#### SEPA United States Environmental Protection Agency

## State Incentives for Achieving Clean and Renewable Energy Development on Contaminated Lands



The development of clean and renewable energy on formerly used land offers many economic and environmental benefits. Combining clean and renewable energy and contaminated land cleanup incentives can allow investors and communities to create economically viable clean and renewable energy redevelopment projects. This document provides information about incentives in your state that can be leveraged for clean and renewable energy and development of contaminated land.



# Incentives for Clean and Renewable Energy

## Funding (grants, loans, bonds, etc.)

## Pennsylvania Energy Development Authority (PEDA) Funding

www.depweb.state.pa.us/enintech/cwp/view.asp?a=1415&q=504241

Provides grants and loans up to \$1 million for innovative, advanced energy projects, and for alternative-energy manufacturing or production businesses. Projects that reuse or redevelop brownfields and previously developed sites are preferred.

### Pennsylvania Energy Harvest Program

www.dep.state.pa.us/grantscenter/ProgramSummary.asp?ID=93

Provides grants averaging \$200,000 for implementation of clean and renewable-energy technologies that have measurable benefits in terms of pollution reduction, environmental quality, and reduced energy use.

## Metropolitan Edison Company Sustainable Energy Fund (SEF)

www.bccf.org/pages/gr.energy.html

Invests in businesses and provides grants and/or loans up to \$25,000 from a \$5.7 million fund that promotes the development and use of renewable/ clean energy technologies and sustainable-energy businesses.

#### Penelec SEF of the Community Foundation for the Alleghenies www.cfalleghenies.org/penelec.htm

Provides loans, grants, financing and other financial assistance from a \$9.1 million fund that promotes the use of renewable energy and renewable energy business initiatives.

## Sustainable Development Fund (SDF)

www.trfund.com/sdf/grants.html

Provides grants averaging \$25,000 for projects with a compelling educational interest, commercial loans ranging from \$50,000 to \$1 million to developers with projects in the early stages of redevelopment, and financing to businesses to adapt clean energy technologies.

## West Penn Power Sustainable Energy Fund

www.wppsef.org/grants.html

Provides grants, commercial loans, equity investment, subordinated debt and royalty financing to promote the use of renewable/clean energy.

## SEF of Central Eastern Pennsylvania Loan Program www.TheSEF.org

Disburses grants and loans for projects that promote research and invest in renewable and clean energy technologies and enterprises.

### New PA Venture Capital Investment Program

www.newpa.com/programDetail.aspx?id=57

Provides loans to Pennsylvania-focused venture capital companies that agree to match those funds and make investments in local businesses.

### Tax Incentives (abatements, deductions, credits, etc.)

### Wind Equipment Property Tax Assessment

www.dsireusa.org/documents/Incentives/PA26F.htm Exempts wind turbines and related equipment from property value for tax assessment purposes.

## **Technical Assistance and Other Incentives**

## Pennsylvania Wind Working Group

www.pawindenergynow.org/

Encourages wind projects, stimulates markets for generated wind energy; and integrates the wind industry with other Pennsylvania industries.

## **Technology Clearinghouse Open Funding Solicitations**

www.depweb.state.pa.us/enintech/cwp/view.asp?a=1378&q=466203#Open Provides a comprehensive list of current state and federal funding, and environmental technology verification program solicitation opportunities.

## Net Metering

www.puc.state.pa.us

Requires investor-owned utilities to offer net metering to eligible systems with capacity up to 5 MW.

Quick Facts			
Public Benefit Fund (PBF) Renewable Portfolio Standard 18% from alternative sources by 2021		Y	es ☑ No □ es ☑ No □
Net Metering Interconnection Standards			es ☑ No □ es ☑ No □
		stry Generation by burce (EIA, 2006) Hydroelectric Other Renewable Other Gases	1.3% es 1.1% 0.2%

## Points of Contact

**PEDA Funding** Becky Campbell, recampbell@state.pa.us, (717) 772-8959 Pennsylvania Energy Harvest Program Kerry Campbell, kcampbell@state.pa.us, (717) 772-5985 Metropolitan Edison Company SEF Richard Mappin, richardm@bccf.org, (610) 685-2227 Penelec SEF, Mike Kane, mkane2@atlanticbb.net, (814) 536-7741 SDF, Roger Clark, roger.clark@trfund.com, (215) 574-5814 West Penn Power SEF, Joel Morrison, jlm9@psu.edu, (814) 865-4802 SEF of Central Eastern PA Bill Routson, wroutson@TheSEF.org, (610) 264-4440 Ext. 16 New PA Venture Capital Investment Program John Sider, josider@state.pa.us, (717) 720-7447 Wind Equipment Property Tax Assessment Exemption Kerry Campbell, kcampbell@state.pa.us, (717) 772-5985 All Technical Assistance, see Web sites in text above



