

Energy Programs at USDA

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Rural Development

Over 40 grant, direct loan, and guaranteed loan programs to finance housing, businesses, and infrastructure in rural areas.

Program Areas:

- Rural Housing Programs
- Rural Utility Programs
- Rural Business and Cooperative Programs <u>http://www.rurdev.usda.gov</u>



"Old" Energy Programs

- Section 9006: Provide guaranteed loans and/or grants to farmers, ranchers and rural small businesses for renewable energy systems and/or energy efficiency projects.
- Section 9008: Biomass Research and Development—partnership between USDA and DOE



"New" Energy Programs

- Rural Energy for America Program (REAP): Replaces Section 9006
- Biorefinery Assistance
- Biomass Crop Assistance Program
- Repowering Assistance
- Bioenergy Program for Advanced Biofuels
- Biomass Research and Development (continuation of 9008)



Rural Energy for America

- Enhancements from previous program:
 - More technologies available (now includes small hydro and wave energy)
 - Increases loan guarantees from \$10M to \$25M
 - Establishes an energy audit grant program
 - Allows grants for feasibility studies
 - Increases combined guaranteed loan/grant combination from 50% to 75% of project costs (subject to statutory \$ limits)



Biomass Research and Development

- Continuation of Section 9008:
 - Reduces research topic areas from 4 to
 - Feedstocks,
 - Biofuels and Biobased Products Development,
 - Biofuels Development Analysis



Biorefinery Assistance

Section 9003 provides:

- Grants covering up to 30% of the cost of developing and building demonstrationscale biorefineries for producing "advanced biofuels," which essentially includes all fuels that are not produced from corn kernel starch.
- Loan guarantees of up to \$250 million for building commercial-scale biorefineries to produce advanced biofuels.



Contact Information

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