

Presenters:

- Ted Haffner (Chicago Wilderness Climate Goal Lead)
- Ellicia Sanchez (The Nature Conservancy in Illinois, Government Relations Associate)
- Mike Brunk (IDNR, Urban and Community Forestry Program Administrator)

The Inflation Reduction Act and Climate Opportunities: What Do We Know So Far?

Agenda:

- I. Introduction
- II. Opening Poll
- III. Setting the stage: CW Climate Goals
- IV. Review of Inflation Reduction Act
- V. Identifying information gaps
- VI. Discussion/ Q&A
- VII. Closing





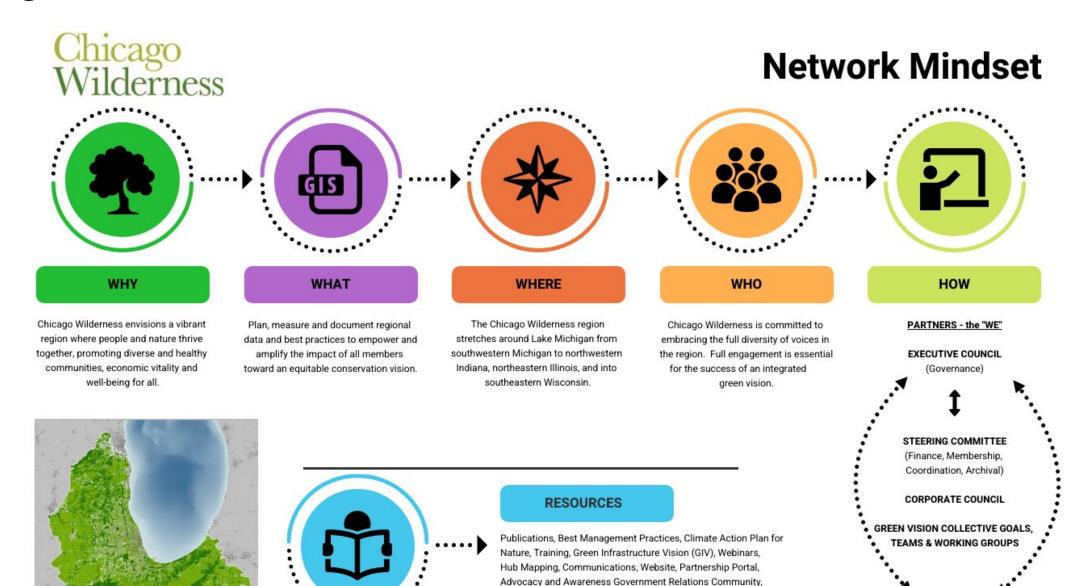
With Appreciation

Because trees are important to equity as well as to human health, this CW Cafe is supported by the <u>US Forest Service</u> and the <u>Illinois Department of Natural Resources</u> <u>Urban and Community Forestry Program</u>.

The funding supports workshops and trainings so Chicago Wilderness can help more communities improve urban tree canopy forests across the region, including through participation in Tree City USA.

These institutions are an equal opportunity provider.

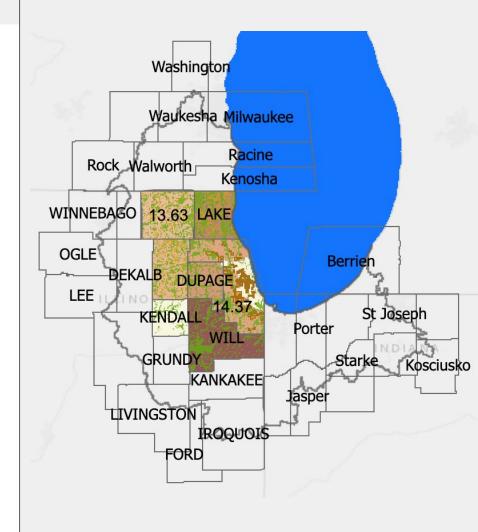
Chicago Wilderness Alliance and Structure



Accreditation and Awards

Chicago Wilderness Alliance, Structure & Climate Work

GREEN VISION - 2025 chicago wilderness HUB **Prioritizing Green** Growing With Infrastructure Agriculture **HEALTHY** Conserving Managing Land for LANDS Healthy Biodiversity Landscapes WATER **PEOPLE PLANET ****** Increasing Equitable Protecting Access to Nature Healthy Water **Taking Climate Action**



