

Building a Bridge to Bankability



Working with the private sector to finance the deployment of innovative clean energy technologies, build energy infrastructure, create jobs, and reduce emissions in communities across the United States.

Innovative Clean Energy Advanced Transportation
Tribal Energy Energy Infrastructure Reinvestment
CO₂ Transportation Infrastructure

Agenda

- **What LPO Does** | Building a Bridge to Bankability • Application Activity
- **What LPO Offers** | The Value of Working with LPO
- **LPO Financing** | LPO Loan Programs: **ICE** • **ATVM** • **TELGP** • **EIR** • **CIFIA**
- **LPO's Portfolio** | A Record of Success at Derisking Clean Energy Technologies
- **LPO's Impact** | Catalyzing Markets • Reducing Emissions • Creating Jobs
- **Open for Business** | The Next Generation of LPO Financing
- **Working with LPO** | The Loan Transaction Process

What LPO Does



There are many areas that are mature from a technology standpoint but not mature from an access to capital standpoint — **that's a nexus where there's a clear mandate for LPO to participate.**

— LPO Director Jigar Shah

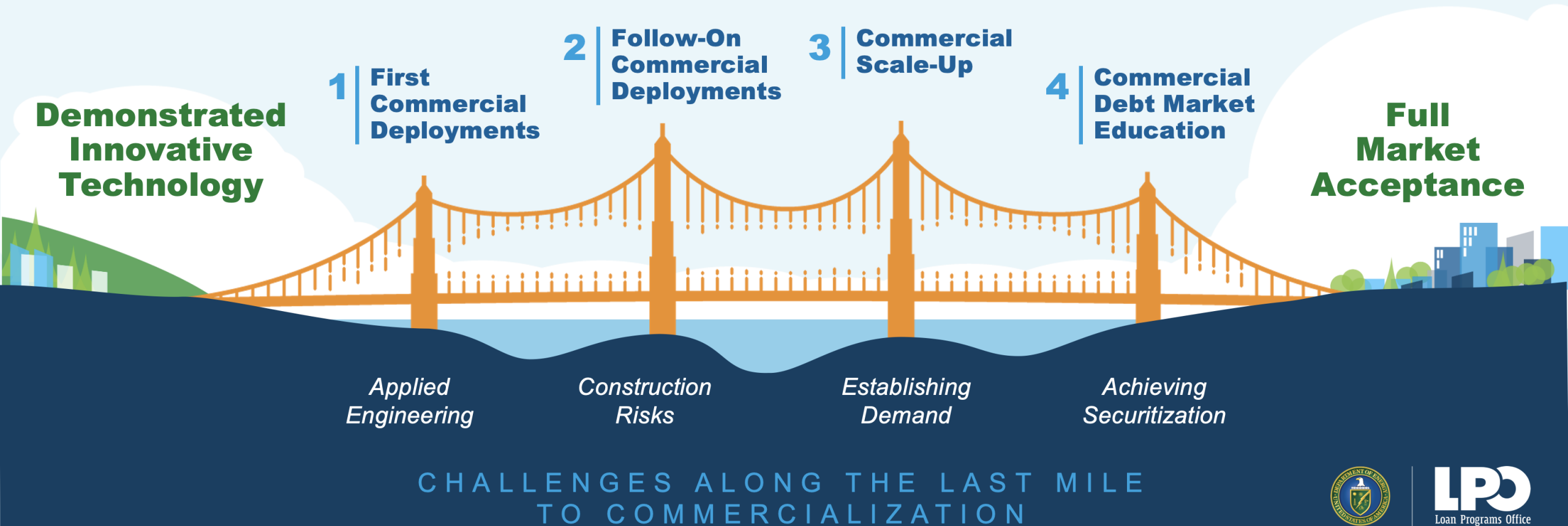


The **U.S. Department of Energy Loan Programs Office (LPO)** finances innovative clean energy, advanced transportation, tribal energy, energy infrastructure reinvestment, and CO₂ transportation infrastructure projects, **serving as a bridge to bankability for breakthrough projects and technologies**, derisking them at early stages of commercialization so they can reach full market acceptance.

