S. 2225

To amend the Farm Security and Rural Investment Act of 2002 to reauthorize and improve the Rural Energy for America Program.

IN THE SENATE OF THE UNITED STATES

March 22, 2012

Mr. Franken (for himself and Mr. Harkin) introduced the following bill; which was read twice and referred to the Committee on Agriculture, Nutrition, and Forestry

A BILL

To amend the Farm Security and Rural Investment Act of 2002 to reauthorize and improve the Rural Energy for America Program.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. RURAL ENERGY FOR AMERICA PROGRAM.
- 4 Section 9007 of the Farm Security and Rural Invest-
- 5 ment Act of 2002 (7 U.S.C. 8107) is amended—
- 6 (1) in subsection (b)(2)—
- 7 (A) in subparagraph (C), by striking
- 8 "and" at the end;

1	(B) by redesignating subparagraph (D) as
2	subparagraph (E); and
3	(C) by inserting after subparagraph (C)
4	the following:
5	"(D) a nonprofit organization; and";
6	(2) in subsection (c)—
7	(A) by striking paragraph (1) and insert-
8	ing the following:
9	"(1) Loan guarantee and grant pro-
10	GRAM.—
11	"(A) In general.—In addition to any
12	similar authority, the Secretary shall provide
13	loan guarantees and grants to agricultural pro-
14	ducers and rural small businesses—
15	"(i) to purchase renewable energy sys-
16	tems, including—
17	"(I) systems that may be used to
18	produce and sell electricity, such as
19	for agricultural or residential pur-
20	poses; and
21	"(II) unique components of re-
22	newable energy systems; and
23	"(ii) to make energy efficiency im-
24	provements.
25	"(B) Tiered application process.—

1	"(i) IN GENERAL.—In providing loan
2	guarantees and grants under this sub-
3	section, the Secretary shall use a 3-tiered
4	application process that reflects the sizes
5	of proposed projects in accordance with
6	this subparagraph.
7	"(ii) Tier 1.—The Secretary shall es-
8	tablish a separate application process for
9	projects for which the cost of the activity
10	funded under this subsection is not more
11	than \$80,000.
12	"(iii) Tier 2.—The Secretary shall
13	establish a separate application process for
14	projects for which the cost of the activity
15	funded under this subsection is greater
16	than \$80,000 but less than \$200,000.
17	"(iv) Tier 3.—The Secretary shall es-
18	tablish a separate application process for
19	projects for which the cost of the activity
20	funded under this subsection is equal to or
21	greater than \$200,000.
22	"(v) Application process.—The
23	Secretary shall establish an application,
24	evaluation, and oversight process that is

1	most simplified for tier I projects and more
2	comprehensive for each subsequent tier.";
3	(B) in paragraph (2)—
4	(i) in subparagraph (C), by inserting
5	"and public health" before "benefits"; and
6	(ii) by striking paragraph (F) and in-
7	serting the following:
8	"(F) the natural resource conservation
9	benefits of the renewable energy system; and";
10	(C) in paragraph (3)—
11	(i) in subparagraph (A), by inserting
12	"in an amount not to exceed \$100,000 per
13	grant" after "in the form of grants"; and
14	(ii) by striking subparagraph (C);
15	(D) in paragraph (4)(C), by striking "75
16	percent of the cost" and inserting "all eligible
17	costs"; and
18	(E) by adding at the end the following:
19	"(5) Requirement.—In carrying out this sec-
20	tion, the Secretary shall not require a second meter
21	for on-farm residential portions of rural projects
22	connected to the grid.";
23	(3) in subsection (f)—
24	(A) by striking "Not later" and inserting
25	the following:

1	"(1) In general.—Not later"; and
2	(B) by adding at the end the following:
3	"(2) Subsequent report.—Not later than 4
4	years after the date of enactment of this paragraph
5	the Secretary shall submit to Congress a report on
6	activities carried out under this section, including
7	the outcomes achieved by projects funded under this
8	section."; and
9	(4) in subsection (g)—
10	(A) in paragraph (1)(D), by striking "for
11	fiscal year 2012" and inserting "for each of fis-
12	cal years 2012 through 2017"; and
13	(B) in paragraph (3)—
14	(i) by striking "this section
15	\$25,000,000" and inserting "this sec-
16	tion—
17	"(A) \$25,000,000";
18	(ii) by striking the period at the end
19	and inserting a "; and"; and
20	(iii) by adding at the end the fol-
21	lowing:
22	"(B) \$100,000,000 for each of fiscal years
23	2013 through 2017.".

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