(*) THIRD WAY

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No Double-Dipping Here: EV Charging Programs in Reconciliation are Uniquely Essential





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Key Takeaways

Programs to help deploy EV charging infrastructure are featured in both the bipartisan infrastructure deal (the Infrastructure Investment and Jobs Act, IIJA) and the reconciliation package proposed by the House (the Build Back Better Act, BBBA). However, there is no "double-dipping" between these two policy vehicles. The programs in BBBA fill distinct needs from those in IIJA, and all are essential if we're going to build out EV charging infrastructure quickly and equitably so that we can meet our climate goals and ensure everyone can charge up their car wherever they need to—all while creating jobs in manufacturing, installation, and operations & maintenance.

The IIJA and BBBA programs are designed to do different things. IIJA will help us jumpstart public-private partnerships to map out where alternative fueling corridors will have the greatest benefit at a national scale and to build out a "charging highway" system across the country using the combined expertise of federal and state governments. The BBBA programs, on the other hand, provide funding to build out charging infrastructure within our communities—including cities, rural areas, and disadvantaged communities. State and local entities—public and private—are best positioned to determine where the "hot spots" for charging will be within their communities and can use this funding to address residential, commercial, and workplace charging needs.

Key Differences between the IIJA and BBBA Programs

Where the infrastructure goes

The IIJA contains two complementary grant programs that are important for charging infrastructure deployment: The Grants for Charging and Fueling Infrastructure program provides \$2.5 billion dollars for a variety of alternative refueling infrastructure that includes EV charging stations as well as hydrogen, natural gas, and propane. Half of this funding would go towards infrastructure along the highway system, while the other half would go towards infrastructure at publicly accessible locations off the highway system (such as in parking lots of public buildings, but not in workplaces or multi-unit dwellings (MUDs)). The National Electric Vehicle Formula Program provides \$5 billion that is guaranteed for EV charging infrastructure, focusing on building out charging capacity along the national highway system.

But supporting a national network of EV chargers along our highways isn't enough. That's why the distinctive programs included in the BBBA designed to help deploy chargers throughout communities, including in homes and workplaces, are also critical. The vast majority of charging will take place at home or at work, so we need a robust buildout of charging infrastructure at workplaces and in MUDs; the BBBA's EV Supply Equipment Rebate Program will provide \$2 billion for EV charging at workplaces, MUDs, and publicly accessible locations within communities. This is particularly important for the <u>many vehicles</u> that don't have regular access to a garage or other off-street parking space. This is also important from an equity standpoint, as lower-income Americans are less likely to have dedicated off-street parking.

Who's eligible to participate

Both IIJA programs provide funding exclusively to governments or other public entities, which is appropriate given those programs' focus on deploying charging infrastructure at a national scale

and along state-maintained highways. The BBBA programs are also open to businesses, nonprofits, individuals, and in the case of the EV Charging Equity Program, utilities, housing authorities, and colleges/universities. It is critical we provide funding to these entities if we're going to build out EV charging infrastructure at workplaces, MUDs, school and grocery store parking lots, and other convenient locations near where people live and work.

Who will benefit from the buildout

Equity is a stated goal of the Biden Administration and needs to be front and center in our EV infrastructure buildout. The IIJA Grants for Charging and Fueling Infrastructure program gives priority to rural, low-income, and other historically underserved areas—but there's no guarantee this will lead to EV charger buildout in these communities because EV charging will be competing with hydrogen, natural gas, and propane fueling infrastructure for funding. The BBBA's EV Charging Equity Program will ensure historically underserved communities, which have <u>borne the brunt</u> of air pollution from our current transportation network, won't get left behind in our transition to EVs by providing money specifically to build EV charging stations in these communities.

Program	IIJA: Grants for Charging and Fueling Infrastructure	IIJA: National Electric Ve- hicle Formula Program	BBBA: EV Supply Equip- ment Rebate Program	BBBA: EV Charging Equity Program	BBBA: 30C tax credit expansion
Amount	\$2.5 billion, competitive	\$5 billion, allocated by formula	\$2 billion, competitive	\$1 billion, competitive	House provision scored at \$6.283 billion
Who's eligable	State, local, tribal or ter- ritorial governments; MPOs; Special purpose districts	States (funds are avail- able for local governments within a state if the state doesn't use the money)	State, local, tribal or ter- ritorial governments; MPOs; Private entities; Non-profit entities; Individuals	State, local, tribal, or ter- ritorial governments; Individuals and house- holds; Electric utilities; Non-profit entities; Public housing authori- ties; Institutions of higher education; Entities that utilize or involve locally owned small and disad- vantaged businesses;	Private entities; Individuals
What it's for	Deploying publicly acces- sible EV charging, hy- drogen, natural gas, and propane refueling infra- structure. Half of the funding is for installation along high- way corridors, and the other half is for oth- er publicly accessible charging or refueling infrastructure.	Building out a national network of EV charging infrastructure on highway corridors including map- ping out where charging will be most needed, purchasing and installing chargers, and related ex- penses. Funds can be used to deploy EV charging in other publicly accessible locations once a state has built out its highway cor- ridor infrastructure.	Rebates for deploying EV charging infrastructure at workplaces, multi-unit dwellings (MUDs), and other publicly accessible locations.	Increase deployment of public EV chargers in underserved or disadvan- taged communities, fo- cusing on locations with- in or near housing and workplaces. Also provides technical assistance and outreach/education for these communities.	For individuals to install EV chargers or other al- ternative refueling prop- erties at their homes; for businesses to install this infrastructure on their property (workplace park- ing, public parking, etc.)
Priorities for funding	The second half of funding is prioritized for projects that expand access to in- frastructure in rural areas, low- and moderate-in- come neighborhoods, and communities with a low ratio of private parking spaces or high ratio of multi-unit dwellings.	Also provides funding to establish a Joint Office of Energy and Transporta- tion, leveraging DOT and DOE expertise to coordi- nate the national buildout of zero-emission refuel- ing infrastructure	Set-asides for individuals and small businesses, and for chargers deployed in rural communities and in low-income and disad- vantaged communities.	Prioritizes projects that serve the greatest num- ber of people, incorporate renewable energy, max- imize local job creation, and utilize locally owned businesses. Projects pri- marily near single-family housing is capped at 15% of annual awards.	

Comparing the EV charging programs of the bipartisan infrastructure deal <u>(IIJA)</u> and the House's reconciliation package (<u>BBBA</u>)

Source: The Infrastructure Investment and Jobs Act (H.R. 3684, 117th Congress) and the Build Back Better Act (A bill to provide for reconciliation pursuant to title II of the Concurrent Resolution on the Budget for Fiscal Year 2022, S. Con. Res. 14, 117th Congress)



Conclusion

There is going to be a lot of debate over the next few weeks about what should be included in the reconciliation package and whether certain programs constitute "double-dipping" with programs in the bipartisan infrastructure deal. The EV charging programs included in the House's Build Back Better Act fill different needs from those included in the Infrastructure Investment and Jobs Act, and Congressional Democrats should fight to maintain these programs as the reconciliation package moves forward. All of them are essential if we are going to build out the charging infrastructure we need to meet our climate goals, create construction and manufacturing jobs here in the U.S., and ensure every driver can access EV charging wherever they go.

TOPICS

CLEAN TRANSPORTATION 45