

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

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PREFACE

This publication summarizes the fiscal year (FY) 2027 Budget for the U.S. Department of Agriculture (USDA). Throughout this publication any reference to the “Budget” is in regard to the 2027 Budget, unless otherwise noted. All references to years refer to fiscal year, except where specifically noted. The budgetary tables throughout this document show actual amounts for 2024 and 2025; Working Families Tax Cut Act; Agriculture, Rural Development, Food and Drug Administration, and Related Agency Appropriations Act, 2026; and the President’s Budget request for 2027. Amounts for 2026 estimated levels include: non-enacted amounts such as Full-Time Equivalent levels, fleet levels, information technology investment levels, recovery levels, transfers in and out, balances available end of year, and obligation levels.

Throughout this publication, the Working Families Tax Cut Act is used to refer to the Public Law 119-21.

Pursuant to the Balanced Budget and Emergency Deficit Control Act of 1985, sequestration is included in the numbers for mandatory programs in 2024, 2025, 2026 and 2027.

In tables throughout this document, amounts equal to zero (0) are displayed as dashes (-). Amounts less than 0.5 and greater than zero are rounded and shown as a zero (0). This display treatment is used to prevent the masking of small non-zero amounts that do not round up to one (1). Due to rounding, some tables may not sum exactly.

AGENCY-WIDE**PURPOSE STATEMENT**

USDA Rural Development’s (RD) Business – Cooperative Programs provide loans, loan guarantees, grants, and payments designed to increase economic opportunity in rural America.

Business and Industry Guaranteed Loan Program – Authorized by Section 310B(g) of the Consolidated Farm and Rural Development Act, as amended, 7 U.S.C. 1932(g). The guaranteed loan program supports financing for business and industrial acquisition, as well as business conversion, enlargement, repair, modernization, or development, and purchase of land, buildings and associated infrastructure in addition to machinery and equipment to name a few. Eligible areas are rural areas not in a town or city with a population of more than 50,000.

Rural Business Development Grants (RBDG) – Authorized by Section 310B(c) of the Consolidated Farm and Rural Development Act, as amended, (7 U.S.C. 1932(c)). The purpose of the program is to promote economic development and job creation projects through the awarding of grant funds to eligible entities. Applications will compete in two separate categories, business opportunity grants and business enterprise grants, for use in funding various business and community projects that serve rural areas.

Intermediary Relending Program (IRP) – Authorized by Section 310H of the Consolidated Farm and Rural Development Act (7 U.S.C. 1936b). This program provides one percent low-interest loans to local lenders or intermediaries that re-lend to businesses in rural areas to improve economic conditions and create jobs in rural communities. Revolving loan programs, such as the IRP, address the lack of available credit and financial market conditions that exist in many rural communities, especially for smaller entities, service businesses and start-up activities. These conditions often limit the ability of rural economies to create jobs, enhance amenities, and increase incomes to enable rural families to prosper.

Rural Economic Development Loans and Grants (REDLG) – Authorized by Section 313B of the Rural Electrification Act of 1936, as amended, (7 U.S.C. 940c-2). This program provides zero-interest loans and small grants to Rural Utilities Service (RUS) electric and telecommunications borrowers (intermediaries) to promote rural economic development and job creation projects. RED zero-interest

loans are made to Intermediaries, to relend, at a zero-interest rate, to Ultimate Recipients. RED grants are made to Intermediaries to establish Revolving Loan Funds.

Rural Business Investment Program (RBIP) – Authorized by section 384 of the Consolidated Farm and Rural Development Act (7 U.S.C. 2009cc et seq.), RBIP is designed to promote economic development and create wealth and job opportunities among individuals living in rural areas and help meet the equity capital investment needs primarily of smaller enterprises located in such areas. Under the RBIP, for-profit Rural Business Investment Companies (RBIC) make venture capital investments in rural areas with the objectives of fostering economic development in such areas and returning maximum profits to the RBIC's investors.

Rural Energy for America Program (REAP) – Authorized by section 9007 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8107), as amended. Section 9007 guaranteed loans and grants help farmers, ranchers and rural small businesses purchase and install renewable energy systems and make energy efficiency improvements. Renewable energy projects benefit agricultural producers and rural small businesses with new and sustainable income streams. Energy efficiency projects also reduce the cost of production and business operations. Grants may also be used for energy audits.

