United States Energy Policy Simulator (EPS) Summary Documentation

Estimating Economywide Emissions for the United States

The United States Energy Policy Simulator (EPS) accounts for emissions produced in the following sectors: electricity generation, building energy consumption, industrial energy consumption, industrial process emissions, agriculture process emissions, transportation, district heating, hydrogen production, land use change, and geoengineering (direct air capture).

Our primary sources are federal data sets from the Energy Information Association (EIA), Environmental Protection Agency (EPA), and the National Renewable Energy Lab (NREL). The table below summarizes our data sources and methodology. For benchmarking against historical emissions, see the 'Start Year Calibration_2021.xlsx' file. For emissions projections, we primarily benchmark against the EIA's <u>Annual Energy Outlook</u>. As of version 4.0.0 of the EPS, we use the EIA's Reference scenario.

➤ PRIMARY DATA SOURCES

Model component	Source
ELECTRICITY	Existing capacity and heat rates: EIA's Form 923 and EIA's Form 860 &
	Hourly load factors: NREL's <u>Electrification Futures Study</u>
	Hourly capacity factors: NREL's <u>Cambium data</u>
	Imports/exports: EIA's Annual Energy Outlook 2023
	Power plant costs and improvements in capacity factors for new plants: NREL's <u>Annual Technology Baseline</u> , mid-case
BUILDING ENERGY USE	EIA's Annual Energy Outlook 2023
INDUSTRIAL ENERGY USE	EIA's Annual Energy Outlook 2023
INDUSTRIAL PROCESS	Start year emissions: EPA's Inventory of U.S. Greenhouse Gas Emissions and Sinks 1990-2021
EMISSIONS, INCLUDING AGRICULTURE	Most projections: emissions for each industry scaled by the growth in industrial output by industry from EIA's Annual Energy Outlook 2023
	Projections for HFCs: Data provided by the Rhodium Climate Deck
	Process emissions abatement potential: EPA Global Non-CO2 Greenhouse Gas Emissions Projections & Mitigation Potential: 2015-2050
LAND USE AND FORESTRY	EPA's Inventory of U.S. Greenhouse Gas Emissions and Sinks 1990-2021

Model component	Source			
TRANSPORTATION	ransport demand, start year vehicles, and fuel economy: <u>EIA's Annual Energy Outlook 2023</u>			
	On-road vehicle prices: Data provided by the International Council on Clean Transportation			
INTEGRATED INPUT- OUTPUT MODEL	Organisation for Economic Co-operation and Development <u>Input-Output Tables</u> , supplemented by data from the U.S. Bureau of Labor Statistics and the U.S. Bureau of Economic Analysis where necessary			
	Growth rates for industrial output: EIA's Annual Energy Outlook 2023			
HEALTH IMPACTS	Health impacts per ton pollutant: EPA <u>Technical Support Document</u>			

Understanding the Business-as-Usual and Reference Projections

The United States EPS model includes two scenarios. The first is a **business-as-usual (BAU) scenario**, which represents all federal and state policy that is currently finalized and binding. The BAU Scenario is the model's foundation, capturing projected changes based on economic growth, technology and cost changes, and existing policy commitments. Notably, EPS 4.0 now includes the Inflation Reduction Act (IRA) in the BAU scenario. See the Appendix for a full accounting of which sections of the IRA are included and the methodology for each.

➤ SUMMARY OF MAJOR POLICY ASSUMPTIONS

Sector	BAU Scenario
Electricity	 Expected retirements from EIA's Annual Energy Outlook IRA tax credits and other provisions (e.g. support for rural co-operatives) State-level clean electricity standards and renewable portfolio standards
Buildings	Efficiency improvements and IRA incentives assumed in EIA's Annual Energy Outlook
On-Road Transportation	 Includes current EPA pollution standards for light-duty vehicles finalized March 2024 IRA tax credits for zero-emission vehicles (passenger and commercial vehicles) Economic adoption of zero emission vehicles¹
Industry	 Includes the American Innovation and Manufacturing Act IRA tax credits including credits for production of clean hydrogen, advanced manufacturing, and carbon capture and sequestration, in addition to other incentives such as the Advanced Industrial Facilities Deployment program Includes EPA methane regulations for new and existing wells

¹ Zero-emission vehicle adoption in the BAU case is based on economic adoption modeled in the EPS, detailed info available here: https://us.energypolicy.solutions/docs/transportation-sector-main.html. EPS transportation data, such as vehicle prices, is largely taken from EIA and the ICCT, and the resulting zero-emission vehicle adoption curve rates are similar to other studies, including the "Electric Vehicle Outlook 2023": https://assets.bbhub.io/professional/sites/24/2431510 BNEFElectricVehicleOutlook2023 ExecSummary.pdf.

