



# GREENHOUSE GAS REDUCTION FUND

ENVIRONMENTAL FINANCIAL ADVISORY  
BOARD OCTOBER 2022 MEETING

# CONTEXT: STATUTORY PARAMETERS

	Funding stream #1	Funding streams #2 and #3
<b>Funding</b>	<b>\$7 billion in competitive grants</b>	<b>\$11.97 billion and \$8 billion in competitive grants</b>
<b>Eligible Recipients</b>	States, municipalities, Tribal governments, and ' <i>eligible recipients</i> ' (see righthand column)	<p><i>Eligible recipients</i> defined as:</p> <ul style="list-style-type: none"> <li>• A nonprofit that provides capital, including by leveraging private capital</li> <li>• Does not take deposits other than from repayments and other revenue from using these grant funds</li> <li>• Is funded by public or charitable contributions</li> <li>• Invests in or finances projects alone or with investors</li> </ul>
<b>Use of Funds</b>	<ul style="list-style-type: none"> <li>• Provide eligible applicants with funding that can be used as subgrants, loans, other forms of financial assistance, and technical assistance</li> <li>• Distributed technologies on residential rooftops is specifically mentioned as an allowable use, in addition to zero-emission technologies</li> </ul>	<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"> <li>• Direct investments in qualified projects</li> <li>• 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</li> </ul>
<b>Conditions and Carve-Outs</b>	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