Renewable Energy for America Program (REAP) Renewable Energy Systems and Energy Efficiency Improvement Guaranteed Loans and Grants – Authorized by Section 22002 of the Inflation Reduction Act (P.L. 117-169). Section 22002 provides additional authorization for the Rural Business Cooperative Service to provide grants, guaranteed loans, and combined grant and guaranteed loan combinations through the REAP program to help agricultural producers and rural small businesses, including those Tribally owned or Tribal member owned, reduce energy costs and consumption and helps meet the Nation's critical energy needs.

Biobased Markets Program – Authorized by Section 9002 of the Farm Security and Rural Investments Act of 2002 (7 U.S.C. 8102), as amended. The Biobased Markets Program increases the purchase and use of biobased products to spur economic development, create new jobs, and provide new markets for farm commodities. The two major parts of the program are: mandatory purchasing requirements for federal agencies and their contractors; and a voluntary "BioPreferred" labeling initiative for producers for biobased products.

Rural Cooperative Development Grants (RCDG) – Authorized by Section 310B(e) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932(e)), as amended. RCDGs improve the economic condition of rural areas by promoting a range of cooperative development activities. Administered by the National Institute of Food and Agriculture, grants are made to nonprofit corporations and institutions of higher education to operate centers for cooperative development.

Cooperative Research Agreements – Authorized by the Cooperative Marketing Act of 1926, as amended (7 U.S.C. 453). Cooperative agreements are used to encourage research on critical issues vital to the development and sustainability of cooperatives as a means of improving the quality of life in America's rural communities. Research proposals are solicited from institutions of higher education or non-profit organizations interested in applying for competitively awarded cooperative agreements for research related to agricultural and non-agricultural cooperatives serving rural communities.

Cooperative Education and Research Program – Authorized by the Cooperative Marketing Act of 1926, as amended (7 U.S.C. 453). The cooperative program conducts applied research on practical issues and problems facing cooperatives and disseminates information to farmers and the general public on dealing with these issues. A range of educational activities and materials are developed to increase public awareness of cooperative strategies that can increase rural economic activity.

Technical Assistance to Cooperatives Program – Authorized by the Cooperative Marketing Act of 1926, as amended (7 U.S.C. 453). The program provides advice and assistance to existing cooperatives and groups of farmers contemplating the formation of cooperatives. Technical assistance studies are

provided at the request of a cooperative or steering committee at no fee and may cover a range of business operational, organizational, financial, or developmental topics and problems.

Appropriate Technology Transfer for Rural Areas (ATTRA) Program – Authorized by Section 310B(i) of the Consolidated Farm and Rural Development Act of 2008 (7 U.S.C. 1932(i)) as amended. ATTRA provides information to farmers and other rural users on a variety of sustainable agricultural practices that include both crop and livestock operations. The program encourages agricultural producers to adopt sustainable agricultural practices that allow them to maintain or improve profits and produce high quality food.

Rural Microentrepreneur Assistance Program – Authorized by Section 379E of the Consolidated Farm and Rural Development Act (7 U.S.C. 2008s) as amended. The purpose of the program is to support the development and ongoing success of rural microentrepreneurs and microenterprises. Direct loans and grants are provided to Microenterprise Development Organizations with the skills necessary to establish new rural microenterprises and continuing technical and financial assistance related to the successful operation of rural microenterprises.

Biorefinery Assistance Program – Authorized by Section 9003 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8103). The purpose of the program is to assist in the development of new and emerging technologies for the production/manufacture of advanced biofuels, renewable chemicals, and biobased products. The program will increase energy independence, promote resource conservation, diversify markets for agricultural and forestry products, create jobs, and enhance economic development in rural economies.

Bioenergy Program for Advanced Biofuels – Authorized by Section 9005 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8105) as amended. The program makes payments to eligible producers to support and ensure an expanding production of advanced biofuels. Advanced biofuels are defined as “fuel derived from renewable biomass other than corn kernel starch” in 7 U.S.C. 8101(3). To receive a payment, an eligible producer shall enter into a contract with the Secretary of Agriculture for production of advanced biofuels.