THE INFLATION REDUCTION ACT: SETTING THE STAGE

THE BASICS

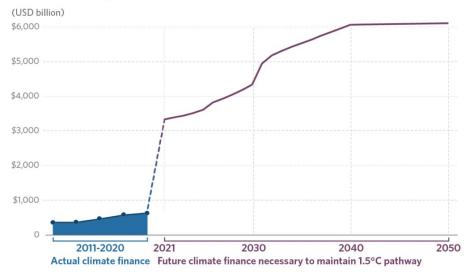
- Signed by President Biden on August 16th
- Approximately \$369 billion in climate and clean energy investments
- 40% emissions reductions by 2030
- 730 pages, new funding and new programs
- Rollout: over next ten years

TITLES OF INTEREST

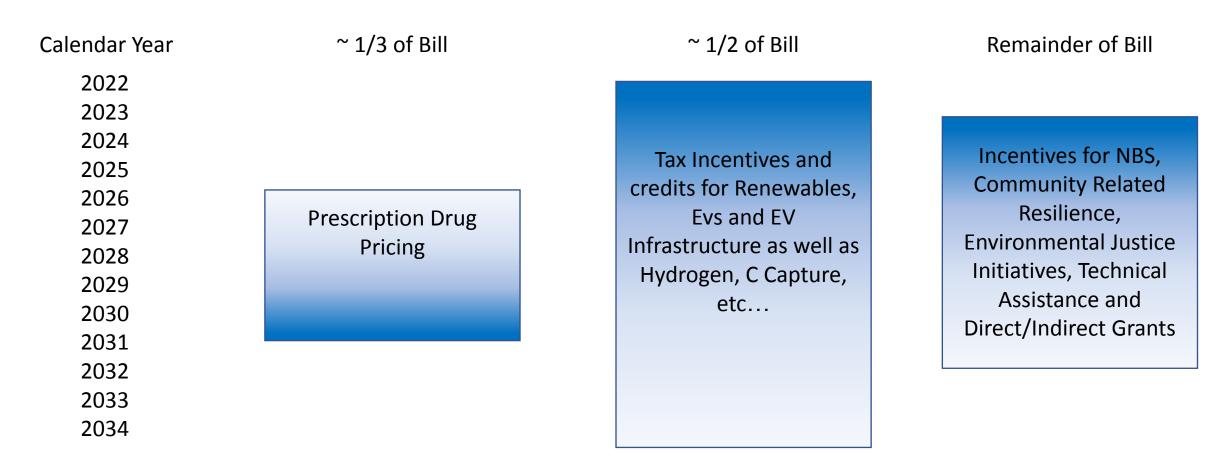
- Air quality/ emissions reductions
- Climate-smart agriculture
- Environmental justice and connected communities
- Forestry and resiliency



Figure 3: Global tracked climate finance flows and the average estimated annual climate investment need through 2050 $\,$

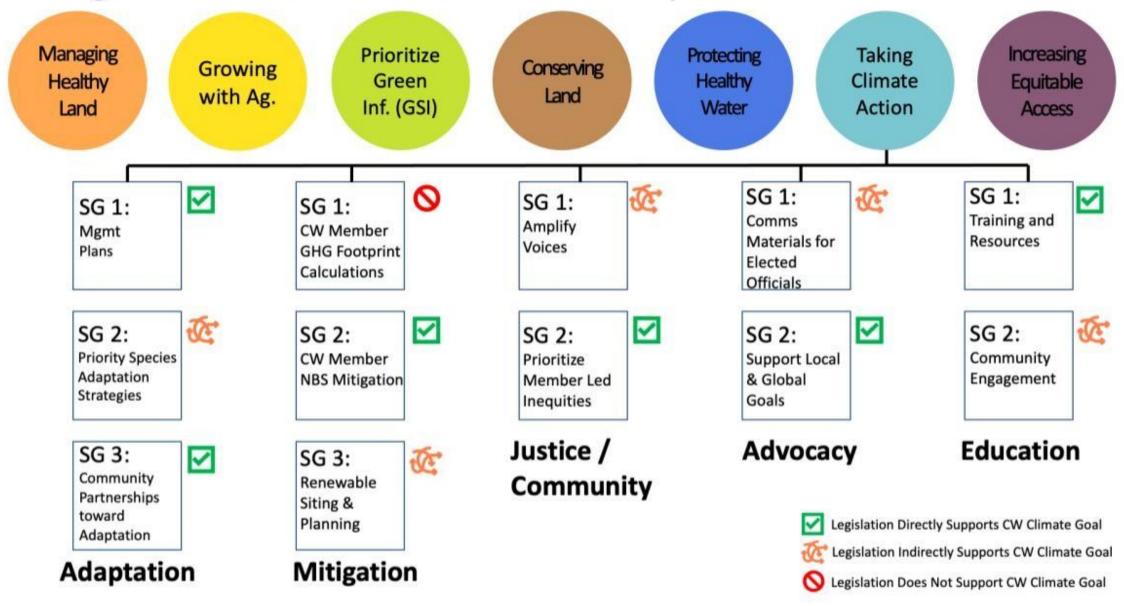


Chicago Wilderness Quick Analysis and IRA Notes



- Good: credits for wind/solar and increased credits above baseline for EJ Communities
- Mixed: Nuclear, Carbon Capture, and Biofuels
- Interesting: Hydrogen, Aviation Fuels, Much of the funding allocations include the phrase "Out of any moneys in the treasury not otherwise appropriated"

