

Overview of Funding from the Inflation Reduction Act

Updated 09/26/2023

Program	Funding Level	Program Purpose	Timing	Guidance	Administering Entities	Other Notes
<u>Greenhouse Gas Reduction Fund (GGRF)</u>	\$27B (three grant competitions - \$14B, \$6B and \$7B)	Supporting clean energy investments	Funding available through September 30, 2024. Notices of Funding Opportunity released.	<u>General Assistance & Low-Income & Disadvantaged Communities Grant Program</u> Consists of: 1) National Clean Investment Fund (\$14B) - <u>NOFO</u> 2) Clean Communities Investment Accelerator (\$6B) - <u>NOFO</u> <u>Zero-Emissions Technologies Grant Program</u> Consists of: 1) Solar for All (\$7B) - <u>NOFO</u>	Environmental Protection Agency (EPA)	HPN joined the <u>Justice Climate Fund's (JCF)</u> application for funding. EPA released <u>a framework</u> for the GGRF that outlines key parameters and expected application components in April 2023 . They also released a <u>factsheet</u> giving an overview of the GGRF.
1) National Clean Investment Fund (GGRF)	\$14B		Funding available through September 30, 2024. The deadline to apply is October 12, 2023	<u>General Assistance & Low-Income & Disadvantaged Communities Grant Program</u> National Clean Investment Fund (\$14B) - <u>NOFO</u> <ul style="list-style-type: none"> Will fund 2-3 national nonprofits who will partner with private capital providers to deliver financing at scale. Intended to catalyze tens of thousands of clean technology projects. 	EPA	Email EPA at <u>ggrf@epa.gov</u> to request a copy of the slides used in their webinar on this fund. The recording was posted to <u>this website</u> . <u>National Clean Investment Fund FAQs</u>

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<p>2) Clean Communities Investment Accelerator (GGRF)</p>	<p>\$6B</p>		<p>Funding available through September 30, 2024.</p> <p>The deadline to apply is October 12, 2023</p>	<p>General Assistance & Low-Income & Disadvantaged Communities Grant Program</p> <p>Clean Communities Investment Accelerator (\$6B) - NOFO</p> <ul style="list-style-type: none"> Will fund 2-7 hub nonprofits who will work to rapidly build the clean financing capacity of specific networks of public, quasi-public and nonprofit community lenders. Must ensure that low-income and disadvantaged communities have access to financing for clean technology projects. 	<p>EPA</p>	<p>Email EPA at ggrf@epa.gov to request a copy of the slides used in their webinar on this fund. The recording was posted to this website.</p> <p>Clean Communities Investment Accelerator FAQs</p>
<p>3) Solar for All (GGRF)</p>	<p>\$7B</p>		<p>The deadline to apply is October 12, 2023.</p> <p>See press release here.</p>	<p>Zero-Emissions Technologies Grant Program</p> <p>Solar for All (\$7B) - NOFO</p> <ul style="list-style-type: none"> Will fund up to 60 grants to States, Tribal governments, municipalities and nonprofits. Intended to expand the number of low-income and disadvantaged communities that are primed for investment in residential and community solar. <p>Interested parties were required to submit a Notice of Intent (NOI).</p>	<p>EPA</p>	<p>Click here to access EPA’s Solar for All webpage where you can find additional information and documents.</p> <p>Solar For All FAQs</p> <p>View EPA’s July 12 webinar on Solar for All</p> <p>See the list of states that submitted an NOI here.</p>
<p>Green and Resilient Retrofit Program (GRRP)</p>	<p>\$837M in subsidy and up to \$4B in</p>	<p>Fund energy and water efficiency,</p>	<p>Funding available through September 30, 2028.</p>	<p>The funding is broken up into three paths (or cohorts):</p>	<p>Department of Housing and</p>	<p>Only program in IRA exclusively for affordable housing</p>

	loan authority	benchmarking, energy storage, electrification, and climate resilience projects.	HUD released guidance in May 2023. See this factsheet or this presentation for an overview of the program.	<ol style="list-style-type: none"> Elements (NOFO) Leading Edge (NOFO) Comprehensive (NOFO) <p>Eligibility: Owners and sponsors of HUD-subsidized Section 202, 811, Project-based Section 8, and Section 236 properties that agree to extended affordability.</p>	Urban Development (HUD)	<p>Visit HUD’s GRRP YouTube playlist to access recordings of their office hours and overview webinars for GRRP</p> <p>Access HUD’s GRRP FAQs here.</p>
1) Elements Path (GRRP)	Up to \$40K per unit or \$75K per property		<p>Remaining application Review Periods:</p> <ul style="list-style-type: none"> January 4, 2024 March 28, 2024 	<p>Elements</p> <ul style="list-style-type: none"> For owners to include proven and meaningful climate resilience and utility efficiency measures in projects that are in the process of a recapitalization transaction Funding of up to \$40K per unit or \$75K per property HUD expects to make roughly 200 awards NOFO can be accessed here 	HUD	<p>The Elements Fact Sheet provides an overview of the application process and timing.</p> <p>The first Elements Cohort was awarded on September 13, 2023. View awardees here.</p>
2) Leading Edge Path (GRRP)	Up to \$60K per unit or \$10M per property		<p>Remaining application review periods:</p> <ul style="list-style-type: none"> October 31, 2023 January 31, 2024 April 30, 2024 	<p>Leading Edge</p> <ul style="list-style-type: none"> For ambitious retrofit activities to achieve an advanced green certification. Ideal for projects in the planning stages of a recapitalization effort – these awards complement the existing financing strategy 	HUD	<p>The Leading Edge Fact Sheet provides an overview of the application process and timing.</p>