The Bridge to Bankability

Providing financing for technologies to go the last mile to reach full market acceptance

DEPLOYMENT MILESTONES



What LPO Offers Borrowers

The unique value of working with LPO for clean energy technology project financing

LPO loans and loan guarantees are differentiated in the clean energy debt capital marketplace in **three primary ways:**



Access to Patient Capital

that private lenders cannot or will not provide.



Flexible Financing

customized for the specific needs of individual borrowers.



Committed DOE Partnership

offering specialized expertise to borrowers for the lifetime of the project.

Monthly Application Activity Report

April 2023

141

**ACTIVE
APPLICATIONS**¹

\$121.1

**BILLION
IN LOANS REQUESTED**²

1.5

**NEW
APPLICATIONS PER WEEK**³

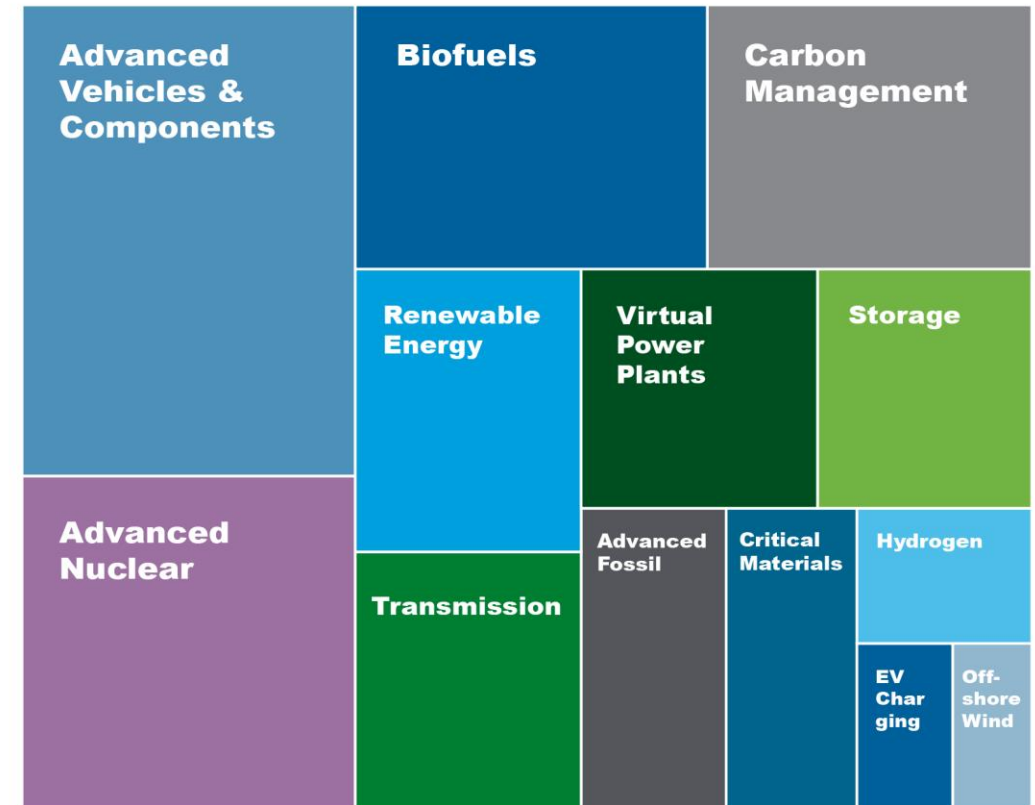
Notes

All data updated through April 30, 2023. For more details and a list of technology areas of interest within each LPO tech sector, see: [Energy.gov/LPO/MAAR](https://www.energy.gov/LPO/MAAR)

- 1) Active applications include applications that have been submitted by the project sponsor(s) through LPO's online application portal and are in different stages of active review and engagement by LPO and the applicant.
- 2) Individual requested loan amounts are estimated and potential, subject to change, and not necessarily representative of final financing terms. **Requested loan amounts in current active applications do not affect available LPO loan authority.** Figure rounded down to the nearest \$0.1 billion.
- 3) Current rolling average of new active applications per week over the previous 24 weeks. Figure rounded down to the nearest 0.1 application per week.

