



GREENHOUSE GAS REDUCTION FUND

CONTEXT: STATUTORY PARAMETERS IN THE IRA

	Funding stream #1	Funding streams #2 and #3
Funding	\$7 billion in competitive grants	\$11.97 billion and \$8 billion in competitive grants
Eligible Recipients	States, municipalities, Tribal governments, and ‘ <i>eligible recipients</i> ’ (see righthand column)	<i>Eligible recipients</i> defined as: <ul style="list-style-type: none"> • A nonprofit that provides capital, including by leveraging private capital • Does not take deposits other than from repayments and other revenue from using these grant funds • Is funded by public or charitable contributions • Invests in or finances projects alone or with investors
Use of Funds	<ul style="list-style-type: none"> • Provide eligible applicants with funding that can be used as subgrants, loans, other forms of financial assistance, and technical assistance • Distributed technologies on residential rooftops is specifically mentioned as an allowable use, in addition to zero-emission technologies 	Funds for financial and technical assistance in projects that reduce or avoid GHG and other forms of air pollution. Eligible recipients shall make: <ul style="list-style-type: none"> • Direct investments in qualified projects • Indirect investment through funding and technical assistance to establish new or support existing public, quasi-public, and nonprofit entities that provide financial assistance to qualified projects at the state, local territorial, or Tribal level, as well as community lenders
Conditions and Carve-Outs	Funds must enable low-income and disadvantaged communities to deploy or benefit from zero-emission technologies and carry out GHG reduction activities	\$8 billion for qualified projects in low-income and disadvantaged communities

CORE GOALS OF THE GGRF

The Greenhouse Gas Reduction Fund has three overarching goals:



Reduce greenhouse gas emissions and other air pollution



Deliver the benefits of greenhouse gas and air pollution reducing projects in low-income and disadvantaged communities



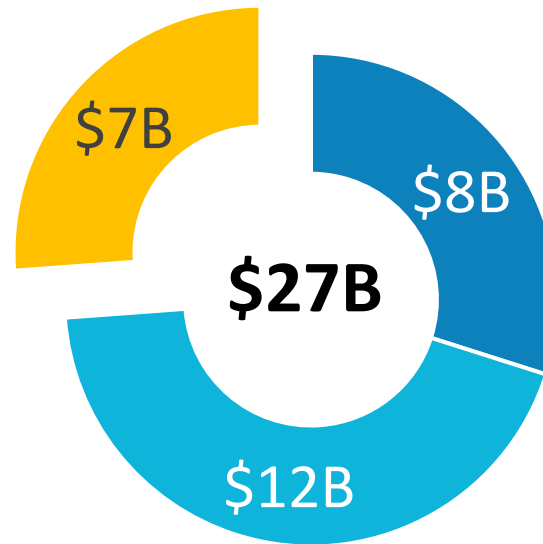
Mobilize financing and private capital to stimulate additional deployment of greenhouse gas and air pollution reducing projects

Delivering meaningful benefits to low-income and disadvantaged communities is a key goal

GGRF WILL BE IMPLEMENTED VIA TWO GRANT COMPETITIONS

1. Zero-emissions Technologies

- **100%** of the competition to benefit to low-income, disadvantaged communities
- **Focus:** Residential and community solar, associated storage, and related upgrades
- **Eligible recipients:** States, municipalities, Tribal governments, and eligible nonprofit entities
- **Anticipated number of grants:** Up to 60



2. General and Low-Income Assistance

- At least **\$8 billion** of the competition to benefit low-income disadvantaged communities
- **Focus:** Projects that reduce greenhouse gas emissions and other air pollution. Details TBA in competition documents.
- **Eligible recipients:** Eligible nonprofit entities
- **Anticipated number of grants:** Between 2-15

GGRF investments will lower energy bills, bring clean and reliable energy sources to communities, reduce air pollution, and create good jobs.

GGRF GRANTEES WILL PROVIDE DIRECT AND INDIRECT INVESTMENT INTO QUALIFIED PROJECTS


**General and
Low-Income
Assistance
Competition
\$20 billion**

*(40%+ to low-income and
disadvantaged
communities)*




Nonprofit
financing entities

**Indirect
investment**


Public, quasi-public,
not-for-profit, or
nonprofit financing
entities

**Direct
investment**


Investment in
qualified
projects


Investment in
qualified
projects

WHAT DOES GGRF MEAN FOR COMMUNITIES?

- **For too long, a lack of access to capital has been a barrier** to addressing climate change and advancing environmental justice, especially in underserved communities.
- **GGRF will make historic resources available** to mobilize private capital, create robust project pipelines, and accelerate climate investments in neighborhoods across the country.
- **EPA is working diligently to design these two historic grant competitions** in a way that transparently and inclusively invests public dollars while delivering benefits to communities.
- **EPA anticipates opening competitions** for funding under this program in summer 2023.
- **The Notice of Funding Opportunities** for these competitions will clarify which projects are eligible and other important details to help communities plan for investments.