				<p>to allow for higher standards of efficiency and resilience</p> <ul style="list-style-type: none"> • Funding of up to \$60K per unit or \$10M per property • HUD expects to make roughly 100 awards • NOFO can be accessed here 		
3)Comprehensive Path (GRRP)	Up to \$80K per unit or \$20M per property		<p>Remaining application review periods:</p> <ul style="list-style-type: none"> • November 30, 2023 • February 28, 2024 • May 30, 2024 	<p>Comprehensive</p> <ul style="list-style-type: none"> • For properties with the highest need for climate resilience and utility efficiency upgrades, regardless of prior development or environmental retrofit experience. • Will have access to TA for property assessments to develop a plan that meets the property’s needs and GRRP retrofit objectives • Funding of up to \$80K per unit or \$20M per property • HUD expects to make roughly 300 awards • NOFO can be accessed here 	HUD	The Comprehensive Fact Sheet provides an overview of the application process and timing.
High-Efficiency Electric Home Rebates (also referred to as Home Electrification Rebates or HEEHRA)	\$4.5B	Rebates to cover the costs of electrification projects	<p>Funding available through September 30, 2031.</p> <p>Changes to residential energy efficiency tax credits under the IRA will become effective starting in late 2023.</p>	<p>Provides \$4.275B for State Energy Offices to offer rebates for electric appliances. Also provides \$225M to Tribes for the same purpose.</p> <p>Maximum of \$14,000 per building with percentage caps varying by income and building type.</p>	Department of Energy (DOE) via State Energy Offices .	<p>Information can be found through NASEO’s IRA Task Force at this website or through this factsheet.</p> <p>State incentives can be tracked through this database.</p>

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			<p>States submit spending plans by August 2024 – states that do not submit within the timeframe will have funds reallocated.</p>	<p>Eligibility: LMI homeowners and MF building owners and entities working on behalf of LMI homeowners and MF building owners carrying out qualified electrification projects.</p>	<p>State allocations can be found here.</p>	<p>DOE published FAQs.</p>
<p>HOMES Rebate Program (also referred to as Home Efficiency Rebates)</p>	<p>\$4.3B</p>	<p>Grants to provide rebates for the costs of energy efficiency retrofits that are modeled to achieve or have achieved reductions in energy usage</p>	<p>Funding available through September 30, 2031.</p> <p>Changes to residential energy efficiency tax credits under the IRA will become effective starting in late 2023.</p> <p>States submit spending plans by August 2024 – states that do not submit within the timeframe will have funds reallocated.</p>	<p>Provides \$4.3B for State Energy Offices to offer rebates for energy efficiency improvements. Rebate amounts will be determined based on the energy saved – either modeled or measured.</p> <p>Eligibility: Homeowners and multifamily building owners and aggregators doing whole-house energy efficiency retrofit projects that achieve 20% energy savings or more LMI MF qualifies for \$4,000 - \$8,000 per unit dependent on energy savings, up to 80% of costs</p>	<p>DOE via State Energy Offices.</p> <p>State allocations can be found here.</p>	<p>Information can be found through NASEO’s IRA Task Force at this website or through this factsheet.</p> <p>Rebates cannot be combined with another federal grant or rebate program</p> <p>State incentives can be tracked through this database.</p> <p>DOE published FAQs.</p>

<p>Bonus Solar Credit for the ITC for Affordable Housing (Section 48 Tax Credits)</p>	<p>Approx \$10B</p>	<p>Provides bonus solar in low-income communities.</p>	<p>Tax credit expires in 2032.</p> <p>Application procedures, additional criteria, applicable definitions, and other information needed to complete an application for 2023 will be in forthcoming guidance.</p>	<p>Facilities (federally-assisted) of 5 MWs or less are eligible:</p> <ul style="list-style-type: none"> - 10 percentage points if solar installed in low-income community - 20 percentage points if solar installed as part of a qualifying low-income residential building project <p>Tenants must financially benefit. Annual limit of 1.8 GWs.</p> <p>IRS issued initial guidance on February 13th, 2023:</p> <ul style="list-style-type: none"> - The application will have two phases, starting with low-income residential buildings and projects that benefit low-income households - Capacity Limitation is divided into four categories (see page 8 of Notice) 	<p>Department of Treasury</p>	<p>For more information, see this post about the changes to the tax credit and this link to a webinar on the tax credit.</p> <p>See this link for podcast explaining the provisions for affordable housing and low-income communities.</p> <p>Notice of Proposed Rulemaking closed June 30th. Click here for more information.</p>
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Sources and Resources

- <https://www.nationalhousingtrust.org/news-article/nht-policy-brief-key-provisions-inflation-reduction-act-for-affordable-housing>
- <https://www.enterprisecommunity.org/blog/maximizing-inflation-reduction-act-benefits-affordable-housing>
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- <https://www.novoco.com/periodicals/articles/benefits-inflation-reduction-act-affordable-housing>
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- <https://nationalhousingtrust.org/ira-bootcamps>
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