Rural Innovation Stronger Economy (RISE) Program – Authorized by Section 379I of the Consolidated Farm and Rural Development Act (7 U.S.C. 2008w) as amended, to make grants available to help eligible entities establish jobs accelerators and Innovation Centers to support the rural workforce by helping rural communities identify and maximize local assets and connect to regional opportunities, networks, and industry clusters. The RISE project must serve a rural region small enough to allow close collaboration among partners. It also must include important elements of the region’s prioritized industry cluster (concentrations of related industries).

Local Agriculture Market Program (LAMP) – Authorized by Section 210A of the Agricultural Marketing Act of 1946 (7 U.S.C. 1627c note). This program combines and streamlines two existing local and regional food system programs, the Farmers Market and Local Food Promotion Program and Value-Added Producers Grant Program. The Value-Added Producer Grant (VAPG) was authorized by section 231 of the Agricultural Risk Protection Act of 2000 (P.L. 106-224), as amended, and enables producers of agricultural commodities to participate in the economic returns found in the value-added market. Grants may be used to develop business plans and strategies for creating marketing opportunities.

RD is comprised of three agencies: Rural Housing Service, Rural Utilities Service, and Business Cooperative Service. RD’s headquarters is located in Washington, DC. As of September 30, 2025, there were 4,450 permanent full-time employees, including 245 in the headquarters office and 4,205 across 461 field offices.

RD activities contribute to the success of USDA’s overall mission to provide leadership on food, agriculture, natural resources, rural development, nutrition, and related issues based on public policy, the best available science, and effective management. USDA is currently developing the FY 2026 –

2030 Strategic Plan. A detailed FY 2027 performance plan, including Key Performance Indicators, can be found at <https://www.usda.gov/our-agency/about-usda/performance>.

OIG AND GAO REPORTS

Table RBCS-1. Closed, Implemented OIG Reports

ID	Date Opened	Date Closed	Title	Result
34601-0001-21	11/1/2022	3/11/2025	Controls Over the Meat and Poultry Processing Expansion Award Process (Phase 1)	Recommendation 1 –OIG found that RBCS did not develop, document, and implement an effective internal control system over MPPEP’s Phase I pre-award process to ensure applications were consistently reviewed and evaluated against the established criteria. RD implemented a three-part strategy to include enhanced documentation, identify gaps in the current process as compared to guidance issued by GAO and the Department, and publish an updated process.

AVAILABLE FUNDS AND FTEs

Table RBCS-2. Available Funds and FTEs (thousands of dollars, FTEs)

Item	2024 Actual	FTE	2025 Actual	FTE	2026 Estimated	FTE	2027 Estimated	FTE
RBP:								
Discretionary Appropriations	\$66,615	-	\$31,861	-	\$50,575	-	-	-
Supplemental Appropriations	-	-	8,000	-	-	-	-	-
IRP:								
Discretionary Appropriations	7,503	-	7,874	-	6,963	-	-	-
Supplemental Appropriations	-	-	341	-	-	-	-	-
RCDG:								
Discretionary Appropriations	24,600	-	24,600	-	20,000	-	-	-
Mandatory Appropriations.....	17,938	-	17,938	-	17,938	-	\$17,938	-
Supplemental Appropriations	-	-	3,000	-	-	-	-	-
RMAP:								
Discretionary Appropriations	5,000	-	4,629	-	4,000	-	-	-
REAP:								
Mandatory Appropriations.....	47,150	-	47,150	-	47,150	-	47,150	-
Supplemental Appropriations	200,001	25	200,001	-	200,001	-	200,001	-
HFFI:								
Discretionary Appropriations	500	-	500	-	50	-	-	-
EAP:								
Mandatory Appropriations.....	6,601	-	7,000	3	7,000	-	6,601	-
RED Grants:								
Mandatory Appropriations.....	5,000	-	-	-	-	-	-	-
Supplemental Appropriations	-	-	4,000	-	-	-	-	-
Total Discretionary Appropriations ...	104,218	-	69,464	-	81,588	-	-	-
Total Mandatory Appropriations.....	76,689	-	72,088	-	72,088	-	71,689	-
Total Supplemental Appropriations ..	200,001	25	215,341	3	200,001	-	200,001	-
Total Adjusted Appropriation.....	380,907	25	356,893	3	353,676	-	271,689	-
Balance Available, SOY	1,705,252	-	878,181	-	474,106	-	273,424	-

