



STATE OF WASHINGTON
DEPARTMENT OF ECOLOGY

PO Box 47600, Olympia, WA 98504-7600 • 360-407-6000

Washington Cap-and-Invest Program
APCR Auction #2 November 2023 Summary Report

Issued on November 15, 2023

Background

Ecology held an auction of allowances on November 8, 2023. The auction included the sale of vintage-less allowances from the Allowance Price Containment Reserve (APCR) account, sold at a single tier price.

Prior to today's certification of APCR #2, Ecology staff and the independent market monitor evaluated bids and determined that the auction process and procedures complied with the requirements of the Washington Regulation. The Market Monitor made the following determination:

The Market Monitor found that the November APCR auction was cleared consistent with the APCR auction clearing rules in the Regulations. The Market Monitor confirmed the clearing quantities by qualified bidder. The auction algorithm correctly applied requirements of the Regulations covering the bid guarantee. The Market Monitor did not observe any breaches of communication protocols.

The Market Monitor recommends that ECY approve the November APCR Auction results.

The Financial Services Administrator will distribute auction proceeds to the State of Washington after all qualified bidder payments are received. Ecology will release the APCR Auction Proceeds Report on December 6, 2023, providing the final amount of proceeds generated from APCR Auction #2.

Auction Results

A total of 5,000,000 APCR allowances were offered at auction, solely at tier 1. All allowances offered for sale by Ecology were sold. Only covered and opt-in entities were eligible to participate, and consignment of allowances was not permitted.

Table 1: APCR allowance tier prices

	Tier 1	Tier 2
Tier Price	\$51.90	\$66.68

Tier prices are defined by Ecology in accordance with [Chapter 173-446-370 WAC](#).

Table 2: APCR allowances offered and sold at each tier

	Tier 1	Tier 2
Allowances offered by Ecology	5,000,000	0
Allowances sold	5,000,000	0

Table 3: Auction data for APCR #2 November 2023

	Tier 1	Tier 2
Total qualified bids divided by total allowances available for sale	3.20	N/A
Herfindahl-Hirschman Index*	2098	N/A

*Herfindahl-Hirschman Index (HHI) is a measure of market concentration and competitiveness, the values of which range from 0 to 10,000. A lower HHI value indicates a higher level of competition. A higher HHI value indicates greater market concentration among fewer entities.

List of qualified bidders for APCR #2 November 2023

A qualified bidder is an entity that completed an auction application, submitted a bid guarantee that was accepted by the Financial Services Administrator, and was approved by Ecology to participate in the auction. Qualified bidders may or may not have participated in the auction.

This list includes 30 qualified bidders.

CITSS Entity ID	Entity Legal Name
WA3446	BP PRODUCTS NORTH AMERICA INC.
WA3462	Cardinal Glass Industries
WA3530	Cascade Natural Gas Corporation
WA3549	CenTrio Energy Seattle, LLC
WA3545	CHEVRON U.S.A. INC.
WA3621	CHS Inc.
WA3568	City of Enumclaw
WA3636	CityServiceValcon, LLC
WA3479	GAS TRANSMISSION NORTHWEST LLC
WA3669	General Petroleum LLC
WA3457	Grays Harbor Energy LLC
WA3488	Idemitsu Apollo Corporation
WA3577	KIROS Energy Marketing ULC
WA3435	MARATHON PETROLEUM COMPANY LP
WA3590	Midstream Energy Partners (USA), LLC
WA3496	NORTHWEST PIPELINE LLC
WA3477	Nucor Steel Seattle, Inc.
WA3502	NW Natural Gas Co.
WA3487	PacifiCorp
WA3700	Parkland Corporation
WA3600	Petrogas, Inc.
WA3424	Phillips 66 Company
WA3475	Powerex Corp.
WA3438	Puget Sound Energy, Inc.
WA3662	SeaPort Sound Terminal, LLC
WA3474	Shell Energy North America (US), L.P.
WA3679	THE ANDERSONS, INC.
WA3481	U.S. OIL & REFINING CO.
WA3531	University of Washington
WA3527	Washington State University

How does Ecology decide what information to share?

Ecology shares information about the outcome of each quarterly auction as required by the Washington regulation and to support the successful implementation of the program. Ecology does not share information that could potentially enable market manipulation or other unfair practices by market participants.

Contact Information

If you have questions about the information in this auction summary, please contact:

Website: cca.wa.gov/auctions-and-trading

Email: RegistrarCCA@ecy.wa.gov

Ecology CCA Help Desk: 360-407-6296

ADA Accessibility

The Department of Ecology is committed to providing people with disabilities access to information and services by meeting or exceeding the requirements of the Americans with Disabilities Act (ADA), Section 504 and 508 of the Rehabilitation Act, and Washington State Policy #188. To request an ADA accommodation, contact Ecology by phone at 360-407-6800 or email Emily Powers at emily.powers@ecy.wa.gov, or visit <https://ecology.wa.gov/accessibility>. For Relay Service or TTY call 711 or 877- 833 - 6341.