Land use/Agriculture

- Extrapolated data from Second Biennial Update Report
- IRA incentives for improved forestry practices and sustainable agriculture

Example Climate Mitigation Scenarios

➤ U.S. NDC SCENARIO

Energy Innovation developed a US NDC Scenario, which is designed to put the US on an emissions trajectory consistent with its stated climate goals. This scenario reduces greenhouse gas (GHG) emissions by 51% below 2005 levels by 2030, achieving the US NDC of 50%-52% below 2005 levels, and net zero GHGs by 2050. Details on policy assumptions and methodology are available on request.

Calculating Policy Impacts

For additional information on Energy Innovation's Energy Policy Simulator, please view the tutorial here. Detailed model documentation is also available here.

About the EPS

The Energy Policy Simulator is a non-partisan, open-source, and peer-reviewed model. The EPS was developed to evaluate the impacts of climate and energy policies on emissions, costs and savings, and fuel consumption. The EPS model is used by policymakers to select and refine climate legislation. For example, the US EPS model has been used to assess the impact of the Inflation Reduction Act² and of climate policies for the U.S. House Select Committee on the Climate Crisis.³ EPS users input climate policies and the model then analyzes interacting policy impacts to forecast environmental and economic outcomes. The model generates a variety of data outputs including greenhouse gas emissions, criteria pollutant emissions, capital and operating cash flow changes, and macroeconomic changes to GDP and jobs. Energy Innovation and RMI have also produced EPS models for the lower 48 U.S. states.

The EPS model is available for download online here. And full documentation on methodology and assumptions are available online here.

Contact

If you have questions about using the EPS, we recommend first watching our video series, available <u>here</u>. For further information on the EPS, contact us at <u>policy@energyinnovation.org</u>.

² https://energyinnovation.org/wp-content/uploads/2022/08/Updated-Inflation-Reduction-Act-Modeling-Using-the-Energy-Policy-Simulator.pdf

³ https://energyinnovation.org/2020/07/28/hal-harveys-insights-and-updates-congressional-climate-plan-is-a-bet-your-country-moment/

⁴ https://us.energypolicy.solutions/docs/download.html

⁵ https://us.energypolicy.solutions/docs/index.html

⁶ https://us.energypolicy.solutions/docs/video-series.html

Appendix: Full List of IRA Sections Included	l in BAU
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Senate		Included					
Section	Policy	in BAU?	Methodology				
	Finance						
			First, we calculate the percentage of new plants that will qualify for a) the prevailing wage and apprenticeship requirements and b) the domestic content requirements. For part a, we only calculate the share of plants that would meet the apprenticeship requirement and assume all these plants would also meet the prevailing wage requirement (varying assumptions on the share of qualifying plants across scenarios based on data for the construction industry from the ACP Labor Supply Report). For part b, we calculate the domestic content share for each power plant type. For onshore and offshore wind, we assume 100% of plants qualify for the bonus credit, based on a Net Zero America analysis, which lists domestic content shares for various wind components at well over the 55% domestic content requirement. For solar, we use the cited domestic content values for cells, modules, and inverters to calculate a weighted domestic content share, given the percentage of solar capital costs by component from the JEDI model. We assume a mid-case between scenarios where domestic content for solar PV remains constant and where domestic content can gradually increase to meet the 55% requirement by 2026. For batteries, we assume 100% of grid batteries will qualify, based on the volume of announced battery manufacturing projects in the U.S.				
	Extension and Modification of Credit for		Next, we add in the energy community bonus, assuming that 50% of capacity additions qualify. We then calculate what the total credit value would be for each technology in each year for both the ITC and the PTC. For the PTC values, we also adjust the calculated credit by the present value over 10 years divided by the present value over the plant financing period, because the PTC is only available for the first 10 years of a plant's lifetime. Finally, we apply a transferability multiplier of 7.5%. This value reduces the credit value available to developers to account for the fact tax credits are transferable.				
	Electricity Produced from		We begin phasing out tax credits once electricity emissions reach 25% of 2022 values, in the year 2039.				
	Certain Renewable		We limit our analysis to onshore and offshore wind, solar PV, solar thermal, geothermal, municipal solid waste, and battery storage. We do not model credits for qualifying hydro or biogas plants. For solar PV, we calculate a LCOE for both				
13101	Resources	Yes	the ITC and PTC settings to determine whether that resource elects the ITC or the PTC in each year.				
13102	Extension and Modification of	Yes	Sec 12101				
13102	Energy Credit Increase in Energy Credit for Solar and Wind Facilities Placed in Service in	res	We assume that 1.8 GW of distributed solar is deployed as a result of this section each year the clean energy tax credits				
13103	Connection with	Yes	are in effect.				