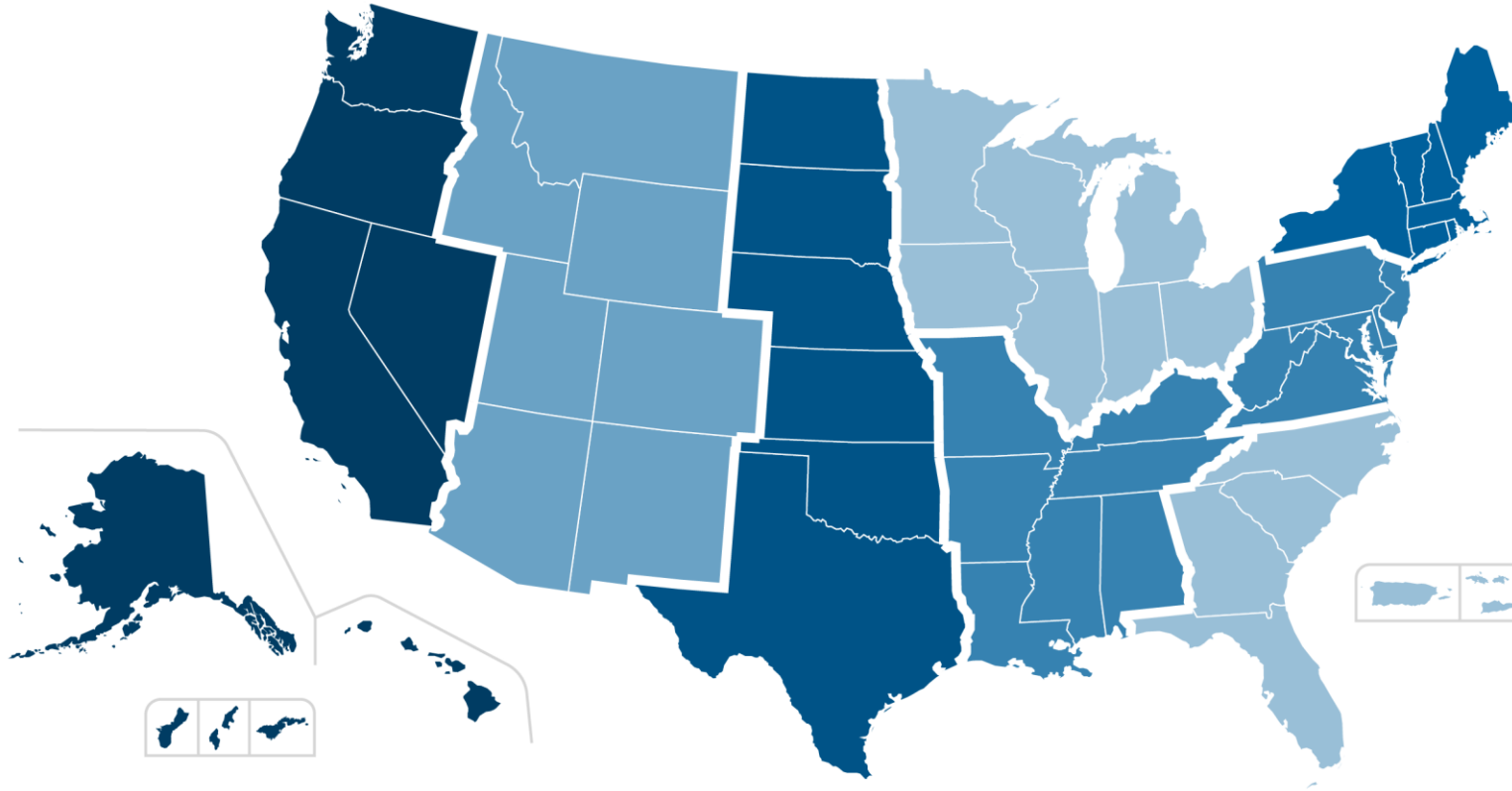
\$121.1 BILLION

CURRENT AMOUNT OF LOANS REQUESTED BROKEN DOWN BY PROJECT TECHNOLOGY SECTORS



Monthly Application Activity Report

April 2023



141 ACTIVE APPLICATIONS¹ WITH
169 PROPOSED PROJECT LOCATIONS
ACROSS ALL REGIONS OF THE U.S.²

WEST AK, CA, HI, NV, OR, WA (AS, GU, MP) **43**

PLAINS KS, ND, NE, OK, SD, TX **28**

NORTHEAST CT, MA, ME, NH, NY, RI, VT **20**

MID-ATLANTIC DE, MD, NJ, PA, VA, WV (DC) **18**

SOUTH AL, AR, KY, LA, MO, MS, TN **18**

MOUNTAIN AZ, CO, ID, MT, NM, UT, WY **16**

MIDWEST IA, IL, IN, MI, MN, OH, WI **13**

SOUTHEAST FL, GA, NC, SC (PR, VI) **13**

Notes

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- 1) Active applications include applications that have been submitted by the project sponsor(s) through LPO's online application portal and are in different stages of active review and engagement by LPO and the applicant.
- 2) Regions depicted are for representation purposes only and are not meant to denote LPO consideration of regional variation in project evaluation.

LPO Financing Programs

Project Types	Loan Program	Loan Types
Innovative Clean Energy	1703 ICE	Loan Guarantees
Advanced Transportation	ICE & ATVM	Loan Guarantees (Deployment) Direct Loans (Manufacturing)
Tribal Energy	TELGP	Direct Loans & Partial Loan Guarantees
Energy Infrastructure Reinvestment	1706 EIR	Loan Guarantees
CO₂ Transportation Infrastructure	CIFIA	Direct Loans

Loan guarantees for the deployment of innovative energy projects at commercial scale

Eligibility

The Title 17 program can consider innovative clean energy projects that:

1. Use innovative technology.
2. Reduce, avoid, or sequester greenhouse gas emissions or air pollutants.
3. Are located in the U.S.
4. Provide reasonable prospect of repayment.

Loan Guarantee Features

- LPO can offer 100% guarantee of U.S. Treasury's Federal Finance Bank (FFB) loans or partial guarantees of commercial loans.
- Senior secured debt priced competitively with commercial rates.
- DOE can serve as sole lender or as a co-lender.
- Structures may include project finance, structured corporate, corporate or warehousing lines.

Manufacturing and deployment of advanced vehicles, components, and infrastructure

Manufacturing (ATVM)

Access to affordable capital via Advanced Technology Vehicles Manufacturing (ATVM) program loans to build:

