

# Climate Pollution Reduction Grant:

Developing Plans to Reduce Greenhouse Gas Emissions in Nebraska

> Industry-Waste Sectors Stakeholder Overview

Photo credit: Taylor Siebert - Unsplash

### First Round Stakeholder Session Goals

- Brief orientation to the program, deliverables, and timeline
- Present several example greenhouse gas reduction measures as starting points for discussion
- Ask participants to propose alternate measures
- Discussion of example measures and new proposals from the group. Are they appropriate and feasible? If so, what is the appropriate scope and scale?
- Ask stakeholders to consider all proposed measures between sessions and be prepared to resume discussion in session #2

### What are Greenhouse Gases?

Greenhouse gases absorb infrared radiation, trapping heat in the atmosphere and making the planet warmer. While some greenhouse gases are emitted by natural processes, the large majority of greenhouse gas emissions result from human activities.

*Greenhouse gases* include:

- carbon dioxide  $(CO_2)$  fossil fuel combustion
- methane  $(CH_4)$  landfills, oil & gas operations, manure, cattle
- nitrous oxide  $(N_2O)$  fossil fuel combustion, nitrogen fertilizers
- other industrial gases containing fluorine



#### **PHASE 1: Planning**

Nebraska has received a \$3 million non-competitive planning grant to develop climate pollution reduction strategies. (The Omaha-Council Bluffs Metropolitan area has a separate \$1 million planning grant.)

#### **PHASE 2**: Implementation

\$4.6 billion available nationwide for competitive grants to implement planned measures. Open to all state agencies, municipalities and other government entities, and tribes in Nebraska.

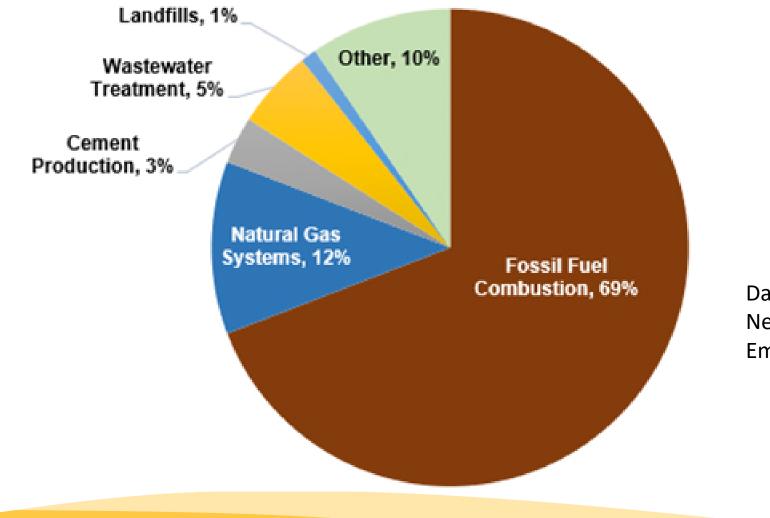
1. A *Priority Climate Action Plan* (PCAP), due March 1, 2024

- 2. Applications for EPA *Implementation Grants* due April 1, 2024 to fund measures proposed in the PCAP.
- 3. A *Comprehensive Climate Action Plan* (CCAP) due in August 2025
- 4. A *Status Report* due at the close of the 4-year grant program.

