

# **Grid & Transmission Programs Conductor Guide**

# **Program Overviews**

Provision	BIL, IRA, N/A	Summary	Eligible Entities	Eligible Projects	Funding		
Transmission I	Transmission Programs						
Transmission Facilitation Program (TFP)	BIL: Sec: 40106	Revolving fund program that will provide Federal support to overcome the financial hurdles in the development of largescale new transmission lines, upgrading of existing transmission, and the connection of microgrids in select States and U.S. territories.	May include but not limited to:  Transmission Developers Microgrid Developers	To qualify projects must meet at least one of the following criteria:  New corridor: 1,000 MW or more  Existing corridor: Upgrade or new line 500 MW or more  Microgrid: Project connects an isolated microgrid to an existing transmission, transportation, or telecommunications infrastructure corridor located in Alaska, Hawaii, or a U.S. territory	\$2.5 borrowing authority  Revolving Fund  Three types of financing:  Capacity Contracts Loans Public Private Partnerships		



Transmission Facility Loans	IRA: Sec. 50151	\$2 billion in direct loan authority for facility financing.	Limited to:  Non-federal borrowers	To qualify projects must be designated by the Secretary to be necessary in the national interest under section 216(a) of the Federal Power Act.	\$2 billion in borrowing authority
Loan Programs Office (LPO)	IRA: Sec. 1706	Through Title 17, LPO has \$40 billion in loan authority to support transmission expansion projects and emerging technologies including HVDC deployment and GETS manufacturing and deployment.  Through Title 17, Section 1706, also known as Energy Infrastructure Reinvestment Financing Program, LPO has \$250 billion in loan authority to retool, repower, repurpose or replace energy infrastructure (incl transmission) that has ceased operations.	May include but not limited to:  Transmission Developers  Transmission Grid Industry	To qualify projects must meet at least one of the following criteria:  Transmission expansion projects  Projects to deploy emerging technologies  Projects to retool, repower, repurpose, or replace transmission infrastructure	\$40 billion in loan authority across all Title 17 innovative clean energy technologies  \$250 billion in loan authority through Title 17 Section 1706



Western Area Power Administratio n (WAPA): Transmission Infrastructure Program (TIP)	N/A	Strategic loans to project applicants for qualifying projects.  The program's primary goal is to leverage Federal funds and attract private and other nonfederal co-investment to support the development of critical transmission and related infrastructure.	May include but not limited to:  Transmission Developers  Storage Project Developers	To qualify for a project loan or project development assistance from the TIP, prospective utility-scale transmission and/or related projects must meet and demonstrate, at minimum, the following criteria:  Have at least one terminus in WAPA's 15-state service territory  Demonstrate a reasonable expectation of repayment  Facilitate the delivery of clean energy  Not adversely impact system reliability or operations  Serve the public interest	\$3.25 billion borrowing authority Revolving Fund
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Grid Infrastructure Modernization & Improvement Programs							
	ec. 0101	Formula grant program to strengthen and modernize America's power grid against wildfires, extreme weather, and other natural disasters that are exacerbated by the climate crisis.	Limited to:  States Territories Tribes	To qualify grantees must address at least one of the following:  Weatherization technologies and equipment  Fire-resistant technologies and fire prevention systems  Monitoring and control technologies  Undergrounding of electrical equipment  Utility pole management  Relocation of power lines or the reconductoring of power lines with lowsag, advanced conductors  Vegetation and fuelload management  Use or construction of distributed energy resources for	\$2.3 billion  ~\$459 million/year FY22-FY26  15% cost share from State, Territory, Tribal grantee		



				enhancing system adaptive capacity during disruptive events, including— microgrids and battery- storage subcomponents  Adaptive protection technologies  Advanced modeling technologies  Hardening of power lines, facilities, substations, of other systems  Replacement of old overhead conductors and underground cables	
Grid Resilience Grants for Utilities/Indus try	BIL: Sec. 40101 (c)	Grants to grid operators for investments to reduce the likelihood and consequences of disruptive events to communities and reduce risk of power lines causing wildfires	May include but not limited to:  • Electric grid operator  • Electricity storage operator  • Electricity generator	To qualify grantees must address at least 3 of the requirements listed above for 40101(d) State/Tribal/Territory Grants	\$2.5 billion  \$500 million/year FY22-FY26  First round includes FY22 & FY23 together (up to \$1 billion)  At least 50% cost share