- New facilities or reequip/modernize/expand existing facilities in the U.S. and/or related engineering integration for eligible vehicles
- Light-duty vehicles that meet specified fuel economy requirements or ultra-efficient vehicles.*
- Applicable across the value chain including materials, components, suppliers, OEMs, EV charging or alternative fueling infrastructure.

Deployment (1703 ICE)

Access to capital for projects using innovative technology:

- Must meet all eligibility requirements of Title 17 Innovative Clean Energy Projects.
- Examples may include:
 - Deploying EV charging or alternative fueling infrastructure.
 - Deploying fleets of innovative vehicles.

*** NOTE:** Manufacturing lending authority has been expanded to the manufacturing of aviation, marine vessels, and hyperloop, with lending guidance forthcoming.

Energy development projects via the Tribal Energy Loan Guarantee Program (TELGP)

Eligibility

TELGP can consider tribal energy projects that:

1. Are owned by a tribe or entity that is majority tribally owned and controlled.
2. Are seeking direct loans (through FY 2022) or partial guarantees of commercial loans.
3. Are located in the U.S. (Tribal or non-tribal land, single site or distributed).
4. Are financially viable. TELGP is not a grant program and the borrower will be required to invest equity in the project.
5. No innovation requirement.

Technologies

Projects employing commercial technology are preferred.

Technology areas of interest include, but are not limited to:

- Renewable Energy
- Transmission Infrastructure & Energy Storage
- Fossil Energy
- Transportation of Fuels

Energy Infrastructure Reinvestment 1706 EIR

A new Inflation Reduction Act (IRA) program that leverages existing energy infrastructure

Eligibility

EIR guarantees loans to energy infrastructure reinvestment projects that:

1. Retool, repower, repurpose, or replace energy infrastructure that has ceased operations, or
2. Enable operating energy infrastructure to avoid, reduce, utilize, or sequester air pollutants or anthropogenic emissions of greenhouse gases.
3. No innovation requirement.
4. Projects replacing fossil electricity generation infrastructure require controls or technologies to avoid, reduce, utilize, or sequester air pollutants and anthropogenic emissions of greenhouse gases.