	Low Income		
	Communities		
	Extension and		For the power sector, we apply 45Q credits to all power plants with CCS.
	Modification of		
	Credit for		The EPS is not currently equipped with endogenous industrial CCS based on economics. For the industry sector, we use a
	Carbon Oxide		Rhodium analysis of CCS deployment under the IRA to determine the amount of CCS by industry category. We keep
13104	Sequestration	Yes	industry CCS constant after 2035.
	Zero-Emissions		
	Nuclear Power		The nuclear PTC runs through 2032, and we assume the credits are sufficient to keep all existing nuclear without planned
10105	Production	.,	retirement dates online through that time. We determined the credit values using calibration to find the value that kept
13105	Credit	Yes	all nuclear online through 2032.
	Extensions of		
	Incentives for		
	Biodiesel,		
	Renewable Diesel and		
13201	Alternative Fuels	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
13201	Extension of	163	Included in the Almaa Energy Outlook, which we use as a primary source of input data
	Second		
	Generation		
	Biofuel		
13202	Incentives	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
	Sustainable		
	Aviation Fuel		
13203	Credit	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
			We assume a 76% displacement of gray hydrogen with electrolytic hydrogen, and assume electrolyzers are powered by
			new clean electricity. This represents replacement of merchant H2, covering ammonia and all non-by product refinery
			demand. The credit is applicable through 2032 before it expires. We assume the same level of hydrogen production
			through electrolysis once the tax credits expire (considering producers will have already invested in the production
13204	Clean Hydrogen	Yes	process).
	Extensions,		
	Increase, and		
	Modifications of		
	Nonbusiness		
40004	Energy Property		
13301	Credit (25C)	Yes	Partially included in the Annual Energy Outlook, which we use as a primary source of input data

	Residential Clean		
13302	Energy Credit (25D)	Yes	Partially included in the Annual Energy Outlook, which we use as a primary source of input data
13303	Energy Efficient Commercial Buildings Deduction (179D)	No	This section is not covered in the Annual Energy Outlook. Our back of the envelope calculations indicate the emissions savings from this program are quite small, and we therefore opt not to manually adjust Annual Energy Outlook energy demand projections for commercial buildings.
13304	Extensions, Increase, and Modifications of New Energy Efficient Home Credit (45L)	Yes	Partially included in the Annual Energy Outlook, which we use as a primary source of input data
13401	Clean Vehicle Credit	Yes	We calculate a weighted average incentive level based on the incentive amounst and the share of vehicles that would qualify based on manufacturing requirements, critical minerals, AGI cap, and MSRP cap.
13402	Credit for Previously- owned Clean Vehicles	No	We do not track used vehicle sales in the EPS
13403	Qualified Commercial Clean Vehicles	Yes	For commercial vehicle credits, we find that the credit caps of \$7,500 for vehicles under 14,000 pounds or \$40,000 for vehicles over 14,000 pounds apply in all years. We apply the credit to all new sales of commercial trucks, using a weighted average credit value for our freight LDV category which covers both light and medium duty trucks. We also apply the credit to a fraction of buses, excluding buses purchased by the government. The credit runs from 2023-2032.
13404	Alternative Fuel Refueling Property Credit	Yes	We calculate an incremental number of chargers deployed based on funding and the model's weighted average charger cost. We take estimated funding from the released JCT scores and assume 80% of the spending is directed toward public chargers. We do not attempt to model the effects of private chargers. The number of additional chargers is then fed into our model's calculations for the shadow price used to represent range/charging anxiety for passenger LDV owners, which is partially determined by the ratio of charging infrastructure to gasoline pumps. This adjustment helps to drop the shadow price in response to additional infrastructure and increase consumer adoption of electric vehicles.
13501	Extension of the Advanced Energy Project Credit	Yes	See methodology for Section 13502.
	Advanced Manufacturing		The EPS explictly tracks tax credits for vehicle battery production. We therefore apply a credit of \$35/kWh for battery cells and \$10/kWh for assembly for onroad vehicle batteries. We use several external sources to determine the average kWh battery capacity for each vehicle type. We use ICCT research to determine what portion of the credits paid to producers is passed on to consumers in each year.
13502	Production Credit	Yes	For other tax credits, we manually adjust industrial energy demand from the Annual Energy Outlook based on our own calculations. We use the sector breakdowns from a Data for Progress analysis. We leverage the tax credits into total

