



GREENHOUSE GAS REDUCTION FUND

ENVIRONMENTAL FINANCIAL ADVISORY
BOARD OCTOBER 2022 MEETING

CONTEXT: STATUTORY PARAMETERS

	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 'eligible recipients' (see righthand column)	<p><i>Eligible recipients</i> defined as:</p> <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 	<p>Funds for financial and technical assistance in projects that reduce or avoid GHG and other forms of air pollution.</p> <p>Eligible recipients shall make:</p> <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

Key Statutory Deadlines:

- Begin making grants on a competitive basis within 180 days of enactment (February 12, 2023)
- Award all funding by September 30, 2024