CEED 2025 RFA FAQs

1. What is the maximum amount ECAM plans to fund per application?

There is currently no maximum per application limit. Based on past awards, we expect to make awards between \$600,000 and \$2 million per application.

2. Are applicants allowed to attach studies or reports to the application?

Yes, Applicants can provide attachments in addition to their application. They should be emailed to EMNRD-CEED@state.nm.us

3. Do applicants need to have a partnership with Community Based Organization (CBO) to apply for this grant?

It is not a requirement to have a partnership with a CBO to apply for a CEED grant. However, as part of the application, the applicant will need to provide information about the community partner it plans to collaborate with.

4. My community isn't considered a disadvantaged community; however, we have many households that are considered LI. Would we qualify for this grant?

The whole city/county/municipality doesn't have to be underserved, an area within that body can be considered the community that is underserved.

5. Are there any restrictions on what Applicants can use the CEED funding for?

The CEED funding must be used to create and implement an efficiency program that provides improvements to residential buildings in underserved communities for low-income New Mexicans.

Projects will serve one or more goals of the CEED Program for residential buildings in underserved communities, including:

- reduce energy consumption;
- reduce energy-related operating costs;
- reduce the carbon intensity of energy consumption; or
- a combination of the above.

Each applicant is responsible for demonstrating how the proposed projects meet at least one of these goals and must engage impacted communities in the development of the application.

For more information, please visit <u>CEED Program - Energy Conservation and Management</u>

6. Can Applicants vet ideas with ECAM staff before applying?

Grantees may reach out to ECAM staff to discuss potential project plans and receive feedback. Any question and response that is presented during the proposal collection period could be published as part of the FAQs.

7. Can the existing CEED program be run in tandem with the new funding? How does that impact the grant funding timeline?

If existing Grantees apply for new funding before the end of their existing program's term, the programs will be run concurrently. Grantees can apply for up to 25% of their current award to expand their current grants. Grantees can expand their scope of work with the new funding or simply use the funds to increase the number energy efficiency projects they can complete.

8. Is the per unit cap applied to the new funding only?

The per unit cap of \$25,000 will be applied to the new program funding only. As a reminder, the cap represents an average. An individual project may exceed the \$25,000 amount if the average project cost ends up below the maximum amount at the end of the project term. In addition, grantees may request a variance to the cap from ECAM.

9. What can the planning grants be used for?

The planning grant is a great stepping stone to apply for a CEED grant. It is meant for municipalities and counties that would like to eventually apply for CEED funding and implement a residential energy efficiency program, but are not currently ready.

The funding for this planning grant will be used to develop a community energy efficiency plan for low-income residential households. The funding can be used to

hire technical consultants to assist in the development of the plan and/or hire auditors to do certified audits for pilot projects. Additional uses of the funding include, but are not limited to:

- Conducting outreach and education around residential energy savings;
- Initiating certified energy audits for selected households to gauge the breadth and scope of energy retrofits needed;
- Meeting with community stakeholders and partners;
- Working out the goals for the local CEED program and the metrics that will be employed to gauge program success.

If a planning grant sounds like a more appropriate grant for your community, please contact Ed McIlvain at Edward.mcilvain@emnrd.nm.gov.

10. Do we have to keep the same title as our first awarded project?

Grantees are not required to keep the same title as that of their first project. The new funding allows for an expanded scope of work. If the old title of the project is not appropriate for the new scope of work, then grantees can change to a new title for their project.

11. Can existing grantees ask for more than 25% with the expectation that there may be additional funds?

The cap on additional funding for existing grantees is set at 25%. Applicants that are current grantees of the CEED program can apply for up to 25% of their current award.

12. Can you confirm if there is a word limit on the application? If so, what is that word limit?

There are no word limits for responses in the application with the exception of the Community Benefits Plan section on page 6. It is recommended that the responses for this section, questions 35-40, be between 300-500 words.

13. Do the existing grantees who apply for new grants have to pass new ordinances every time they are awarded a new CEED grant?

According to the CEED statute, the ordinance must adopt the terms of the grant. If it is a new grant, with new terms, then it could require at least an amendment to the ordinance. (See below.) Since the RFA for 2025-2026 includes new terms related to

the Community Benefit Fund and possibly an updated scope of work, an amendment to the existing ordinance or a new ordinance will be required.

"62-17A-5. Required grant of authority.

- A. The Community Energy Efficiency Development Block Grant Act is enacted to allow the state, a county or a municipality to provide or pay the costs of financing infrastructure necessary to support affordable housing projects as provided by Article 9, Section 14 of the constitution of New Mexico.
- B. Prior to the department's final approval of an application for a grant pursuant to the Community Energy Efficiency Development Block Grant Act, an applicant that is a county or a municipality shall provide the department with a copy of the ordinance enacted by the county or municipality that provides the county's or municipality's formal approval for a specific community energy efficiency development block grant and includes in the ordinance the terms and conditions of the grant approved by the department. The department shall not approve an application for a community energy efficiency project if the county or municipality fails to enact an ordinance that gives formal approval for the terms and conditions approved by the department for the community energy efficiency development block grant and includes in the ordinance those exact terms and conditions.
- C. Prior to the department's final approval of an application for a grant pursuant to the Community Energy Efficiency Development Block Grant Act, an applicant that is an Indian nation, tribe or pueblo shall provide the department with a copy of a resolution enacted by the Indian nation, tribe or pueblo that provides the Indian nation's, tribe's or pueblo's formal approval for a specific community energy efficiency development block grant and includes in the ordinance the terms and conditions of the grant approved by the department. The department shall not approve an application for a community energy efficiency project if the Indian nation, tribe or pueblo fails to enact a resolution that gives formal approval for the terms and conditions approved by the department for the community energy efficiency development block grant and includes in the resolution those exact terms and conditions."

NMSA 1978, § 62-17A-5 (2022).