Chicago Wilderness Climate Goal Relationships to IRA



AIR QUALITY & EMISSIONS REDUCTIONS PROVISIONS

Chicago Wilderness Green Vision Goal: Taking Climate Action

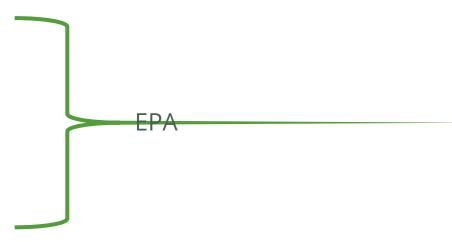
- Methane emissions reduction program
 - 1.55 billion in grants, rebates, loans to oil and gas sector
 - To reduce emissions from petroleum and natural gas systems
 - Requires EPA to update Greenhouse Gas Registry
- Climate pollution plans
 - 5 billion in competitive grants to states, territories, tribes, municipalities
 - Empower local units of gov't to implement comprehensive emissions reductions plans
 - Defers to local perspective
- Clean Ports
 - **3 billion** investment
 - Reduce air pollution and carbon emissions in transportation sector
 - Decrease dependence on diesel and foreign fuels
- Cleaner medium and heavy-duty vehicles
 - **1 billion** investment
 - Address emissions from transportation sector
 - Cover cost of replacing medium & heavy duty vehicles with zero-emitting vehicles

EPA

ENVIRONMENTAL JUSTICE PROVISIONS

Chicago Wilderness Green Vision Goal: Taking Climate Action

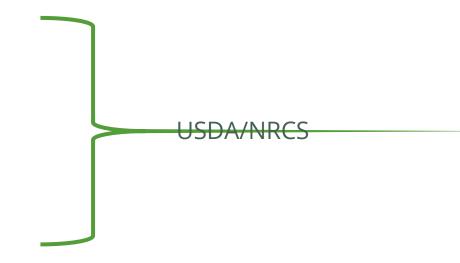
- 3 billion for Climate Justice Block Grants
 - Provides states, tribes, municipalities and nonprofits with technical and financial assistance to address air pollution in frontline communities
 - Competitive, 3 year grants
 - Flexible uses
- 476 million for air quality monitoring
 - Provides financial assistance for states, schools, and businesses to update air quality monitoring technology
 - Encourages exploration of new technology to reclaim and destroy toxins such as HFCs
- 33 million for EJ mapping
 - To better track which communities face disproportionate burden
 - Administered by Council on Environmental Quality



AGRICULTURE PROVISIONS

Chicago Wilderness Green Vision Goal: Growing with Agriculture, Managing Healthy Landscapes

- **19.5 billion** for climate smart agriculture programs
 - Cover crop incentives (thru 2026 season)
 - 8.45 billion for the **Environmental Quality Incentives Program** (EQIP)
 - 6.75 billion for the **Regional Conservation Partnership Program** (RCPP)
 - 3.25 billion for the **Conservation Stewardship Program** (CSP)
 - 1.4 billion for the **Agricultural Conservation Easement Program** (ACEP)
 - 1 billion to boost USDA conservation technical assistance
 - USDA's Natural Resources Conservation Service gets \$300 million to measure carbon sequestration and emissions on farmland
- Rural energy: 9.7 billion
 - 1.72 billion for Rural Energy for America Program
 - 500 million for biofuels
 - Extends the \$1 per gallon biodiesel tax credit to 2024, restarting at the beginning of 2022



FORESTRY PROVISIONS

Chicago Wilderness Green Vision Goal: Managing Healthy Landscapes, Increasing Equitable Access

- 1.5 billion via <u>Urban and Community Forestry</u> Program
 - Multiyear grants to State agencies, local governments, tribes, and nonprofits
 - For tree plantings and related activities in underserved communities
 - Non-federal cost share requirements may be waived
 - For FY22-31
 - <u>166.6 million/yr</u> over nine years on top of 40+ million presently provided
 - Build Urban Forest Capacity