		<ul> <li>Transmission owner or operator</li> <li>Distribution provider</li> <li>Fuel supplier</li> </ul>		
Grid Innovation Program  BIL Sec. 40103 (b)	Financial assistance to governmental entities to coordinate and collaborate with electric sector owners and operators to:  • Demonstrate innovative approaches to transmission, storage, and distribution infrastructure to harden and enhance resilience and reliability and  • Demonstrate new approaches to enhance regional grid resilience, implemented through states by public and	Limited to:  State  Combination of States  Tribe  Local government  Public Utility Commissions (PUCs)	To qualify projects must meet at least one of the following criteria:  Transmission capacity enhancements  Advanced distribution grid assets and functionality including storage  Combined systems demonstrating innovative approaches	\$5 billion (\$1 billion/year FY22-FY26)  First round includes FY22 & FY23 together (up to \$2 billion)  At least 50% cost share



	rural electric cooperative entities on a cost-shared basis		Qualifying investments	001300
Smart Grid Grants  BIL: Sec. 40107	Grants to support the deployment of technologies to enhance grid flexibility	<ul> <li>Institutions of higher education</li> <li>For-profit entities</li> <li>Non-profit entities</li> <li>State and local governmental entities</li> <li>Tribal nations</li> </ul>	<ul> <li>Qualifying investments include:</li> <li>Appliances, specialized industrial and commercial equipment, and transmission and distribution equipment</li> <li>Metering, control, and other devices, sensors, and software</li> <li>Equipment allowing smart grid functions to be operated and combined or coordinated among multiple electric utilities and regions</li> <li>Monitoring, controlling, and integrating distributed generation into grid operations</li> <li>Expanding communications/ broadband technologies to support smart grid activities</li> <li>Integrating electric or hybrid-electric vehicles onto the grid</li> </ul>	\$3 billion total (\$600 million/year FY22-FY26)  First round includes FY23 & FY23 together (up to \$1.2 billion)  At least 50% cost share



# **Provision Resources & FAQs**

# **Grid Deployment Office Programs**

### Transmission Facilitation Program

- Resources
  - o Program Page
- FAQ
  - Q: How, where, and when can I apply for this funding?

The TFP program will open in the Fall 2022 for capacity contract projects.

#### Q. What are the next steps for the TFP Program?

In Fall 2023, solicitations will open for Loans and Public Private Partnerships.

# Grid Resilience State, Territory, and Tribal Grid Resilience Formula Grants (40101(d))

- Resources
  - o Applications for Fiscal Year (FY) 2022 funding open until March 31, 2023.
    - FedConnect Application Portal
  - GDO Website Program Overview
  - Program Page
- Full FAQ



#### Shorter FAQ

#### Q. What are the next steps for 40101(d)?

Funds will be distributed on a rolling basis to eligible entities that applied.

#### Q: When will the grant cycle open for eligible entities to apply for funding through the states?

Each state or Tribe will determine its own process for distribution of funds by preparing a plan that will be adopted after notice and a public hearing and described in the Program Narrative, as described in Section 40101(d)(2)(B).

### **Grid Resilience & Innovation Partnerships Programs**

• Full FAQ – Coming Soon

# Grid Resilience Utility & Industry Competitive Grants (40101(c))

- Resources
  - o Grid Resilience and Innovation Partnerships Programs
    - RFI
    - Draft FOA
- FAQ

### Q: How, where, and when can I apply for this funding?

The Grid Resilience Grants will open to applicants in Fall 2022. You can comment on the RFI here. The RFI is open until October 14, 2022.



#### Q: What are the next steps for 40101(c)

In Fall 2022 we will issue a Funding Opportunity Announcement and begin accepting applications. In Spring/Summer of 2023 funds will be disbursed to awardees.

#### Q: How much funding is available in Year 1?

For Year 1 of the program (FY22/23), there is up to \$1 billion available.

#### Q: Are tribal utilities considered tribes (15% cost share) or entities (50% cost share) under 40101?

A tribal utility is a separate and distinct entity from a Tribe and would be responsible for 100% cost share or 1/3 cost share if it is considered a "small utility."

# Grid Innovation Program (40103(b))

- Resources
  - o Grid Resilience and Innovation Partnerships Program
    - RFI
    - Draft FOA
- FAQ

# Q: How, where, and when can I apply for this funding?

The Grid Innovation Infrastructure program will open to applicants in the fall. You can comment on the RFI <u>here</u>. The RFI is open until October 14, 2022.



#### Q: What are the next steps for 40103(b)

In Fall 2022 a Funding Opportunity Announcement will go out, and we will begin accepting applications. In Spring/Summer of 2023 funds will be disbursed to awardees.

### Q: How much funding is available in Year 1?

For Year 1 of the program (FY22/23), there is up to \$2 billion available.

# **Smart Grid Grants (40107)**

- Resources
  - o Grid Resilience and Innovation Partnerships Programs
    - RFI
    - Draft FOA
- FAQ

#### Q: How, where, and when can I apply for this funding?

The Smart Grid Grants program will open to applicants in the fall. You can comment on the RFI here. The RFI is open until October 14, 2022.

