

# **Tribal Energy Summit**

Wednesday, September 23, 2015

Hyatt Regency Washington on Capitol Hill, Washington, D.C. Deputy Under Secretary for Rural Development, Lillian Salerno



"USDA is working to expand energy opportunities by producing alternative forms of energy and fuel, and to ensure that we are doing the research necessary to allow agriculture to transition away from its rather significant dependence on fossil fuels."

Tom Vilsack Agriculture Secretary





- \$105 million loan guarantee
- 10.5 MGY MSW and agricultural residues to aviation fuel
- Relieve pressure on existing and future landfills, 187,000 tons per year MSW
- Stimulates economic growth and creates approx. 100 permanent
   FT jobs in Northern Nevada.









## 3 Generation Family Owned Company

2,240 panel, 502 kilowatt solar array

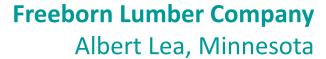


- \$2,307,447 Total Cost
- \$1,230,585 REAP Loan Guarantee
- \$1,076,862 Applicant Funds

Displaces 51 percent of electricity consumption











## Lumber company rebuilding after a fire.

Geothermal heating and cooling system



- \$164,400 Total Cost
- \$41,000 REAP Grant
- \$123,400 Applicant Funds

40% reduction in energy costs



# Entirely self-developed application!





## **Eligible Applicants**

#### **Agricultural Producers**





Individual or entity that receives 50
percent or more of their gross
income from agricultural
production – crops, livestock, aquaculture,
forestry operations, nurseries, dairies

#### **Rural Small Businesses**





- Privately owned for-profit small business - as defined by the Small Business Administration (SBA)
- Rural area or non-metro
   community of ≤ 50,000 see the
   USDA Income and Property Eligibility Website



### Eligible Technologies

Eligible Technologies			
111	Energy Efficiency		Small Hydroelectric (≤ 30 MW)
	Biomass/ Bioenergy		Wind
Y	Anaerobic Digesters	$\Diamond$	Solar
<b>*</b>	Geothermal		Ocean

The technology must be commercially available. Research and development projects do not qualify for REAP.







#### **Nursery**



Energy efficient glass roof, radiant heat, fans, vents, &computerized controls



- \$287,855 Total Cost
- \$71,964 REAP Grant



- \$100,000 REAP Guarantee
- \$115,891 Commercial Loan

40% reduction in energy costs







## Small Energy Company & Dairy Farmers

1 MW Anaerobic digester



- \$4.15 Million Total Cost
- \$100,000 REAP Grant
- \$2.65 Million REAP Guarantee

Powers 700 homes/year







### Lender friendly program

#### REAP rule modifications allow USDA to provide --

- Grant Program improvements:
  - Applications accepted year-round;
  - Consistent, reliable application deadlines/competition cycles;
  - Streamlined application process.
- Guaranteed Loan Program improvements:
  - Applications accepted year-round;
  - On-going/year-round awards/approval process;
  - Require 8 applications submitted to commence awards.



# Strengthening our Partnership

- Personally committed to strengthening our partnership with tribal entities
- State Directors & RD Field structure USDA's crown jewels
- Synergies between RD programs