Example Projects

- Repurposing shuttered fossil energy facilities for clean energy production.
- Retooling power plants that have ceased operations for new clean energy uses.
- Updating operating energy infrastructure with emissions control technologies, including carbon capture, utilization, and storage (CCUS).

*** NOTE:** IRA appropriates \$5 billion through Sep 30, 2026 to carry out EIR, with a total cap on loans of up to \$250 billion.

The Carbon Dioxide Transportation Infrastructure Finance & Innovation Program

Summary

Enacted under the Bipartisan Infrastructure Law (BIL), the CIFIA program offers access to capital for large-capacity, common-carrier carbon dioxide (CO₂) transport projects, such as pipelines, rail, shipping, and other transport methods.

- Administered in partnership with DOE's Office of Fossil Energy and Carbon Management (FECM).
- Builds on other CCUS provisions of the BIL with up to \$2.1 billion to support loans, loan guarantees, grants, and administrative expenses to enable deployment of common carrier CO₂ transportation infrastructure.

Eligible Projects

- Common carrier transportation infrastructure for anthropogenic and ambient CO₂.
- Total project costs of at least \$100MM.
- Maximum U.S. produced iron, steel, and manufactured goods.

* **NOTE:** CIFIA program guidance is forthcoming.

LPO's Portfolio

Derisking Across Sectors

Over \$36.5 billion in innovative clean energy & advanced transportation commitments and loans

Advanced Nuclear Energy

\$12 Billion

First AP1000 reactor in the U.S. (Vogtle)

Advanced Fossil Energy

\$3 Billion

Two CCUS conditional commitments.
(Lake Charles Methanol, Monolith)

Wind Energy

\$1.7 Billion

Four onshore farms, including one of the world's largest. (Shepherds Flat)

Transmission

\$343 Million

Advanced transmission lines for improved grid reliability. (One Nevada Line)

Hydrogen

\$504 Million

Innovative clean hydrogen storage facility.
(Advanced Clean Energy Storage)

Advanced Vehicles & Components

\$10.52 Billion

Accelerated domestic electric vehicles manufacturing.
(Nissan, Syrah, Tesla, Ultium)

Concentrating Solar Power

\$5.8 Billion

Five CSP plants utilizing diverse technologies.

Geothermal Energy

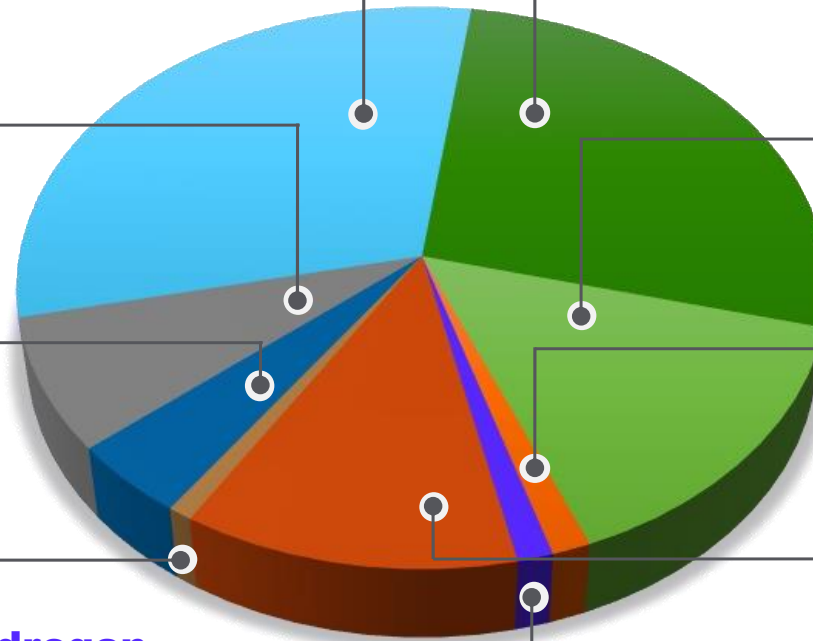
\$546 Million

State-of-the-art thermal extraction, revitalizing the sector.

