Broadband, Electric Vehicles, and Infrastructure: A Federal and State Funding Update



Business Oregon

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High-Level Overview

- Infrastructure Investments and Jobs Act (IIJA)
 - Also called Bipartisan Infrastructure Law (BIL)
 - Detailed legislation
 - Federal direction to states is in progress
- Inflation Reduction Act (IRA)
 - Legislation does not have much detail
 - Federal direction to states has not yet occurred
- Other State and Federal Programs
 - Includes American Rescue Plan Act and other pandemic relief funds









Empowering Oregon Communities Now, and for Generations

REGIONAL DEVELOPMENT OFFICERS for REGIONS 10B & 11



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Bipartisan Infrastructure
Law (BIL) Background

VISION	MISSION	VALUES
Prosperity for all Oregonians.	Business Oregon invests in Oregon businesses, communities, and people to promote a globally competitive, diverse, and inclusive economy.	Agile Collaborative Accountable Respectful Innovative

- BIL also referred to as to the Infrastructure Investment and Jobs Act (IIJA) passed 11/15/2021
- Provides funding for drinking water and wastewater infrastructure through <u>existing</u> EPA funded programs
- Drinking Water State Revolving Fund (DWSRF) Oregon Health Authority and Business Oregon
- DWSRF Loan Fund = Safe Drinking Water Revolving Loan Fund (SDWRLF)
- 5 years of enhanced DWSRF funding in addition to that typically received; three distinct funding buckets



Potential Funding for BIL
DWSRF1 of 1

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General Supplemental

2022	\$23,623,000	
2023	\$28, 386,006	
2024	\$30,979,509	
2025	\$33,560,109	
2026	\$33,560,109	
Total	\$150,108,733	

- General Supplemental Sidebars
- Incentive (49% subsidy for disadvantaged communities)
- State Match (10% 2022 & 2023; 20% 2024–2026)



Potential Funding for BIL
DWSRF 2 of 3

VISION	MISSION	VALUES
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- Emerging Contaminant Supplemental
- -PFAS and other emerging contaminants

Total	\$49,600,000
2026	\$9,920,000
2025	\$9,920,000
2024	\$9,920,000
2023	\$9,920,000
2022	\$9,920,000

- Emerging Contaminants Supplemental Sidebars
- -Incentive (100% subsidy)
- -State Match (no match required)



Potential Funding for BIL
DWSRF 3 of 3

VISION	MISSION	VALUES
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- Lead Service Line Supplemental
- -Prevalence of lead service lines in Oregon

2022	\$37,201,000
2023	\$37,201,000
2024	\$37,201,000
2025	\$37,201,000
2026	\$37,201,000
Total	\$186,005,000

- Lead Service Line Supplemental Sidebars
- —Incentive (49% subsidy)
- -State Match (no match required)



BROADBAND **IIJA BEAD**

VISION	MISSION	VALUES
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BEAD program will provide ~\$42.45B for infrastructure planning and implementation



Funding pool \$42.45B

A program to get all Americans online by funding partnerships between states or territories. communities, and stakeholders to build infrastructure where we need it to and increase adoption of high-speed internet.

Letter of

Due

7/18

NOFO

live 5/13

PROGRAM HIGHLIGHTS

Entities eligible to apply for this program include:

- All 50 States
- The District of Columbia and Puerto Rico
- · Other Territories: U.S. Virgin Islands, Guam, American Samoa, and the Commonwealth of the Northern Mariana Islands

Example eligible uses of funds include:

Planning for deployment of Internet

Initial proposal

Due 270 days after planning

5-year plan

2023

funds received

- Deploying or upgrading Internet
- 1 Installing Internet in multi-tenant buildings

Final proposal

1 Implementing Workforce adoption and and job digital equity training programs

IIJA/BEAD

- 5-year Statewide **Broadband Action** Plan, collaboration with local/regional entities in 2023
- [\$100M] + [formula allocation -> Additional Infrastructure Funding

ESTIMATED TIMELINE

Timeline approximate unless exact date specified Due 365 days after Due 180 days after new DATA maps and notice of fundings amounts issued initial proposal approval 2026+ 4-year implementation

business

2022

BROADBAND IIJA Digital Equity

VISION	MISSION	VALUES
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Digital Equity Act created three programs to promote digital equity and inclusion

Funding pool \$2.75B

Three programs that provide funding to promote digital inclusion and advance equity for all. They aim to ensure that all communities can access and use affordable, reliable, high-speed internet to meet their needs and improve their lives.