#### Planning will consider key economic sectors:

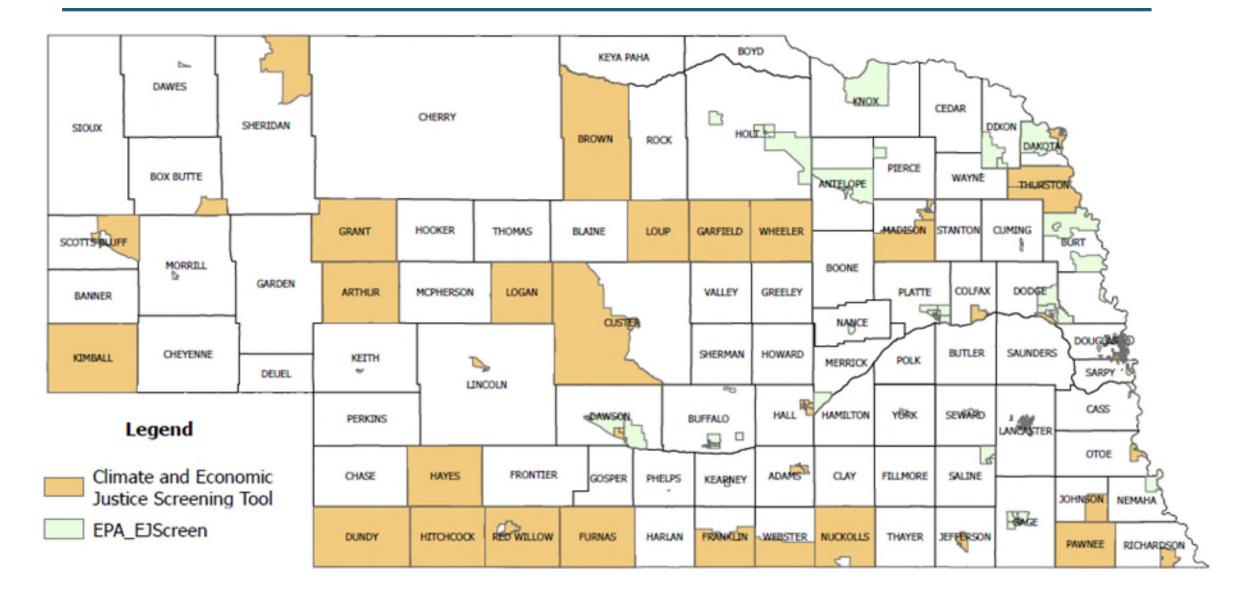


#### Nebraska Industrial Sector GHG Emissions Breakdown:

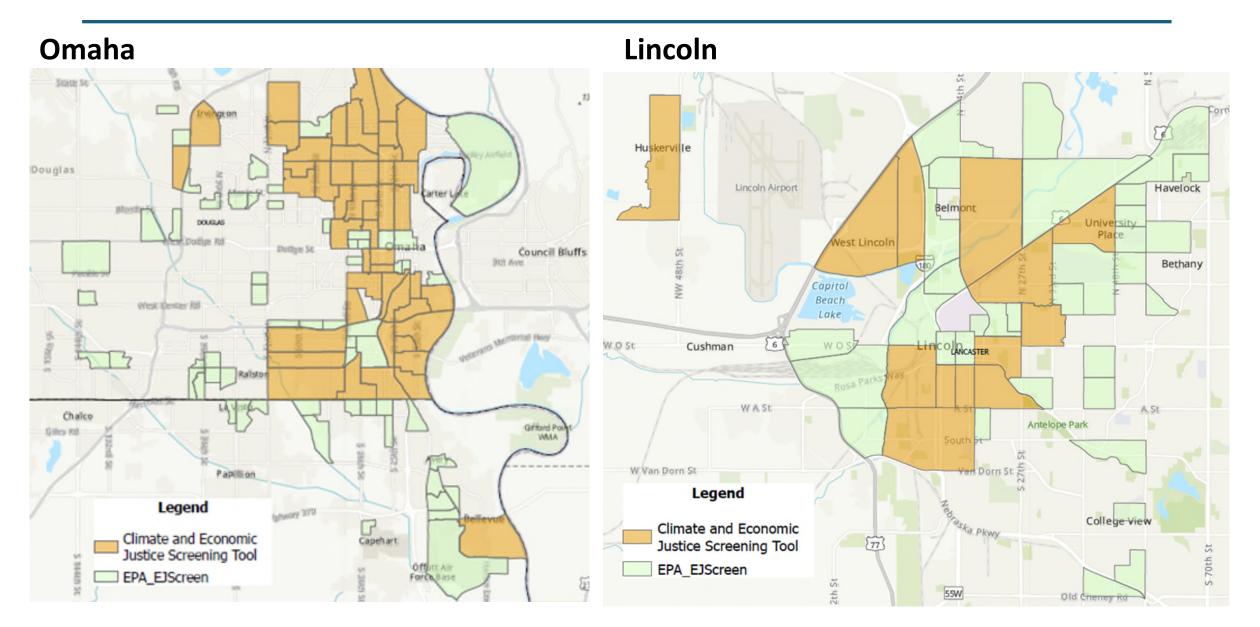


Data from EPA 2020 Nebraska Greenhouse Gas Emissions Inventory

#### Nebraska Underserved Community Areas



### Nebraska Underserved Community Areas



# Priority Climate Action Plan (PCAP – Mar. 1, 2024):

Propose high-priority, implementation-ready, near-term measures to reduced greenhouse gas (GHG) emissions in one or more sectors.

#### <u>Requirements</u>:

- A GHG inventory (may use EPA state-level inventory)
- Quantified GHG reduction measures
- Analysis of benefits to low-income and disadvantaged communities

### Comprehensive Climate Action Plan (CCAP – Aug. 2025):

Requirements:

- A GHG inventory covering all sectors
- Quantified GHG reduction measures in all sectors
- Near-term (2035) and long-term (2050) GHG emissions projections
- Near-term and long-term GHG emissions reduction targets
- Analysis of benefits for the full area and population
- Analysis of benefits to low-income and disadvantaged communities
- Workforce planning analysis
- A plan to leverage other federal funding

# **Competitive Implementation Grants**

Competitive Implementation Grants will be available to fund measures proposed in Priority Climate Action Plans.

- \$4.3 billion pool open to government entities in states and MSA's covered by PCAPs
- \$300 million available to tribes and territories with PCAPs

For the state & MSA funding, EPA anticipates awarding a total of 30 to 115 grants. Awards will range between \$2 million and \$500 million.

Applications will be evaluated for benefits to low-income and disadvantaged communities.

Application deadline: April 1, 2024. Selection Notification: July 2024 Awards: October 2024

# **Competitive Implementation Grants**

EPA expects to award grants within five tiers based on the amount of funds requested. Applications will be evaluated against other applications within the same tier.

Tier	Grant Ranges	Funds Targeted per Tier	Anticipated Number of Grants Awarded
Tier A	\$200,000,000 - \$500,000,000	\$2 billion	4-10
Tier B	\$100,000,000 - \$199,999,999	\$1.3 billion	6-13
Tier C	\$50,000,000 – \$99,999,999	\$600 million	6-12
Tier D	\$10,000,000 - \$49,999,999	\$300 million	6-30
Tier E	\$2,000,000 - \$9,999,999	\$100 million	10-50

#### Industry: Policy & Program Examples



Financial incentives for facilities with low and medium-temperature processes to replace boilers and process heaters with heat pumps.



Funding to utilities to expand energy efficiency incentives for industrial customers.

Waste & Materials Management: Policy & Program Examples





Financial incentives for energy efficiency and renewable energy at wastewater plants.



Promote sustainable management of food and increased recycling and diversion of organic materials from landfills.

# **Evaluating Proposed Measures**

- Is the measure modular or scalable?
- What is the size or scope?
- What are the short-term and long-term GHG reductions?
- What and how large are the other benefits (e.g. other pollutant reductions, health, economic)?
- Will there be benefits to disadvantaged communities?
- How much will it cost?
- Will it be simple or complex to administer and implement?