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Item	2024		2025		2026		2027	
	Actual	FTE	Actual	FTE	Estimated	FTE	Estimated	FTE
Balances Interchange	-	-	-10,948	-	-	-	-	-
Rescinded Balances	-194,350	-	-8,129	-	-	-	-	-
Recoveries, Other.....	59,030	-	104,486	-	28,757	-	18,835	-
Total Available	1,950,840	25	1,320,482	3	856,539	-	563,949	-
Lapsing Balances.....	-2,112	-	-3,013	-	-	-	-	-
Balance Available, EOY	-883,181	-	-473,106	-	-273,424	-	-233,372	-
Total Obligations	1,065,547	25	844,363	3	583,115	-	330,577	-
Other Funding:								
Rural Economic Development								
Loans	8,421	-	9,340	-	7,945	-	7,945	-
Rural Economic Development								
Grants	9,430	-	9,430	-	9,430	-	9,430	-
Disaster Assistance Fund 12X0405	-	-	594	-	-	-	-	-
Total Appropriation, Other								
Funding	17,851	-	19,364	-	17,375	-	17,375	-
Balance Available, SOY	90,783	-	77,784	-	51,787	-	33,176	-
Recoveries, Other.....	155,537	-	23,754	-	7,582	-	8,329	-
Total Available, Other Funding	264,171	-	120,902	-	76,744	-	58,879	-
Bal. Available, EOY	-72,784	-	-52,787	-	-33,176	-	-36,556	-
Total Obligations, Other funding ...	191,387	-	68,115	-	43,569	-	22,324	-
Total Obligations, RBCS.....	1,256,935	25	912,477	3	626,683	-	353,767	-
Total Available, RBCS	2,215,011	25	1,441,384	3	933,283	-	622,828	-

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ACCOUNT 1: RURAL BUSINESS PROGRAMS

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Rural Business Program Account

[For gross obligations for the principal amount of guaranteed loans as authorized by section 310B of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932(g)), \$1,750,000,000.]

[For the cost of loan guarantees and grants, for the rural business development programs authorized by section 310B and described in subsections (a), (c), (f) and (g) of section 310B of the Consolidated Farm and Rural Development Act, \$50,575,000, to remain available until expended, of which no less than \$100,000 shall be made available for one or more qualified state technology council to promote private-sector economic development in the bio-sciences: *Provided*, That of the amount appropriated under this heading, \$15,575,000 shall be for business and industry guaranteed loans: *Provided further*, That of the amount appropriated under this heading, \$21,000,000 shall be for rural business development grants as authorized by section 310B(c) of the Consolidated Farm and Rural Development Act, of which not to exceed \$500,000 shall be made available for one grant to a qualified national organization to provide technical assistance for rural transportation in order to promote economic development: *Provided further*, That of the amount appropriated under this heading, \$10,000,000 shall be for grants to the Delta Regional Authority (7 U.S.C. 2009aa et seq.), the Northern Border Regional Commission (40 U.S.C. 15101 et seq.), the Southwest Border Regional Commission (40 U.S.C. 15301 et seq.), and the Appalachian Regional Commission (40 U.S.C. 14101 et seq.) for any Rural Community Advancement Program purpose as described in section 381E(d) of the Consolidated Farm and Rural Development Act, of which not more than 5 percent may be used for administrative expenses: *Provided further*, That \$4,000,000 of the amount appropriated under this heading shall be for business grants to benefit Federally Recognized Native American Tribes, including \$250,000 for a grant to a qualified national organization to provide technical assistance for rural transportation in order to promote economic development: *Provided further*, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to funds made available under this heading.]

Change Description

This change (paragraphs 1 and 2) deletes all language for this program. No funding is requested in 2027.