## Funding (grants, loans, bonds, etc.)

### Industrial Sites Reuse Program

www.newpa.com/programDetail.aspx?id=25

Provides loans and grants to municipalities and private entities for site assessment and remediation of former industrial sites; maximum of \$200,000 for site assessment, or \$1 million for remediation per year; all require a 25% match; loans carry a 2% rate for terms up to five years (for assessments) or 15 years (for remediation).

### Infrastructure Development Program

www.newpa.com/programDetail.aspx?id=26

Provides public and private developers with grants and loans for site remediation, clearance, and new construction, up to \$1.25 million per project at 3% interest for 15 years. Grants are available for publicly-owned infrastructure.

#### **Business in Our Sites**

www.newpa.com/programDetail.aspx?id=39

Offers flexible loans and grants to municipalities and loans to private developers to create future business growth and attract opportunities through the acquisition and preparation of key sites for development. \$300 million was allotted for this program in FY04.

#### **Growing Greener**

www.dep.state.pa.us/grantscenter/ProgramSummary.asp?ID=65

Provides grants to restore watersheds and streams, reclaim mined lands, remediate acid mine drainage.

#### Pennsylvania Infrastructure and Investment Authority (PENNVEST) Brownfields Loans

www.newpa.com/programDetail.aspx?id=42

Administers loans for the remediation of brownfields that pose a threat to local ground water or surface water sources (up to 30% of annual funding capacity). Loans to one municipality may total up to \$11 million per project; average project size is \$1.5 million.

## Tax Increment Financing (TIF) Guarantee Program

www.newpa.com/programDetail.aspx?id=45

Assists in the development, redevelopment and revitalization of brownfields by loaning communities funding to develop blighted areas. A combination of technical assistance and loan guarantee assistance encourages small communities to utilize this program. The amount of loan guarantees for FY08 forward is \$60 million.

## Other DEP Grant and Loan Programs

www.dep.state.pa.us/grantscenter/GrantAndLoanPrograms.asp

Additional Pennsylvania grant and loan programs for remediating brownfields can be found at the above Web site.

## **Technical Assistance**

#### **Department of Community and Economic Development** *www.newpa.com/programFinder.aspx*

Provides links to an array of economic development programs and incentives in Pennsylvania that may assist developers interested in clean energy development or cleaning up contaminated land through the above web site.

### **DEP Brownfield Action Team**

www.depweb.state.pa.us/ocrlgs/cwp/view.asp?A=1459&Q=517198

Manages and coordinates remediation program development activities, permitting procedures and funding efforts related to redevelopment projects through matrix management of both central office and regional office directors. See above web site for more information.

## Limitations on Liability

www.epa.gov/brownfields/pubs/bf\_states\_r3.pdf

Offers release from liability for approved cleanups and potentially responsible parties (PRPs) may participate. Sites remediated under the state Voluntary Cleanup Program may also satisfy federal requirements under the Comprehensive Environmental Response Compensation and Liability Act (CERCLA), Resource Conservation Recovery Act (RCRA), or Toxic Substances Control Act (TSCA).

### Quick Facts

# Limitations on Liability Yes ☑ No □

Number of State-Tracked Contaminated Properties: 1,693 Includes Department of Environment Land Recycling Program Sites in Progress

Number of EPA CERCLIS Sites: 403 Sites identified for potential investigation under the federal Superfund Program

Number of EPA Brownfields Properties: 537 Properties being funded or addressed under the EPA Brownfields Program

There may be some overlap among the categories listed and sites listed may not represent all potentially contaminated sites in Pennsylvania.

## **Points of Contact**

Industrial Sites Reuse Program, Infrastructure Development Program, Business in Our Sites Brian Eckert, breckert@state.pa.us, (717) 720-1400

Growing Greener, Other DEP Grant and Loan Programs Tom Mellott, mtmellott@state.pa.us, (717) 783-7816

PENNVEST Brownfields Loans Paul Marchetti, p.marchetti@state.pa.us, (717) 783-4496

**TIF Guarantee Program** Brian Deemer, (717) 214-5332

All Technical Assistance See Web sites in text above