



# Alternative Fuels & Chemicals Coalition

Advocating for Public Policies to Promote the Development & Production of Alternative Fuels & Chemicals, with a Focus on Sustainable Aviation Fuels

## Final: Consolidated Appropriations Act of FY2020 (Pub.L. 116-94)

### KEY PROGRAMS SUMMARY:

### AGRICULTURE & RURAL DEVELOPMENT

Agriculture & Rural Development							
Program	FY 2016 Appropriation	FY 2017 Appropriation	FY 2018 Appropriation	FY 2019 Appropriation	President's FY 2020 Budget	AFCC's FY 2020 REQUEST	FINAL FY 2020 Appropriation
The budget amounts below include both <b>Program Level (PL)</b> and <b>Budget Authority (BA)</b> amounts							
<b>USDA Business &amp; Industry (B&amp;I) Loan Guarantees</b> (Section 310B of the Consolidated Farm and Rural Development Act)							
<b>Discretionary</b>	PL: \$920 million; BA: \$36 Million	PL: \$922 million; BA: \$35 million	PL: \$ 864 million; BA: \$35 million	PL: \$920 million; BA: \$37 million	PL: \$1 billion BA: \$21 million*	<b>Maintain PL: \$1 billion BA: \$35 million*</b>	PL: \$950 million BA: \$33.25 million
Mandatory	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>USDA Section 9002 Biobased Products Procurement Program (USDA BioPreferred Program)</b>							
<b>Discretionary</b>	\$2 million	\$2 million	\$2 million	\$3 million	\$0	\$3 million	\$3 million
<b>Mandatory</b>	\$3 million	\$3 million	\$3 million	\$3 million	\$0	\$3 million	\$3 million
<b>USDA Section 9003 Biorefinery, Renewable Chemical &amp; Bioproducts Manufacturing Assistance Loan Guarantee Program<sup>1</sup></b>							
<sup>1</sup> FY2020 is the final year of mandatory funding for this program; therefore, the program will be reliant on discretionary funding going forward							
Discretionary	\$0	\$0	\$0	\$0		<b>Provide \$25 million discretionary +</b>	\$0
<b>Mandatory</b>	PL: \$254 million; BA: \$50 million	\$0	\$0	**PL: \$127 million; BA: \$50 million	**PL: \$127 million; BA: \$25 million	<b>Maintain \$25 million BA per 2018 Farm Bill</b>	\$25 million BA. Based on 2019 subsidy rate, PL = \$63.5 million

A Collaborative Government Affairs Effort

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## Agriculture & Rural Development

Program	FY 2016 Appropriation	FY 2017 Appropriation	FY 2018 Appropriation	FY 2019 Appropriation	President's FY 2020 Budget	AFCC's FY 2020 REQUEST	FINAL FY 2020 Appropriation
<b>USDA Section 9005 Bioenergy Program for Advanced Biofuels</b>							
Discretionary	\$0	\$0	\$0	\$0	\$0	<b>Appropriate \$20 million discretionary funding per 2018 Farm Bill</b>	<b>\$0</b>
<b>Mandatory</b>	\$15 million PL & BA	\$14 million PL & BA	\$14 million PL & BA	\$7 million PL & BA	\$7 million PL & BA	<b>Maintain \$7 million per 2018 Farm Bill</b>	<b>2019-2023 mandatory funding of \$7 million PL &amp; BA</b>
<b>USDA Section 9007 Rural Energy for America Program (REAP) Loan Guarantees</b>							
Discretionary	PL: \$76 million; BA: \$5 million	PL: \$8 million; BA: \$0	PL: \$8 million; BA: \$0	PL: \$7 million; BA: \$0	\$0	<b>Appropriate \$20 million in discretionary funding as provided in the 2018 Farm Bill</b>	<b>\$706,000 BA; \$20 million PL based on 3.53% subsidy rate</b>
<b>Mandatory</b>	PL: \$379 million; BA: \$25 million	PL: \$301 million; BA: \$14 million	PL: \$524 million; BA: \$20 million	PL: \$487 million; BA: \$22 million	Proposing to rescind mandatory \$38 million BA	<b>Maintain \$50 million BA per 2018 Farm Bill</b>	<b>There was a 5.9% rescission of the \$50 million mandatory BA. Of the total \$47.050 million BA, USDA allocated \$5.758 million BA and \$163.12 million PL to loan guarantees.</b>



## Agriculture & Rural Development

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<b>USDA Section 9007 Rural Energy for America Program (REAP) Grants</b>							
Discretionary	\$5 million PL & BA	\$0	\$0	\$0	\$0	Included in REAP above	\$0
<b>Mandatory</b>	\$25 million PL & BA	\$33 million PL & BA	\$26 million PL & BA	\$28 million PL & BA	Proposing to rescind mandatory \$16 million PL & BA	<b>Included in REAP loan guarantee request above</b>	USDA allocated \$41.292 million of the total \$47.050 million BA to the grant program
<b>USDA Section 9008 Biomass Research and Development ***</b>							
Discretionary	\$0	\$0	\$0	\$0	\$0	Restore program to \$3 million	\$0
<b>Mandatory</b>	\$3 million PL & BA	\$3 million PL & BA	\$0	\$0	\$0	\$0	\$0
<b>USDA Section 9011 Biomass Crop Assistance Program (BCAP)</b>							
<b>Discretionary</b>	\$10 million PL & BA	\$5 million PL & BA	\$1 million PL & BA	\$0	\$0	Restore program to \$25 million per 2018 Farm Bill	\$0
Mandatory	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>USDA Value Added Producer Grants</b>							
<b>Discretionary</b>	\$11 million PL & BA	\$15 million PL & BA	\$16 million PL & BA	\$16 million PL & BA	\$0	Restore program to \$16 million	\$15,000,000
Mandatory	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>The Final FY2020 appropriation also provides \$247,835,000 to Rural Development for salaries and expenses of operations</b>							



**Please Note:**

\* The 2020 President's Budget for the Business and Industry loan Guarantee Program propose a \$1 billion Program Level (PL) but Budget Authority (BA). This is a considerable reduction in the estimated BA from previous years (FY 2018- \$35 million and 2019-\$37 million). No explanation was provided for the significant reduction of BA to support a larger proposed PL. Budget appropriation levels are based on BA, not proposed PL. Without documentation from the Office of Management and Budget (OMB) to support why the subsidy costs for this program were reduced, an appropriation of \$21 million BA would not support the \$1 billion PL. Based on interpolation using 2018 actual funding levels (PL and BA), the \$21 million of BA proposed for 2020 would only support \$522 million PL.

\*\* Program Level for the Section 9003 Program is calculated by Office of Management and Budget (OMB) on an individual project basis on the Budget authority amount assigned to each individual project. To project the Program Level for the Fiscal Years 2018, 2019 and 2020, an interpolation was conducted based on the Fiscal Year 2016 actual budget reported. This assumes the projects funded in these respective years will be similar in characteristics to projects funded in 2016.

\*\*\* The Biomass Research and Development program continues to be funded through the U.S. Department of Energy (DOE), instead of jointly between DOE and USDA.