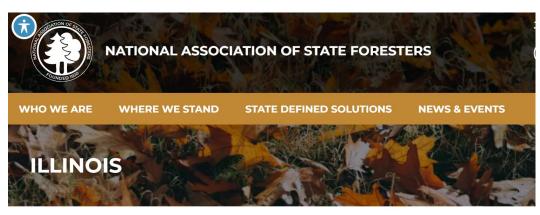


DISCERNING NEXT STEPS

- Many agencies still analyzing bill
- Capacity restraints
- Leveraging partnerships, <u>many</u> agencies working thru lead
- Build outreach for forest preserve communities and townships (Education, Leadership, Guidance, and Resources)
- Think: MACRO-scale, community outreach, 3-5 year awards, multiple grant opportunities

Review Illinois' Forest Action Plan (Urban Forest Strategy on pgs. 59-67 for program/project direction)

*will be circulated in follow-up email



FOREST ACTION PLAN

THE VALUE OF PROFESSIONAL FOREST STEWARDSHIP IN ILLINOIS

Trained forestry professionals and technical staff are responsible for providing information and assistance to private forest landowners, to cities and communities managing urban forests, and for continued tree nursery operations. As awareness of forest stewardship and incentive programs grow, the demand for a professional state support system will be greater than ever. The critical issue at hand is that the state of Illinois lacks a sufficient number of qualified personnel to meet the forest management needs of its citizens.

IDENTIFYING GAPS IN INFORMATION

To be determined...

- Timelines
 - Agency rollout of additional details
 - Some funds kick in immediately, and for various lengths
 - Application cycles
- Eligibility criteria
 - Which entities are eligible for what?
 - Timing constraints
 - Additional reporting, cost-share requirements, etc.
- Online resources
 - State-specific allocations
 - Agency guidebooks
 - White House fact sheets
 - Climate and Equity summary
 - Agriculture summary
 - BW Research/ The Nature Conservancy economic analysis
 - Urban and Community Forestry Program

THE ECONOMIC POTENTIAL

The Nature Conservancy commissioned BW Research to conduct a study identifying the estimated economic impacts of the climate policies included in the Inflation Reduction Act.

- Projected to support 537,000 jobs annually over next ten years
- Every year for next 10 years, Illinois will see
 - 21,900 jobs
 - \$343 million in state, local, and federal tax revenue
 - •\$1.2 billion in employee compensation
 - •\$2.4 billion added to the state economy

\$1 OF FEDERAL INVESTMENTS \rightarrow \$1.42 IN ECONOMIC OUTPUT

NATIONAL NUMBERS

537,000 jobs

\$6.8B local, state, federal tax revenue

\$25.9Bemployee
compensation

\$50.9Bvalue added to the economy

Creating Partnerships that bring nbs resources to CW

communities most in need.

How can Chicago Wilderness be most helpful in educating partners about new public funding opportunities, such as those found in IRA?

E-Alerts on deadlines/etc

Keep us informed.

webinars, email updates

Webinars like this

As non-profits, is there any we can benefit from the new tax credits for electric cars and trucks?

Additional future webinars like this

Small trainings, and then small discussion groups

provide periodic updates and ways to apply for funding

M Mentimeter

Are there specific IRA grant programs/funding streams your organization has already identified as relevant to your work?

urban forestry management

forestry funds

community planning

eqip

usda-reap

ej mapping

community sustainability

urban forestry



What additional program details are needed for partners to leverage new resources from the Inflation Reduction Act?

How this fits with state and local plans. We need coordination.

Do you picture this funding going towards already established programs or looking to be seed money for new ones?

How do we reach out to organizations not typically considered environments? i.e. Chambers of commerce, Economic Development councils etc.

ONLINE RESOURCES

White House fact sheets
Climate and Equity Summary
Agriculture summary
BW Research/ The Nature Conservancy economic analysis
Illinois BW Research/TNC economic analysis
Urban and Community Forestry Program

*online resources will be circulated to all registrants via email after the webinar

Questions?

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SUGGESTIONS FOR FUTURE CAFES

Are you a Chicago Wilderness partner with a conservation success story you'd like to share or a topic to introduce and discuss with your peers? We'd love to have you create a Cafe session!

Cafes are conducted via Zoom and typically last 1 hour. Your session should relate to one or more of the Chicago Wilderness Green Vision goals.

We'll help you decide on a format for your session and can provide template slides or other assistance as needed. We'll also promote your session on social media and in our monthly newsletter.

Download our Cafe template for guidelines on how to create and hold your session.

Or contact Laura Reilly to talk through your Cafe session idea. Thanks for sharing your expertise with the Chicago Wilderness network!

Questions?

Laura Reilly, Chicago Wilderness Coordinator

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