PROGRAMS HIGHLIGHTS

The Digital Equity Act created three programs:

\$60M formula funding program to develop digital equity plans

State Planning

\$1.44B formula funding program to implement plans & promote digital inclusion

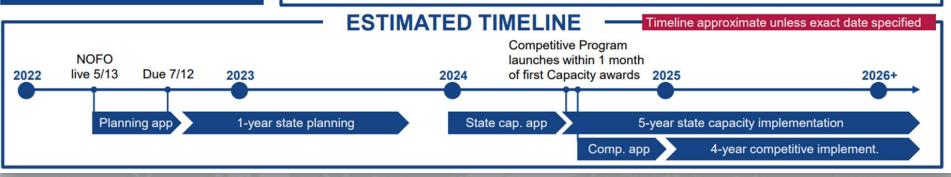
Competitive

 \$1.25B to implement digital equity and inclusion activities

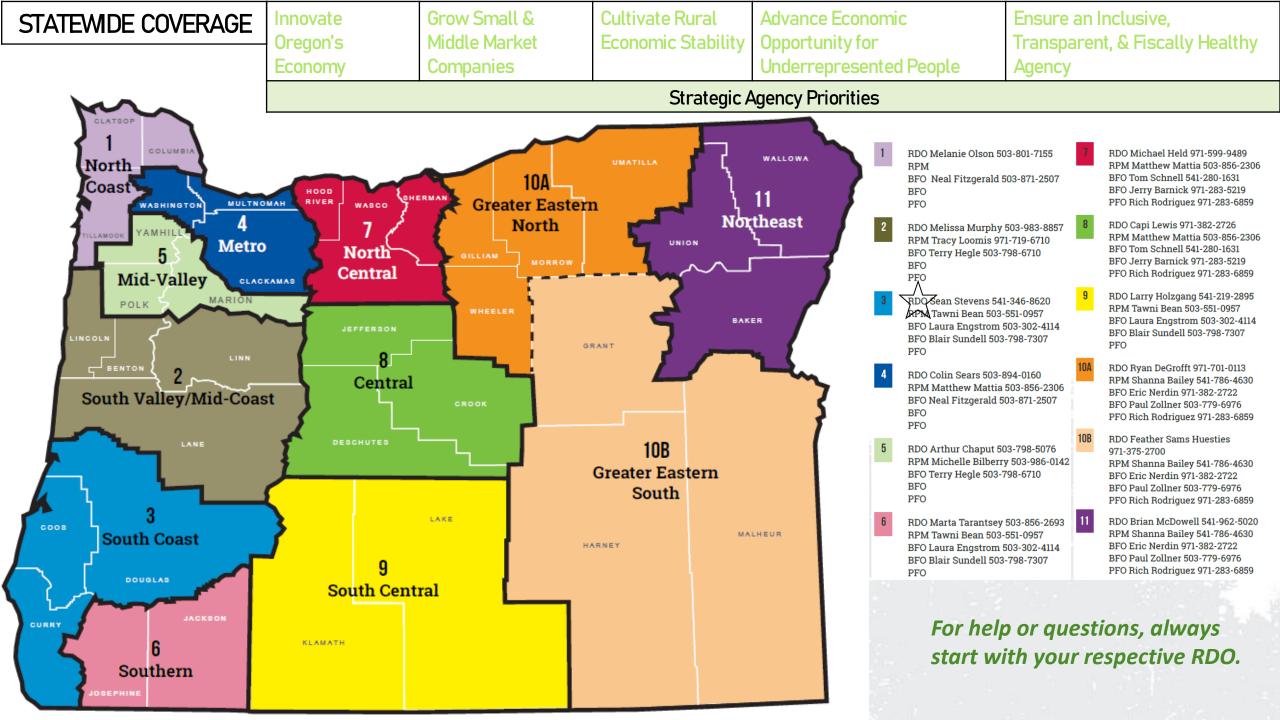
- Example eligible uses of funds include:
- Developing digital equity plans; states must develop a plan to be eligible for state capacity grants
- Implementing digital equity plans and related activities
- Making awards to other entities to help make digital equity plans
 - Providing digital literacy and digital skills education
- Improving accessibility and inclusivity of public resources
- Facilitating the adoption of high-speed Internet