Photovoltaic Solar

\$4.7 Billion

First five utility-scale PV solar projects larger than 100 MW in the U.S.



LPO's Impact

Catalyzing U.S. Markets

Over a decade of success in building a bridge to clean energy commercialization

Renewables Innovation

Financed large-scale, innovative wind, geothermal, and transmission projects across the West.

Advanced Auto Manufacturing

Financed the upgrade of advanced auto manufacturing facilities across the Midwest, creating tens of thousands of jobs.

Utility-Scale Solar

Financed 11 utility-scale solar projects across the Southwest, catalyzing the industry in the U.S.

Advanced Nuclear Energy

Financed the construction of the first new nuclear reactor in the U.S. in 30 years.



DOE LPO • AUG 2022

LPO's Impact

Climate & Economy

LPO-supported projects reduce greenhouse gas emissions and create American jobs



over
9.5 million
MWh clean energy
produced

equivalent to...



900,000
homes powered



3.8 million
tons of CO₂ displaced



62,450
advanced technology
vehicles produced

equivalent to...



2.1 million
gallons of gasoline
displaced



18,800
tons of CO₂ displaced



over

45,000

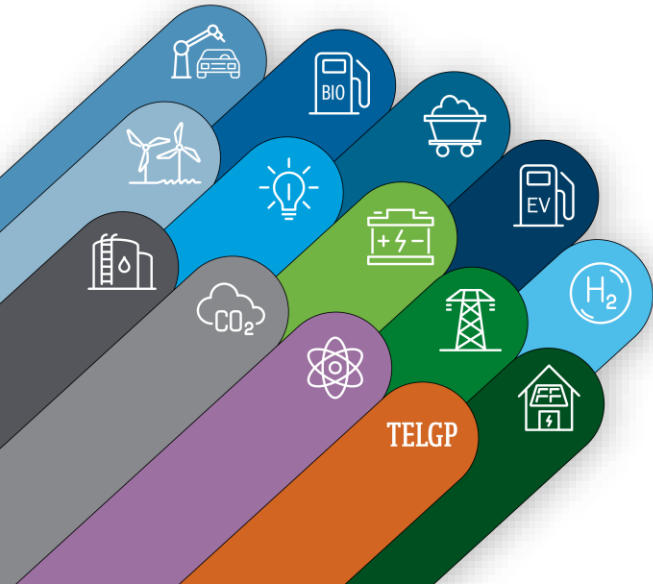
permanent jobs created



Through FY2022

The Next Generation of LPO Financing

LPO is working with stakeholders across innovative clean energy and advanced transportation sectors