LEAD-OFF TABULAR STATEMENT

Table RBCS-3. Lead-Off Tabular Statement (In dollars)

Item	Grants	Loan Level	Subsidy
Estimate, 2026	\$35,000,000	\$1,428,899,083	\$15,575,000
Change in Appropriation	-35,000,000	-1,428,899,083	-15,575,000
Budget Estimate, 2027.....	-	-	-

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PROJECT STATEMENTS

Table RBCS-4. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024 Actual PL	2024 Actual BA	2025 Actual PL	2025 Actual BA	2026 Estimated PL	2026 Estimated BA	2027 Estimated PL	2027 Estimated BA	PL Inc. or Dec.	Chg Key	BA Inc. or Dec.	Chg Key
Discretionary Approp:												
Business and Industry (B&I)												
Guaranteed Loans	\$1,662,882	\$38,080	\$1,663,000	\$3,326	\$1,428,899	\$15,575	-	-	-\$1,428,899	(1)	-\$15,575	(4)
Rural Business Development Grants (RBDG)	15,935	15,935	16,030	16,030	20,400	20,400	-	-	-20,400	(2)	-20,400	
Bio-Science Technical Center Grants ..	100	100	5	5	100	100	-	-	-100	(2)	-100	
RBDG Native American Tribes	3,750	3,750	3,750	3,750	3,750	3,750	-	-	-3,750	(2)	-3,750	
RBDG Technical Assistance												
Transportation	500	500	500	500	500	500	-	-	-500	(2)	-500	
RBDG Native Am. Tribes												
Transportation	250	250	250	250	250	250	-	-	-250	(2)	-250	
Delta Regional Authority Grants	2,000	2,000	2,000	2,000	2,500	2,500	-	-	-2,500	(3)	-2,500	
Appalachian Regional Commission Grants	2,000	2,000	2,000	2,000	2,500	2,500	-	-	-2,500	(3)	-2,500	
Northern Border Reg. Commission Grants	2,000	2,000	2,000	2,000	2,500	2,500	-	-	-2,500	(3)	-2,500	
Southwest Border Reg. Comm. Grants	2,000	2,000	2,000	2,000	2,500	2,500	-	-	-2,500	(3)	-2,500	
Subtotal	1,691,417	66,615	1,691,535	31,861	1,463,899	50,575	-	-	-1,463,899		-50,575	
Supplemental Approp:												
RBDG Disaster Assistance Grants (DAF)	-	-	8,000	8,000	-	-	-	-	-	-	-	-
Subtotal	-	-	8,000	8,000	-	-	-	-	-	-	-	-
Total Adjusted Approp	1,691,417	66,615	1,699,535	39,861	1,463,899	50,575	-	-	-1,463,899		-50,575	
Add back:												
Transfers In and Out, Rescissions	-	-	17,369,000	26,754	-	-	-	-	-	-	-	-
Total Appropriation	1,691,417	66,615	19,068,535	66,615	1,463,899	50,575	-	-	-1,463,899		-50,575	
Transfers In:												
RBDG DAF (12X0405)	-	-	8,000	8,000	-	-	-	-	-	-	-	-
Total Transfers In	-	-	8,000	8,000	-	-	-	-	-	-	-	-
Transfers Out:												
Rental Assistance 12X0137 (GP 1206)	-	-	-17,000,000	-34,000	-	-	-	-	-	-	-	-
Community Facilities 12X1951 (GP 1206)	-	-	-377,000	-754	-	-	-	-	-	-	-	-
Total Transfers Out	-	-	-17,377,000	-34,754	-	-	-	-	-	-	-	-
Recoveries, Other	188,508	8,182	910,370	12,328	203,684	8,153	\$2,413	\$2,413	-201,271		-5,740	
Bal. Available, SOY	80,997	5,838	98,615	5,249	561,996	18,392	91,938	8,422	-470,058		-9,971	
Total Available	1,960,921	80,635	2,708,520	57,438	2,229,579	77,120	94,350	10,835	-2,135,229		-66,286	-
Bal. Available, EOY	-98,615	-5,249	-561,996	-18,392	-91,938	-8,422	-866	-866	+91,072		+7,556	
Total Obligations	1,862,306	75,385	2,146,524	39,046	2,137,642	68,699	93,484	9,969	-2,044,157		-58,730	