IIJA/Digital Equity

- State Digital Equity
 Plan, collaborate &
 engage with local
 entities in 2023
- [\$783K] + [formula allocation] -> Additional devices/tech support/ training Funding









IIJA Basics

- \$1 TRILLION for infrastructure
- \$567 billion for transportation
- Surface transportation portion includes:
 - Reauthorization of surface transportation programs
 - Special funding for bridges and EV charging
 - New programs for resilience and climate
 - Huge amount of discretionary grants
 - All over five years (2022-2026)

FEDERAL INFRASTRUCTURE INVESTMENTS



TRANSPORTATION

\$30 Million

in additional funds for bicyle and pedestrian projects.



BRIDGES

\$288 Million

to invest in repairing and replacing aging bridges.



EV CHARGING INFRASTRUCTURE

\$52 Million

to construct new electric vehicle charging stations across Oregon.



RESILIENCE

\$94 Million

to increase the transportation system's resilience to earthquakes, natural disasters and adapt to climate change.



\$45 Million

in additional funds to invest in improving transportation safety for all users.



FEDERAL INFRASTRUCTURE INVESTMENTS



\$200 Million

in additional formula funding, plus grants to upgrade fleets and and invest in zero and low emission vehicles.



PASSENGER RAIL

Historic investment

ODOT will pursue competitive grant funding to make improvements to Amtrak Cascades.



CARBON REDUCTION

\$82 Million

to invest in projects that reduce greenhouse gas emissions.



DISCRETIONARY GRANTS

\$100 Billion

in new funding distributed through grant programs administered by the federal government.



LOCAL PRIORITIES

Over \$200 Million

for local governments to invest in community priorities.





ODOT INVESTS \$100 MILLION IN EV CHARGING

- Mix of federal and state funding
- Fast chargers (30 minutes to full) every 50 miles along major corridors (Interstates 5, 84, 82, and U.S. 26, 101, 20 and 97)
- Eligible routes to expand over time
- Community charging focused on disadvantaged communities and rural communities (apartment buildings, stop-and-shop locations)





Incentive Programs

- Oregon Solar + Storage Rebate Program
- Community Renewable Energy Grant Program
- Oregon Rural & Agricultural Energy Audit Program
- Energy Efficient Wildfire Rebuilding Program

...Coming Soon: Heat Pump Incentives
Infrastructure Investment and Jobs Act
Inflation Reduction Act



OREGON SOLAR + STORAGE REBATE PROGRAM

HB 2618 (2019) directed ODOE to:

- Provide incentives to support rooftop solar projects statewide
- Include an option to add storage when the solar PV system is installed
- Support low-income service providers and low-to-moderate income households with an elevated rebate rate and a 25% carve out
- Work with solar contractors, who apply for the rebates on behalf of their customers and who market the program in their work





Results

- 1,855 projects in 29 counties
- Over \$6.2 million in rebates completed or in process
- Supporting over \$69.5 million investment in clean energy
- 60 approved contractors
- 37% to low- to moderate-income





COMMUNITY RENEWABLE ENERGY GRANT PROGRAM

HB 2021 established the Community Renewable Energy Grant Program to:

- Offset costs of planning and developing community renewable energy projects
- Support projects in traditionally underserved communities
- Promote small-scale community renewable energy projects
- Provide direct benefits to communities across Oregon by improving energy resilience, creating local jobs, promoting economic development, and reducing local energy costs.





