Climate Pollution Reduction Grant (CPRG) Program

LAEDC

September 28th, 2023
The Inflation Reduction Act (IRA)

- **The Inflation Reduction Act (IRA)** makes historic investments in climate action.

- IRA investments will drive significant emissions reductions over the next decade.

- EPA will play a major role in delivering these programs and approximately $41.5 billion in funding.
Climate Pollution Reduction Grants (CPRG) funds and implements plans

EPA will award $5 billion through the Climate Pollution Reduction Grants (CPRG) program.

- States, regions, and tribes have received grants to develop greenhouse gas reduction strategies and plans

- $4.6 billion will be awarded to implement projects and programs
These are EPA’s CPRG program objectives

• Reduce climate and air pollution

• Support jobs and lower energy costs

• Address environmental justice
This is the current timeline

Fall-Winter 2023

• Establish GHG inventories
• Identify potential projects, measures, strategies
• EPA released implementation grant guidelines on September 20th

Winter 2024

• Share draft PCAP content
• Support implementation grant process
• PCAP submission to EPA (March 1st)

Spring 2024

• Implementation grant applications due to EPA (April 1st)

Ongoing engagement
PHASE ONE: PLANNING GRANTS
These agencies are facilitating the LA/OC effort

- County of Los Angeles
- County of Orange
- SCAG
- South Coast AQMD
- OCTA
- LA Metro
- City of LA
- City of Long Beach
- City of Anaheim
The Priority Climate Action Plan (PCAP) is a pre-requisite for implementation funding

- GHG reduction strategies must be included in a state or metro area PCAP to be eligible
- Five of six counties in SCAG region covered by a metro area PCAP
- Imperial County must be covered by California’s PCAP
- Federally recognized tribes can apply under state, metro area, or own PCAP

Is the strategy eligible for funding?

- Strategy is in state or metro PCAP
  - Strategy is eligible
- Strategy is not in state or metro PCAP
  - Strategy is not eligible
LA/OC Metro Area PCAP focus

- Build on the large number of existing/in progress CAPs in LA/OC metro area
- Limited timeline for PCAP development
- Focus on the following sectors
  - Transportation
  - Building energy
  - Waste
- Need to lean on state PCAP for additional sectors
State PCAP is anticipated to be more comprehensive

The state scoping plan has more sectors...

...and includes carbon sinks
PHASE TWO: IMPLEMENTATION GRANTS
Implementation grant funding availability

- Applications due on April 1\textsuperscript{st} of 2024
  - $4.3 billion available to states, metro areas, tribes, and territories
  - $300 million available exclusively to tribes and territories
- Awards expected in July of 2024

<table>
<thead>
<tr>
<th>Tier</th>
<th>Grant Ranges</th>
<th>Funds Targeted for Each Tier</th>
<th>Anticipated Number of Grants to be Awarded</th>
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</thead>
<tbody>
<tr>
<td>Tier A</td>
<td>$200,000,000 – $500,000,000</td>
<td>$2 billion</td>
<td>4-10</td>
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<tr>
<td>Tier B</td>
<td>$100,000,000 – $199,999,999</td>
<td>$1.3 billion</td>
<td>6-13</td>
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<td>Tier C</td>
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<td>Tier D</td>
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<td>Tier E</td>
<td>$2,000,000 – $9,999,999</td>
<td>$0.1 billion</td>
<td>10-50</td>
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</tbody>
</table>
Who and what is eligible

- States, municipalities, tribes, and territories
  - Individual or lead applicants that can subaward
  - Coalitions that can apply together (requires a Memorandum of Agreement)
- New or expanded projects/programs
  - Focus on GHG reduction and disadvantaged communities benefits (Justice 40)
- Seven eligible sectors
  - Transportation
  - Electric Power
  - Industrial
  - Waste, water, and sustainable materials
  - Agricultural
  - Carbon removal (natural lands and restoration)
This is the current timeline

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Ongoing engagement
CONNECT WITH US!

For questions about the CPRG program, please reach out to:
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