Major Technology Sectors

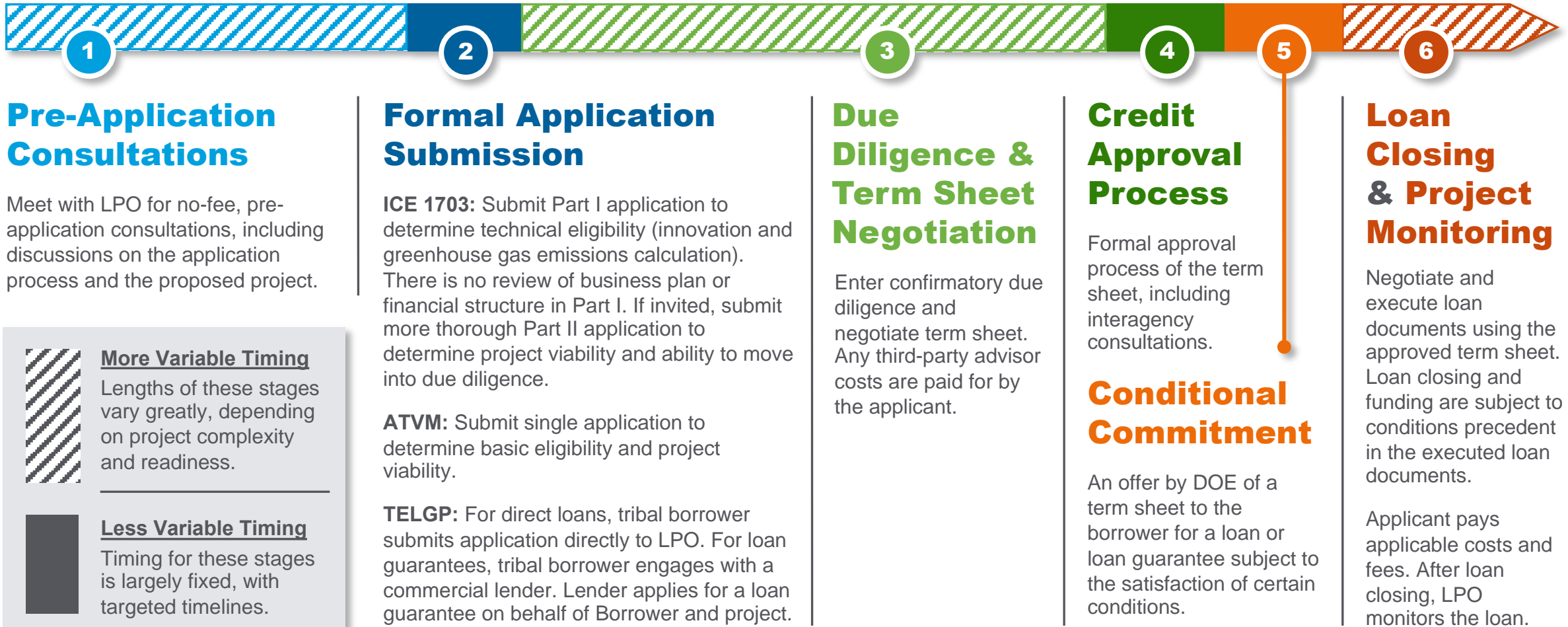
Technology Areas of Interest

Include, but are not limited to, the following:

Advanced Vehicles & Components	• Vehicles • Components • Lightweighting • Manufacturing
Biofuels	• Advanced Biofuels • Biodiesel • Cellulosic Biofuels • Renewable Diesel • Sustainable Aviation Fuel (SAF)
Critical Materials	• Extraction • Manufacturing • Mining • Processing • Recovery • Recycling
EV Charging	• Electric Vehicle (EV) Charging Infrastructure Manufacturing & Deployment
Hydrogen	• Generation • Infrastructure • Transportation
Offshore Wind	• Offshore Wind Generation • Offshore Wind Supply Chain & Vessels
Renewable Energy	• Electrification • Geothermal • Hydrokinetics • Hydropower • Repowering Onshore Wind • Solar • Waste Conversion
Storage	• Electric Vehicle (EV) Battery Manufacturing • EV Bidirectional Storage • Newer Battery Chemistries & Flow Batteries • Compressed Air Energy Storage • Pumped Storage Hydropower • Thermal Energy Storage
Transmission	• Grid Efficiency • Grid Reliability • High Voltage Direct Current (HVDC) Systems • Offshore Wind Transmission • Systems Sited Along Rail & Highway Routes
Virtual Power Plants	• Grid Connected Distributed Energy Resources (DERs)
Advanced Fossil	• Carbon Feedstock Waste Conversion • Fossil Infrastructure Repurposing & Reinvestment • Hybrid Generation Hydrogen Generated From Fossil Sources • Industrial Decarbonization • Synfuel
Carbon Management	• Carbon Capture, Utilization & Storage (CCUS) • Carbon Dioxide Removal (CDR)
Advanced Nuclear	• Small Modular Reactors • Micro Reactors • Nuclear Supply Chain • Nuclear Front-End
Tribal Energy	• Energy Storage • Fossil Energy • Renewable Energy • Transmission Infrastructure • Transportation of Fuels

The LPO Loan Transaction Process

LPO engages early with applicants and remains a partner throughout the lifetime of the loan



Let's Talk About Your Project

Request a Pre-Application Consultation at
<https://www.energy.gov/lpo/pre-app>



<https://www.energy.gov/lpo>

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