Applicant Eligibility

- Tribes
- Counties
- Municipalities
- Special government bodies such as ports and irrigation districts
- Consumer-Owned Utilities
- Outside Portland









Grid Edge Demonstration Project in Eugene Photos courtesy of Eugene Water and Electric Board



BUDGET PRIORITIES

- 50 percent or more for grants to be awarded for planning or developing community renewable energy projects that qualify as community energy resilience projects.
- 50 percent or more for grants to be awarded for planning or developing community renewable energy projects that primarily serve **one or more environmental justice communities**.



GRANTS TO OREGON COMMUNITIES

PROJECT CATEGORY	MAXIMUM GRANT AWARD	MAXIMUM % OF COST
Planning, Energy Resilience	\$100,000	100%
Planning, Renewable Energy Only	\$100,000	100%
Construction, Energy Resilience	\$1,000,000	100%
Construction, Renewable Energy Only	\$1,000,000	50%

Grants will be awarded on a competitive basis and will include performance agreements and time limits for completing projects.



RURAL & AGRICULTURAL ENERGY AUDIT PROGRAM

Energy audits and assessments help save energy and money, and plan for future capital investments.

- ODOE received a \$100,000 USDA Rural Energy Development Assistance (REDA) Grant
- Grant dollars cover up to 75% of energy audit costs
 - Participants responsible for remaining 25% (may be reimbursable)
- Eligible Participants:
 - Agricultural Producers
 - Rural Small Businesses



Coming Soon...

HEAT PUMP INCENTIVE PROGRAMS

\$25 million toward two heat pump incentive programs, one for rental homes and one to go toward regional entities to establish their own programs (SB 1536 – 2022)

INFRASTRUCTURE INVESTMENT AND JOBS ACT (aka BIL)

Grid resilience grant application in development; estimated \$60 million for clean energy and energy efficiency projects and programs

INFLATION REDUCTION ACT

Estimated \$80+ million for climate and energy related projects and programs – details to come







USDA Rural Development



- Low-interest loan and grant programs for:
 - Water, wastewater, solid waste
 - Community facilities
 - Broadband buildout
 - Distance learning & telemedicine
 - Rural electric cooperatives
 - Housing
 - Business Programs
- Some funding for development, preliminary work, and technical assistance after project completion.
- Coordinate closely with other funders to help you find predevelopment and application assistance.



Time Frames for USDA Awards

Application windows:

- Open year-round
- Once-per-year
- Special stimulus funding may be one time only with a short application window

Application review and award of funding estimates:

- Planning Projects
 - 2-6 months
- Design/Construction Projects
 - 6-12 months



Importance of Planning

- Pre-development Assistance
- Facility Plans:
 - Required for DEQ and Biz Oregon funding
 - Broader focus on the entire system
- Preliminary Engineering Reports (PERs):
 - Part of a USDA funding application
 - Specific focus on proposed project
- Capital Improvement Plans (CIPs) (water and sewer projects):
 - Every system should have one!
- Also, is your project a priority listed in a regional or multijurisdictional plan?

Rural Placemaking Innovation Challenge (RPIC)

- This initiative is to provide technical assistance and training to rural communities for placemaking planning and implementation.
- Projects must be multi-jurisdictional, multi-sectoral and require substantial USDA RD involvement—it is a cooperative agreement, not a grant.
- Pilot program with \$4M available in FY 2022. Deadline was 8/15/22. Not sure if it will be available in FY 2023.
- All eligible applicants must demonstrate the capacity to deliver and support multiple rural placemaking planning activities within at least one of the four RD regions and has previously administered a state and/or federal grant.
- 15% Match requirement.

Eligibility – who is eligible to apply?

- Federally-recognized Tribes & Tribal Entities
- Institutions of higher education (including 1862 Land-Grant Institutions, 1890 Land-Grant Institutions, 1994 Land-Grant Institutions, Hispanic-Serving Institutions, and Historically Black Colleges and Universities (HBCU).
- Nonprofit organizations with 501(c)(3) IRS status; public bodies.
- Small private entities meeting the <u>size standards established by the U.S. Small Business Administration (SBA).</u>
- All eligible applicants must demonstrate the capacity to deliver and support multiple rural placemaking planning activities within at least one of the four regions and has previously administered a state and/or federal grant.

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