#### Q: What are the next steps for 40107?

In Fall 2022 a Funding Opportunity Announcement will go out, and we will begin accepting applications. In Spring/Summer of 2023 funds will be disbursed to awardees.



# Q: How much funding is available in Year 1?

For Year 1 of the program (FY22/23), there is up to \$1.2 billion available.

# **Transmission Facility Loans (IRA Sec. 50151)**

Coming Soon. Please check back for more information in November 2022.

# **Other DOE Programs**

# **Loan Programs Office Loans**

- Resources
  - o LPO Website
  - o Innovative Clean Energy Loan Program Solicitation
- FAQ

# Q: How, where, and when can I apply for this funding?

The LPO Loan process is outlined <u>here</u> and the application period is ongoing. Additional resources and guidance are available <u>here</u>.



# Western Area Power Administration Transmission Infrastructure Program

#### Resources

- o Program Site
- o Project Criteria
- Additional Assistance

Email: <u>TIP@wapa.gov</u>Phone: 720-962-7710

#### • FAQ

Q: How, where, and when can I apply for this funding?

The TIP application process is outlined <u>here</u>. You may also reach out to WAPA directly at the email and phone number above.

# **Additional FAQs**

# Q: Where do I apply for funding

All programs can be found and applied for on FedConnect when the funding round is open.

Q: Can I receive a grant/loan or participate in a public private partnership for multiple GRIP (40101, 40103(b), 40107) provisions administered by GDO?

It is permitted for an entity to receive grants from multiple grid related programs (BIL Sections 40101, 40103(b) or 40107) if the entity is otherwise qualified. However, an eligible entity cannot submit an application for a grant under Section 40101(c) and a grant provided by a State or Tribe under Section 40101(d) during the same application cycle.



### Q: Can I receive a GRIP grant/assistance and apply for Transmission Facilitation Program?

Yes, that is permitted. Neither the Transmission Facilitation Program (TFP) (BIL section 40106), on the one hand, nor any of BIL sections 40101, 40103(b) or 40107, on the other hand, preclude an eligible entity from receiving grants or other federal assistance (e.g., TFP capacity contracts, public-private partnerships, or loans) from multiple programs if the entity is otherwise qualified.

# Q: Can I apply and receive an award for TFP or a GRIP program AND the Transmission Facility Financing program in IRA (sec. 50151)

No, an entity may not receive Transmission Facility Financing under IRA section 50151 if it is receiving grants or other Federal support, such as funding under BIL sections 40101, 40103(b) 40107, or the TFP.

# Q: Can I receive a Loan Programs Office (LPO) loan and participate in the GDO grant/financial assistance programs?

No, an entity may not receive a loan from Loan Program Office under Title 17 and section 1706 of the Energy Policy Act as enacted in IRA section 50144 if it is receiving grants or other Federal support, such as funding under BIL sections 40101, 40103(b) 40107, or the Transmission Facilitation Program.

#### Q: Is this the only round of funding available?

No. The grid modernization grants will run additional rounds of funding. Please comment on the RFI if you have specific preferences for the frequency of these rounds. The Transmission Facilitation Program will run additional rounds of funding until the \$2.5 billion is fully distributed and as the revolving fund is paid back. The Loan Program Office funds are being distributed on a rolling basis.



#### Q: Can states, territories, or tribes subgrant funding out to other entities?

Yes. For the programs where states, territories, or tribes are eligible they may subgrant funding to other entities.

# Q: Are public utilities in the territories eligible for grant funding under the grid resilience provisions (40101, 40107, and through the states for 40103(b))?

Public utilities in the territories are eligible for grant funding under all three grid resilience provisions mentioned.

# Q: I've heard there is additional funding for transmission through the IRA. What can you tell me about that?

There are several transmission related provisions in the Inflation Reduction Act (IRA) including:

- Section 50151 (Transmission Facility Financing)
  - Appropriates \$2 billion to remain available until September 30, 2030, for a direct loan program for certain transmission project development.
  - To be eligible for a direct loan, a transmission project would need to be designated by the Secretary to be necessary in the national interest under section 216(a) of the Federal Power Act.
- Section 50152 (Grants to Facilitate the Siting of Interstate Electricity Transmission Lines)
  - Appropriate \$760 million to remain available through September 30, 2029, for making grants aimed at facilitating the siting of certain onshore and offshore transmission lines.
  - This program would allow relevant siting authorities to receive grants to be used for purposes including transmission project studies, examination of alternative siting corridors, hosting negotiations with project backers and opponents, participating in federal and state regulatory proceedings, and promoting economic development in affected communities.



- Section 50153 (Interregional and Offshore Wind Electricity Transmission Planning, Modeling, and Analysis)
  - Appropriates \$100 million to remain available until September 30, 2031, for expenses for convening stakeholders and conducting analysis related to interregional transmission development and development of transmission for offshore wind energy.