			increased output of industries. Next, we use the model's 'buy in-region' policy to increase outputs of selected industries by the correct totals. We assume the stimulus results in permanent job creation, even after the tax credits expire.
	Reinstatement		
13601	of Superfund	No	Out of scope for model
	Clean Electricity		
13701	Production Credit	Yes	See methodology for Sections 13101-13102.
13701	Clean Electricity	103	See methodology for Sections 15101-15102.
	Investment		
13702	Credit	Yes	See methodology for Sections 13101-13102.
	Cost Recovery for Qualified Facilities,		
	Qualified		
	Property, and		
42702	Energy Storage	V.	
13703	Property Clean Fuel	Yes	Partially included in the Annual Energy Outlook, which we use as a primary source of input data
	Production		
13704	Credit	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
	Elective Payment		
	for Energy		
	Property and		
	Electricity Produced from		
	Certain		
	Renewable		
13801	Resources, Etc.	No	Out of scope for model
13802	IRS	No	Out of soons for model
13002	Appropriations Extension of tax	INU	Out of scope for model
	to fund Black		
	Lung Disability		
13901	Trust Fund	No	Out of scope for model
13902	R&D Credit	No	Out of scope for model

	Agriculture				
	Additional Agricultural Conservation		Our approach is to calculate the amount of the model's 'crop and rice measures,' 'livestock measures,' improved soil measures' emissions abatement potential that matches the total funding in this Section. The corresponding emissions are then removed from our BAU totals. The remaining emissions abatement potential possible through policy levers is also adjusted. The EPS assumes agricultural practices need to be consistently implemented in every year in order to maintain emissions reductions. To be conservative, we phase out agricultural practices incentivized by the IRA over a period of 4 years rather		
21001	investments	Yes	than assume permanent reductions.		
			Our approach is to calculate the amount of the model's 'crop and rice measures,' 'livestock measures,' improved soil measures' emissions abatement potential that matches the total funding in this Section. The corresponding emissions are then removed from our BAU totals. The remaining emissions abatement potential possible through policy levers is also adjusted.		
24002	Conservation Technical	Vac	The EPS assumes agricultural practices need to be consistently implemented in every year in order to maintain emissions reductions. To be conservative, we phase out agricultural practices incentivized by the IRA over a period of 4 years rather		
21002	Assistance	Yes	than assume permanent reductions.		
22001	Funding for Electric Loans for Renewable Energy (Sec. 317)	Yes	We combine 22001 and 22002 (Forgiveable loans for Renewable Energy + Rural Energy for America Program). We take historical energy spend by the Rural Utilities Service and apportion the new funding as in the past. We assume all funding not earmarked for energy efficiency goes toward retiring coal and replacing it with clean electricity.		
22002	Rural Energy for America Program	Yes	See methodology for Section 22001		
22003	Biofuels Infrastructure and Agriculture Market Expansion	No	We do not track biofuel infrastructure in the EPS.		
22004	USDA Assistance for Rural Electric Cooperatives	Yes	We assume a \$500/kW incentive is enough to retire all majority owned co-op coal plants. We get data on co-op ownership shares from EIA 860. We exclude industrial CHP and non-CHP, because those facilities have different economics and offtakers (available on request; file is large). We also remove any plants that are already slated to be retired and therefore already included in our planned retirements data. Data on outstanding coal debt is taken from public sources as listed below. We allocate the reductions between 2023 and 2030.		
22005	Additional USDA Rural Development Administrative				
22005	Funds	No	Out of scope for model		

