



Item 6: Emergency Rulemaking Implementing Refiner and Marketer Three- month Projection Regulations (Docket No. 23-OIR-03)

February 12, 2025 Business Meeting

Jeremy Smith, Deputy Director
Energy Assessments Division



Benefits to Californians



Greater transparency into California's transportation fuels market.



Better analyze near-future gasoline supply and demand conditions.

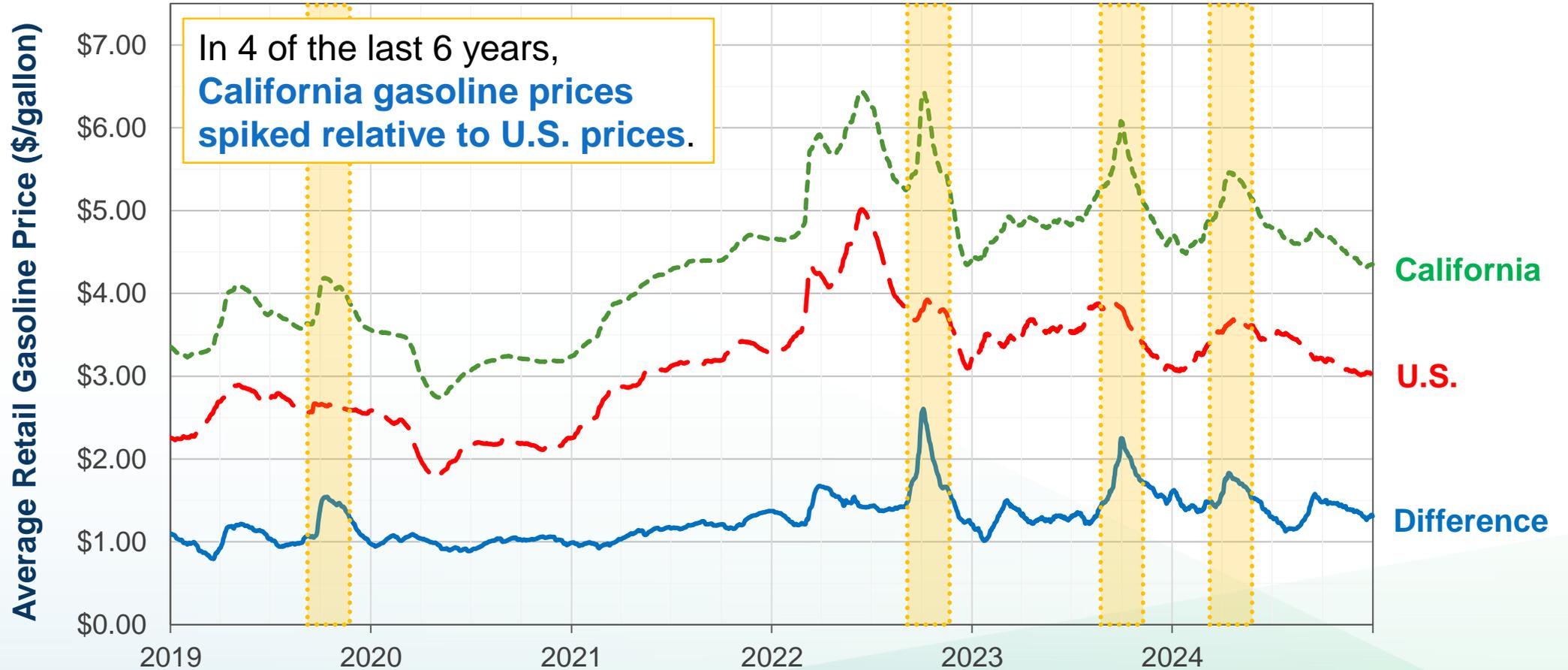


Take action to protect consumers from gasoline price spikes.



Gasoline Prices: CA vs. U.S. Average

California vs. U.S. Average Retail Gasoline Price (2019-Current)



