FEDERAL CLIMATE FUNDING IMPLEMENTATION: CLIMATE POLLUTION REDUCTION GRANT

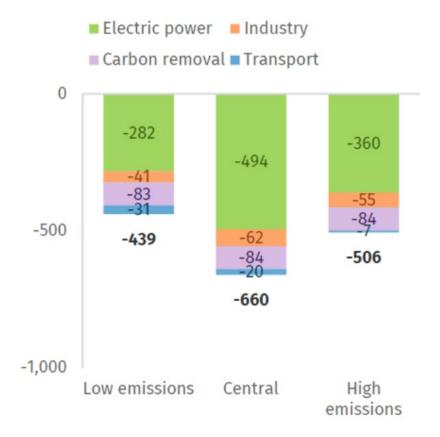
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Vermont Energy & Climate Action Network
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Impacts of the Inflation Reduction Act

- 439-660 MMTCO2e in emissions cuts and carbon removal by 2030
- Programs, grants, tax credits, and fees to drive decarbonization
- Lowers cost of wind, solar, electric vehicles, building efficiency to be more competitive with fossil fuel technologies
- Expands production capacity for manufacturing of cleaner technologies
- Provides resources to states and local governments to develop unique climate plans and compete for implementation funds



Rhodium Group, 2023



Climate Pollution Reduction Grants

- One of many funds within the IRA to mitigate emissions that cause climate change
- \$5 billion to states, local governments, tribe and territories to PLAN for and IMPLEMENT emission reductions
- ANR awarded \$3M in planning funds to:
 - Identify shorter term <u>mitigation priorities</u> (2023)
 - Develop a <u>comprehensive mitigation</u> plan (2025)
- ANR will compete for \$4.3B in implementation funds to implement mitigation priorities in 2024





CPRG – ANR's Approach to Mitigation Priorities

- Consider EPA's criteria for competitive funding
 - Demonstrate how Vermont is maximizing climate mitigation funding opportunities across all federal programs compliment other programs, fill gaps in funding coverage
 - Meaningful and measurable climate mitigation impacts must demonstrate emissions benefit
 - Consideration of direct benefits to low-income and disadvantaged communities
 - Innovative policies that are replicable and can be scaled
- Expand scope and scale of impactful mitigation programs
- Drive advancement and implementation of programs and policy in ALL sectors, especially where there is currently limited/no funding available to drive change in the "smaller" sectors





Capture & Store Carbon

A
Comprehensive
Approach to
Addressing
Climate Change











WHAT ACTIONS/IDEAS NEED MORE FUNDING?

CPRG – Mitigation Priorities

- Compared to other states, Vermont's climate planning journey is well underway
 - 2021 Initial Climate Action Plan
 - 2022 Comprehensive Energy Plan
 - Update to Climate Action Plan due in July 2025
- How will ANR implement the CPRG Planning Funds?
 Working with the Climate Action Office's Interagency Advisory Board to review all 234 actions in the Vermont Climate Action Plan (CAP)
 - Created comprehensive tracking tool for CAP actions living document
 - Update status of actions
 - Identify actions that have not been completed
 - Determine if additional resources are needed to advance/implement an action or to expand the scope and applicability of a successfully implemented action
 - Prioritize actions that have a measurable emissions benefit for CPRG funding



CPRG – Next steps

- ANR will continue to develop its priority plan to submit to EPA by the end of 2023
 - Public review and feedback on draft plan this Fall
 - Plan must be submitted to EPA for ANR to compete for single round of implementation funding applications due in April 2024
 - Compete for implementation funding, both individually and collaboratively. Many eligible entities, limited funding and awards anticipated
- Beyond the priority plan, ANR will utilize additional planning funding to:
 - Fund the technical, analytical, and operational needs of the 2025 update to Vermont's Climate Action Plan
 - Support regional planning commissions and municipalities in developing and implementing local climate mitigation priorities
 - Support ongoing outreach and engagement activities to inform the 2025 CAP update, as well as the priority plan

Public Input Opportunities – What actions should we seek to fund?

December 11 – 5:30pm

and

December 12 – 11:30am

To register for these events visit: climatechange.vermont.gov

→ Get Involved → Calendar