	National Forest		We sum forestry funding that aligns with the scope of the Energy Policy Simulator's LULUCF sector, then assign it to either the model's 'forest management' or 'afforestation and reforestation' potential. We then find the policy setting that matches total government spend over the period of 2023-2031. For Section 23001, we only include the protection of old-growth forests funding and exclude hazardous fuels reduction and vegetation management, which are outside the scope of the model. We then adjust our BAU forestry projections and policy potential accordingly.
	System Restoration and		The EPS assumes forest management practices need to be consistently implemented in every year in order to maintain
	Fuels Reduction		emissions reductions. To be conservative, we phase out forest management practices incentivized by the IRA over a
23001	Projects	Yes	period of 4 years rather than assume permanent reductions.
23002	Non-Federal Land Forest Restoration and Fuels Reduction Projects and Research	Yes	We sum forestry funding that aligns with the scope of the Energy Policy Simulator's LULUCF sector, then assign it to either the model's 'forest management' or 'afforestation and reforestation' levers. We then find the policy setting that matches total government spend over the period of 2023-2031. For Sections 23002 and 23003, we include all funding.
23003	State and Private Forestry Conservation	Yes	
23003	Programs Administrative	165	See Methodology for Section 23002
23005	Costs	No	Out of scope for model
			Banking
30001	Enhanced Use of Defense Production Act of 1950	No	Out of scope for model
	Improving Energy Efficiency or Water Efficiency or Climate Resilience of Affordable	-	This section is not covered in the Annual Energy Outlook. Our back of the envelope calculations indicate the emissions savings from this program are quite small, and we therefore opt not to manually adjust Annual Energy Outlook energy
30002	Housing	No	demand projections for residential buildings.
			Commerce
40001	Investing in Coastal Communities and Climate Resilience	No	Out of scope for model
70001	Nesilletice	110	Out of scope for infouci

	Facilities of NOAA and		
	National Marine		
40002	Sanctuaries	No	Out of scope for model
40003	NOAA NEPA	No	Out of scope for model
	Oceanic and		
	Atmospheric		
	Research and		
	Forecasting for		
	Weather and		
40004	Climate	No	Out of scope for model
	NOAA		
	Computing		
	Capacity and		
	Research for		
	Weather,		
40005	Oceans, and	No	Out of acoustics would
40005	Climate	No	Out of scope for model
	Acquisition of		
	Hurricane		
40006	Forecasting Aircraft	No	Out of scope for model
40000	Alternative Fuel	INO	Out of scope for filoder
	And Low-		
	Emission		
	Aviation		
	Technology		
40007	Program	No	Out of scope for model
	1115813111		Energy and Natural Resources
	Home Energy		Lifeigy and Natara Resources
	Performance-		This section is not covered in the Annual Energy Outlook. Our back of the envelope calculations indicate the emissions
	Based, Whole-		savings from this program are quite small, and we therefore opt not to manually adjust Annual Energy Outlook energy
50121	House Rebates	No	demand projections for residential buildings.
	High-Efficiency		This section is not covered in the Annual Energy Outlook. Our back of the envelope calculations indicate the emissions
	Electric Home		savings from this program are quite small, and we therefore opt not to manually adjust Annual Energy Outlook energy
50122	Rebate Program	No	demand projections for residential buildings.
	State-Based		
	Home Energy		
50123	Efficiency	No	Out of scope for model
	orcinoy	.,.	Cat di stope in model

	Contractor Training Grants		
50131	Assistance for Latest and Zero Building Energy Code Adoption	No	This section is not covered in the Annual Energy Outlook. Our back of the envelope calculations indicate the emissions savings from this program are quite small, and we therefore opt not to manually adjust Annual Energy Outlook energy demand projections for residential buildings.
50141	Funding for Department of Energy Loan Programs Office	No	Out of scope for model
50142	Advanced Technology Vehicle Manufacturing	No	Out of scope for model
50143	Domestic Manufacturing Conversion Grants	No	Out of scope for model
50144	Energy Infrastructure Reinvestment	Na	
50144	Financing Tribal Energy	No	Out of scope for model
50145	Loan Guarantee Program	No	Out of scope for model
50151	Transmission Facility Financing	No	The EPS now endogenously adds transmission infrastructure as new resources are added to the grid. Our back of the envelope calculations of transmission incentivisized by these sections is much lower than the amount of transmission already added to the grid in our BAU scenario.
	Grants to Facilitate the Siting of Interstate Electricity Transmission		The EPS now endogenously adds transmission infrastructure as new resources are added to the grid. Our back of the envelope calculations of transmission incentivisized by these sections is much lower than the amount of transmission
50152	Lines	No	already added to the grid in our BAU scenario.

