# USDA update on Advancing Biomass Projects

#### Todd Campbell USDA Rural Development

Biomass TAC Meeting August 14<sup>th</sup>, 2013



Committed to the future of rural communities

## **USDA Biomass Updates**

- Biorefinery Assistance Program
- BioPreferred Program
- Solicitation Update
- Farm Bill Title IX Update
- Climate Change Adaptation/Mitigation



Committed to the future of rural communities

## **Biorefinery Assistance Program**

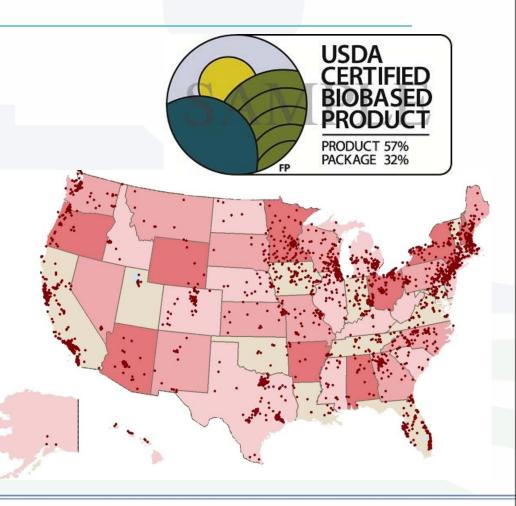
- Sapphire Energy, algae-tocrude oil project in New Mexico, has paid off \$54.5M loan guarantee, continuous operation since May 2012
- Freemont (MI) Community Digester, fully operational
- INEOS Bio in Vero Beach, Florida producing cellulosic ethanol at commercial scale, first ethanol shipments will be released in August





#### **BioPreferred- Biobased Product Marketing**

- Designated 8 new biobased product categories for preferred Federal procurement including: aircraft and boat cleaners; automotive care products, engine crankcase oil; gasoline fuel additives; metal cleaners and corrosion removers; microbial cleaning products; paint removers; and water turbine bearing oils
- Now 97 designated categories representing approx. 10,000 unique product types
- Biopreferred Program also has reopened the web portal for companies to apply for the voluntary USDA Certified Biobased Product label
- 900 individual products have received the USDA Certified Biobased Product label





## **Farm Bill Title IX**

**Current Solicitations** 

- Section 9002 open
- Section 9003 expect to open the program in near future
- Section 9004 Unfunded for 2013
- Section 9005 Contract application period closed
- Section 9007 Solicitation closed, state awards expected in near future
- Section 9008 Unfunded for 2013
- Section 9011 Unfunded for 2013



## **Farm Bill Title IX**

Provision	Senate Changes	House Changes
<b>Biobased Markets</b> <b>Program (Sec. 9002)</b>	Extends through FY2018 with \$3 million/year mandatory and \$2 million/year discretionary	Extends through 2018, "such funds to carry out this section"
Biorefinery Assistance Program (Sec. 9003)	Authorized through 2018 with \$150 mil/year Discretionary. Mandatory money: \$100 million in FY13, \$58 million in FY14 and 15. For FY13-15, not more than \$25 million toward biobased product	Reauthorized through 2018 with \$75 million/year discretionary funding
Repowering Assistance Program Sec. 9004	Program not reauthorized, section eliminated	Reauthorized through 2018 with \$10 million/year discretionary Funding



Provision	Senate Changes	House Changes
Bioenergy Program for Advanced Biofuels (Sec. 9004 in Senate bill and Sec. 9005 in House )	Reauthorized through 2018 at \$20 million/year discretionary	Reauthorized through 2018 with \$50 million/year discretionary funding
Biodiesel Fuel Education Program (Sec. 9005 in Senate bill and Sec. 9006 in House bill)	Reauthorized through 2018 at \$1 million/year discretionary and with \$1 million/year mandatory funding	Reauthorized through 2018 with \$2 million/year discretionary funding.
Rural Energy for America Program (REAP (Section. 9006 in Senate Bill and Sec. 9007 in House bill)	Reauthorized through 2018 at \$20 million/year discretionary and \$48.2 million/year mandatory funding	Reauthorized through 2018 with \$45 million/year discretionary funding



Provision	Senate Changes	House Changes
Biomass Research and Development Initiative (Sec. 9007 in Senate bill and Sec. 9008 in House )	Reauthorized through 2018 with \$30 million/year discretionary and \$26 million/year mandatory funding	Reauthorized through 2018 with \$20 million/year discretionary funding
Feedstock Flexibility Program (Sec. 9008 Senate, 9009 House )	Reauthorized through 2018	Reauthorized through 2018
Biomass Crop Assistance Program (BCAP) (Sec. 9009 in Senate bill and Sec. 9010 in House )	Reauthorized through 2018 with \$20 million/year discretionary and \$38.6 million/year mandatory funding	Reauthorized through 2018 with \$75 million/year discretionary funding
Community Wood Energy Program (Sec. 9011)	Reauthorized through 2018 at \$5 million/year discretionary funding	Reauthorized through 2018 with \$2 million/year discretionary funding



#### **Other Research Programs and Resources**

- Agriculture and Food Research Initiative Sustainable Bioenergy: http://nifa.usda.gov/fo/afrisustainablebioenergy.cfm
- Small Business Innovation Research Program (SBIR): <u>http://www.nifa.usda.gov/fo/sbir.cfm</u>
- The 2008 Farm Bill: Making an Impact Through NIFA: http://www.nifa.usda.gov/nea/ag\_systems/pdfs/farm\_bil 1\_2013.pdf



#### **President Obama's Plan to Fight Climate Change**

- New threats have been observed in recent yearsincreased risk of severe wildfire, more intense storms, worse problems from invasive pests
- USDA announced creation of 7 new "regional climate hubs" to provide farmers/ranchers with regionally-appropriate information to adapt to climate change
- <u>www.usda.gov/climatesolutions</u>
- <u>www.whitehouse.gov/share/climate-action-plan</u>



# Thank you!

#### For more information on USDA Energy Programs, visit: <u>www.usda.gov/energy</u>



Committed to the future of rural communities.