most urgent challenges of our lifetime. By partnering with Calpine, we can substantially reduce CO2 emissions from the Sutter Energy Center. We bring over 50 years of expertise safely, securely and permanently storing approximately 20 million metric tons of CO₂ annually.

IN-ZONE

MONITORING WELL

CAP ROCK

1PointFive is addressing climate change by partnering with industries to help reduce

underground formations, we can help curb global temperature rise to 1.5°C by 2050.

their carbon dioxide (CO₂) emissions. By safely and securely storing CO₂ in deep

CARBON CAPTURE AND STORAGE (CCS)

CARBON INNOVATION

Geologic sequestration is a proven method of storing CO₂. CCS involves injectin underground into rock formations for permanent storage. By capturing and stori protect the climate, the planet, and future generations.

Geologic sequestration has been used for decades. Studies of real-world applications by leading experts prove that CCS is a powerful tool for capturing and securely storing CO2.

Our carbon storage projects are designed and engineered to protect underground water sources and ensure safe, secure and permanent CO2 storage. In addition, California and the Environmental Protection Agency (EPA) will review, approve, and regulate the project planning and operation.

FIRST STEPS

The project's first phase is to collect rock and water samples from the deep subsurface formations beneath the project site. Then, technical experts will analyze and evaluate the suitability of the rock formation to safely, securely and permanently store CO₂

Following up with one-on-one meetings with trusted members of the community, this outreach resulted in addressing safety questions around storage and seismic concerns. This includes a dedicated 800 number and email to gather community feedback.

SUSTAINING COMMUNITY

CALPIN

Forty years ago, Calpine was founded on principles of sustainability. Our forthcoming application for funding from the U.S. Department of Energy (DOE) is designed to advance transformative and innovative CCS systems, allowing our plants to supply the electric grid with low-carbon power 24 hours a day, seven days a week.

Advancing these technologies promises to bring down the cost of reliable, clean energy while protecting existing, local jobs and creating new jobs in the operation and management of clean energy generation

Our approach reflects Calpine's ongoing commitment to advancing climate goals and leading the way to a clean energy future for all.

Is there a 10-mile buffer distance between all Carbon Capture infrastructure and disadvantaged communities

tified by CalEnviroScreen 4.0. the two an 10 miles away from the facility. This includes e entire chain of infrastructure from capt sport to storage

?

Is Carbon Storage Safe? All industry and manufacturing activity

diaxide is stored beneath specialized wells icalled EPA Class VII that have strict safety guidelines

What is the process for setting up

Wells are subject to strict permit guidelines from the EPA and tions require that all oper regula establish emergency remediation plans, detailed post-injection site care plans, and provide multiple opportunities for public input

Is Calpine speaking with the iity?

Yes. Outreach with the public began in prior to the filing for permits. We are working with community stakeholds leaders, and neighbors to ensure our projects are built and operated in a w that addresses unique local concerns while delivering reliable, clean energy



Building and Maintaining Relationships with the Community

2

Be honest and transparent

Honesty and transparency is necessary to build and maintain trust Stay engaged and responsive

Regular communication and involvement is needed to maintain relationships

Be proactive and take initiative

Identify and address CCUS-related community concerns or issues before they become major problems.

Acknowledge this will take work and time

Community engagement requires extensive research, interfacing, and staffing. Ensure you have the resources early in the development process. Rural energy communities have been proven to be susceptible to research fatigue. As a result, indicators may seem lower than expected.

A community liaison can help you understand sentiment

Having a resource on the ground can help proactively address minor issues before they become larger, gain perspective into local issues, and help understand what is importaint to the community.



What the Community is Saying...

Karm Bains Chair, Sutter County Board of Supervisors

"I have 100% confidence in Calpine and this project. Calpine has been operating in Sutter county for over 20 years. They have proven to be a great community partner."

Heidi Sanborn SMUD Board President, Director

"I look forward to our close working relationship with Calpine to make sure this goes as smoothly as it possibly can with all the smart people in the room that have helped bring this to us."

Mark Mulliner State Building & Construction Trades Council of California

"It is our obligation to work with Calpine and support these companies, because they are making the commitment to utilize our members."

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Thank You!

Sutter Decarbonization Project – Community Engagement