	Interregional		
	and Offshore		
	Wind Electricity		
	Transmission		
	Planning,		The EPS now endogenously adds transmission infrastructure as new resources are added to the grid. Our back of the
	Modeling, and		envelope calculations of transmission incentivisized by these sections is much lower than the amount of transmission
50153	Analysis	No	already added to the grid in our BAU scenario.
			This program has a maximum government spend of 50% of total project costs and \$6 billion in funding. We assume 40%
	Advanced		public/60% private. We also add in \$3 billion from the 48C program for industry. We then use EPS data on the costs to
	Industrial		implement industrial efficiency policies to calculate annual efficiency improvements. We manually adjust energy demand
	Facilities		projections from the Annual Energy Outlook by the expected efficiency improvements.
	Deployment		
50161	Program	Yes	We assume industrial efficiency will improve through 2031 when the funding window ends.
	Department of		
50171	Energy Oversight	No	Out of scope for model
	National		
	Laboratory		
50172	Infrastructure	No	Out of scope for model
	Availability of		
	High-Assay Low-		
	Enriched		
50173	Uranium	No	Out of scope for model
	National Parks		
	and Public Lands		
	Conservation		
50221	and Resilience	No	Out of scope for model
	National Parks		
	and Public Lands		
	Conservation		
	and Ecosystem		
50222	Restoration	No	Out of scope for model
	National Park		
	Service Field		
50223	Employees	No	Out of scope for model
	Bureau of		
	Reclamation		
	Domestic Water		
50231	Supply Projects	No	Out of scope for model

	Canal		
	Improvement		
50232	Projects	No	Out of scope for model
	Office of Insular		
	Affairs Climate		
	Change		
	Technical		
50241	Assistance	No	Out of scope for model
	Leasing on the		·
	Outer		
50251	Continental Shelf	No	Out of scope for model
	Offshore Oil and		
50261	Gas Royalty Rate	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
	Mineral Leasing		
	Act		
50262	Modernization	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
	Royalties on All		
	Extracted		
50263	Methane	No	Not included in the Annual Energy Outlook, which we use as a primary source for fuel prices
	Lease Sales		
	Under The 2017-		
	2022 Outer		
	Continental Shelf		
50264	Leasing Program	Yes	Included in the Annual Energy Outlook, which we use as a primary source of input data
	Ensuring Energy		
50265	Security	No	Not included in the Annual Energy Outlook, which we use as a primary source for fuel prices
	United States		
	Geological		
	Survey 3D		
	Elevation		
50271	Program	No	Out of scope for model
	Department of		
F0304	the Interior	N.I	
50281	Oversight	No	Out of scope for model
	Department of	•	
50301	Energy NEPA	No	Out of scope for model
	Federal Energy		
	Regulatory		
50000	Commission		
50302	NEPA	No	Out of scope for model

	Department of the Interior			
50303	NEPA	No	Out of scope for model	
	Environment and Public Works			
60101	Clean Heavy- Duty Vehicles	No	Our back of the envelope calculations indicate that incremental vehicle sales due to this section will be lower than the amount of heavy-duty vehicles deployed in the BAU case (due to a combination of economics and sales requirements through Advanced Clean Trucks states). Therefore, we do not make any manual adjustments to vehicle sales, which are calculated endogenously in the model.	
60102	Grants to Reduce Air Pollution at Ports	No	Out of scope for model	
60103	Greenhouse Gas Reduction Fund (Technology Accelerator)	Partial	Using the cost for distributed solar, we calculate the capacity of distributed solar deployed each year due to the \$7 billion carve-out for zero-emission technologies in low-income and disadvantaged communities. We do not attempt to calculate the energy and emissions impacts of the remaining funding. The EPA has not yet announced the criteria for qualifying projects, making it difficult to predict which types of projects will be funded.	
00103	Diesel Emissions	Partial	There is not enough specificity in this section to determine what types of projects will be funded or what their impact	
60104	Reductions	No	will be.	
00104	Funding for Air	110	Out of scope for model	
	Pollution		out of scope for model	
60105	Monitoring	No		
60106	Funding to Address Air Pollution at	No	Out of scope for model	
90100	Schools	NO	Out of scans for model	
60107	Low Emissions Electricity Program	No	Out of scope for model	
60108	Funding for Section 211(O) of the Clean Air Act	No	Out of scope for model	
60109	Funding for Implementation of the American Innovation and Manufacturing Act	Yes	The American Innovation and Manufacturing Act is assumed to be met in our BAU.	