Source: CEC analysis of OPIS data

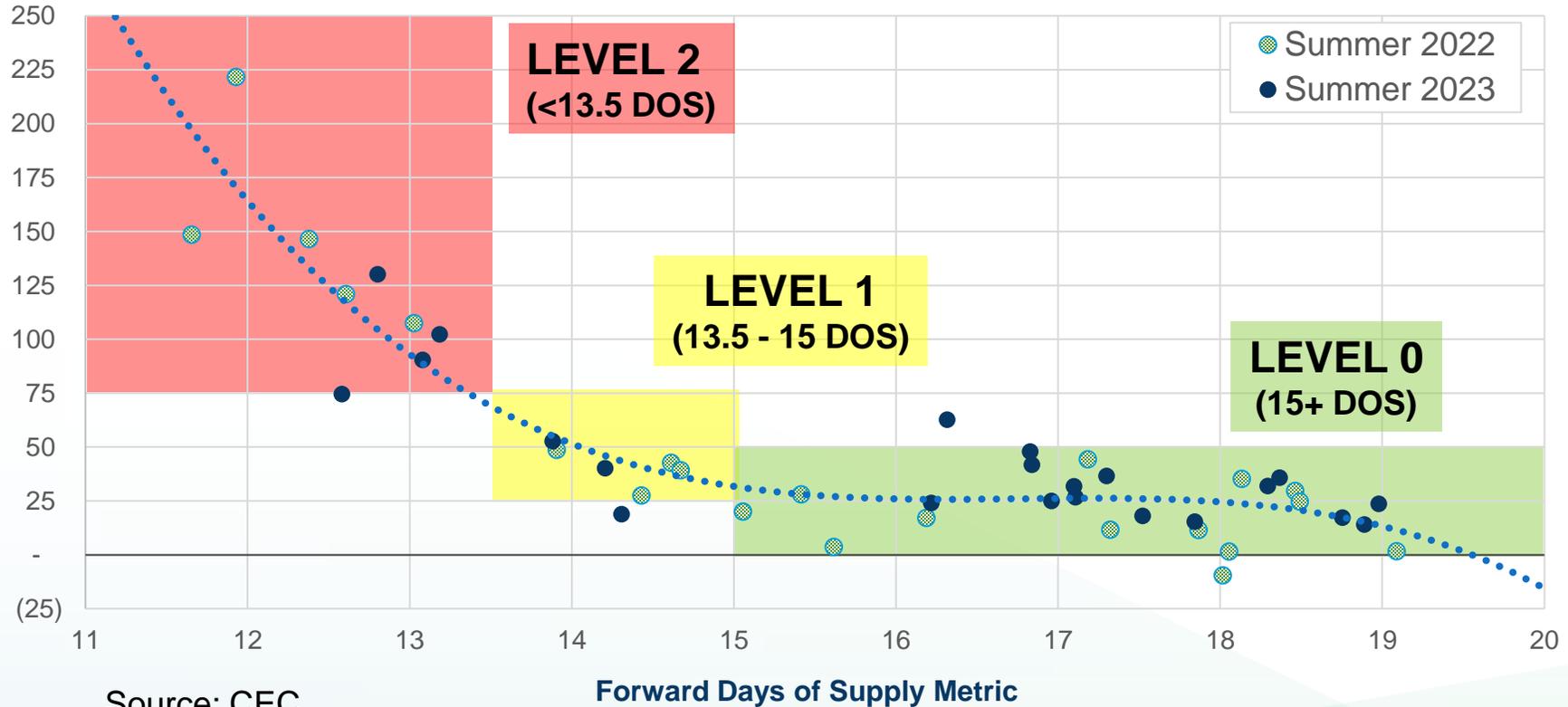


Establishing Price Risk Levels

...Price spreads increase

LA/SF CARBOB Spot Avg. minus NYMEX
(CPG, 2024\$)

Summer 2022 and 2023 Price Spread vs. Days of Supply (DOS)



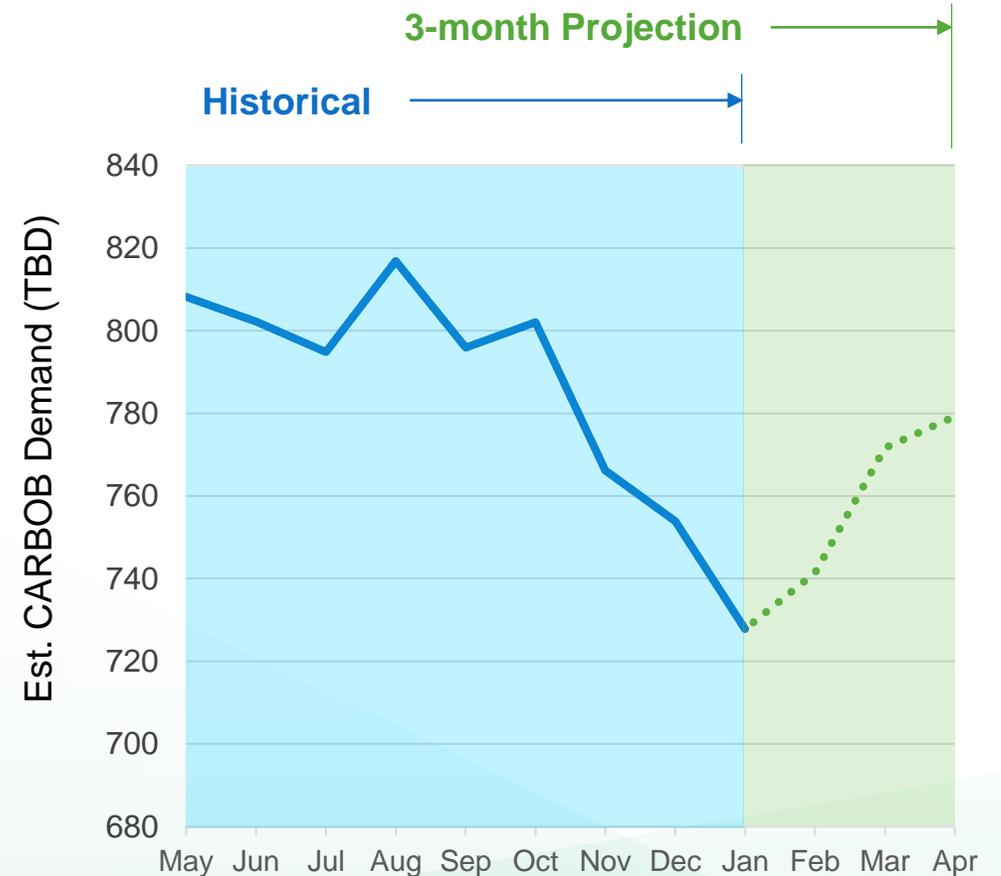
Source: CEC

As Days of Supply fall...



Three-Month Projection Regulations

- Refiners and marketers already develop forward projections to optimize business operations.
- Proposed regulations clarify reporting requirements and define terms for accurate reporting.



Source: CEC



Staff Recommendation and Next Steps

- Approve the request to adopt the emergency regulations.
- **February 13:** Submit to Office of Administrative Law.
 - Docketed at: 23-OIR-03
 - Office of Administrative Law has a 10-day review.
- **February 24:** Regulations target effective date.