	Funding for Enforcement Technology and		Out of scope for model
60110	Public Information	No	
	Greenhouse Gas		Out of scope for model
	Corporate		
60111	Reporting	No	
	Environmental		We rely on external research reporting a range of emissions outcomes for cement as a result of these
	Product Declaration		initiatives. We implement these in the EPS as energy efficiency (i.e. a reduction in energy consumption in our
	Assistance		industrial energy demand file). The estimates include ranges for the combined impact from both procurement pilots and EPD programs. We do not include spillover effects.
60112		Yes	For concrete, it is assumed that the primary way of lower emissions is through different mixing ratios. For example, existing EPDs suggest significant reductions are possible through using less cement in ready-mixed concrete. Because the concrete and cement sectors are the same in the EPS, this is approximated as a reduction in energy consumption and process emissions rather than a reduction in product demand.
00112	Methane	163	The BAU scenario inlcudes EPA's Oil and Gas Methane Rules, finalized in December 2023. The Regulatory
	Emissions		Impact Assessment for the Oil and Gas Rules do not appear to account for the Methane Fee included in the
	Reduction		Inflation Reduction Act, which is still being finalized. To avoid double counting emissions reductions between
	Program		the programs, we currently only inloude the effect of oil and gas rules. It is likely there is a very large overlap
	(Spending)		between the methane emissions reductions we estimated from the Methane Emissions Reduction Program in
60113(a) & (b)		No	our 2022 IRA analysis and the EPA's estimated emissions reductions from the Oil and Gas Methane Rules.
	Methane		Out of scope for model
	Emissions		
	Reduction		
,	Program		
60113(e)	(Revenue)	Yes	
	Climate Pollution		Out of scope for model
60114	Reduction Grants	No	
00117	Environmental	110	Out of scope for model
	Protection		
60115	Agency NEPA	No	
	Low-Embodied		See methodology for section 60112
	Carbon Labeling		
60446	for Construction	V	
60116	Materials	Yes	

60201	Environmental and Climate Justice Block Grants	No	Out of scope for model
60301	Endangered Species Act Recovery Plans	No	Out of scope for model
	(NEPA) Funding for the United States Fish and Wildlife Service to Address Climate- Induced		Out of scope for model
60302	Weather Events	No	
60401	Environmental and Climate Data Collection	No	Out of scope for model
60402	Council on Environmental Quality NEPA	No	Out of scope for model
60501	Neighborhood Access and Equity Grant Program	No	Out of scope for model
60502	Assistance for Federal Buildings	No	This section is not covered in the Annual Energy Outlook. Our back of the envelope calculations indicate the emissions savings from this program are quite small, and we therefore opt not to manually adjust Annual Energy Outlook energy demand projections for commercial buildings.
60503	Use of Low- Carbon Materials	Yes	See methodology for section 60112
60504	General Services Administration Emerging Technologies	No	Out of scope for model
60505	Department of Transportation - Federal Highway Administration NEPA	No	Out of scope for model
00303	INLIA	140	L

60506	Low-Carbon Transportation Materials Grants	Yes	See methodology for section 60112
00300	iviateriais Grants	163	Homeland Security and Government Affairs
70001	DHS Office of Chief Readiness Support Officer (Clean Procurement)	No	Out of scope for model
70002	USPS Clean Fleets	No	Our back of the envelope calculations indicate that incremental vehicle sales due to this section will be lower than the amount of heavy-duty vehicles deployed in the BAU case (due to a combination of economics and sales requirements through Advanced Clean Trucks states). Therefore, we do not make any manual adjustments to vehicle sales, which are calculated endogenously in the model.
70003	USPS Oversight	No	Out of scope for model
70004	GAO Oversight	No	Out of scope for model
70005	OMB Oversight	No	Out of scope for model
70006	FEMA Building Materials Program	No	Out of scope for model
70007	FPISC	No	Out of scope for model
			Indian Affairs
80001	Tribal Climate Resilience	No	Out of scope for model
80002	Native Hawaiian Climate Resilience	No	Out of scope for model
80003	Tribal Electrification Program	No	Out of scope for model
80004	Emergency Drought Relief for Tribes	No	Out of scope for model