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Table RBCS-5. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024 Actual PL	2024 Actual BA	2025 Actual PL	2025 Actual BA	2026 Estimated PL	2026 Estimated BA	2027 Estimated PL	2027 Estimated BA	PL Inc. or Dec.	BA Inc. or Dec.
Discretionary Obligations:										
Business and Industry (B&I) Guaranteed										
Loans.....	\$1,828,800	\$41,880	\$2,111,702	\$4,223	\$2,091,743	\$22,800	\$85,159	\$1,644	-\$2,006,584	-\$21,156
Rural Business Development Grants										
(RBDG).....	19,545	19,545	16,697	16,697	26,900	26,900	4,900	4,900	-22,000	-22,000
RBDG Native American Tribes.....	5,610	5,610	3,879	3,879	5,150	5,150	3,100	3,100	-2,050	-2,050
RBDG Technical Assistance Transportation	500	500	500	500	500	500	211	211	-289	-289
RBDG Native Am. Tribes Transportation ...	250	250	500	500	250	250	112	112	-138	-138
Delta Regional Authority Grants	1,900	1,900	2,000	2,000	2,500	2,500	-	-	-2,500	-2,500
Appalachian Regional Commission Grants .	1,900	1,900	2,000	2,000	2,500	2,500	-	-	-2,500	-2,500
Northern Border Reg. Commission Grants.	1,900	1,900	2,040	2,040	2,500	2,500	-	-	-2,500	-2,500
Southwest Border Reg. Commission Grants	1,900	1,900	2,000	2,000	2,500	2,500	-	-	-2,500	-2,500
Bio-Science Technical Center Grants	-	-	200	200	100	100	-	-	-100	-100
Regional Commissions Admin Expenses....	-	-	2	2	2	2	2	2	-	-
Subtotal Disc oblig	1,862,306	75,385	2,141,521	34,042	2,134,645	65,702	93,484	9,969	-2,041,161	-55,734
Supplemental Obligations:										
RBDG DAF.....	-	-	5,004	5,004	2,996	2,996	-	-	-2,996	-2,996
Subtotal Supp Oblig	-	-	5,004	5,004	2,996	2,996	-	-	-2,996	-2,996
Total Obligations	1,862,306	75,385	2,146,524	39,046	2,137,642	68,699	93,484	9,969	-2,044,157	-58,730
Add back:										
Balances Available, EOY:										
Business and Industry (B&I) Guaranteed										
Loans.....	95,554	2,188	549,594	5,991	85,159	1,644	-	-	-85,159	-1,644
Rural Business Development Grants										
(RBDG).....	1,994	1,994	6,427	6,427	3,644	3,644	257	257	-3,387	-3,387
RBDG Native American Tribes.....	179	179	2,374	2,374	2,455	2,455	255	255	-2,200	-2,200
RBDG Technical Assistance Transportation	64	64	150	150	211	211	-	-	-211	-211
RBDG Native Am. Tribes Transportation ...	324	324	96	96	112	112	-	-	-112	-112
Delta Regional Authority Grants	0	0	0	0	-	-	-	-	-	-
Regional Commissions Admin Expenses....	400	400	358	358	356	356	353	353	-2	-2
Bio-Science Technical Center Grants	100	100	-	-	-	-	-	-	-	-
RBDG Disaster Assistance Grants	-	-	2,996	2,996	-	-	-	-	-	-
Total Bal. Available, EOY	98,615	5,249	561,996	18,392	91,938	8,422	866	866	-91,072	-7,556
Total Available	1,960,921	80,635	2,708,520	57,438	2,229,579	77,120	94,350	10,835	-2,135,229	-66,286
Less:										
Total Transfers In.....	-	-	-8,000	-8,000	-	-	-	-	-	-
Total Transfers Out.....	-	-	17,377,000	34,754	-	-	-	-	-	-
Recoveries, Other	-188,508	-8,182	-910,370	-12,328	-203,684	-8,153	-2,413	-2,413	+201,271	+5,740
Bal. Available, SOY.....	-80,997	-5,838	-98,615	-5,249	-561,996	-18,392	-91,938	-8,422	+470,058	+9,971
Total Appropriation	1,691,417	66,615	19,068,535	66,615	1,463,899	50,575	-	-	-1,463,899	-50,575

JUSTIFICATION OF CHANGES

Rural Business and Cooperative Service (RBCS) programs work with local partners to invest in small business expansion, helping rural communities support existing local entrepreneurs and business owners and attract new ones.

The numbers of the following listing relate to values in the Change (Chg) Key column of the Project Statement at Guidance Level:

- (1) A decrease of \$1,428,899,000 in program level for the Rural Business and Industry (B&I) Guaranteed Loan program (\$1,428,889,000 available in 2026).

The budget proposes to terminate this program. Applicants can access the private market to obtain financing for projects funded under this authority.

- (2) A decrease of \$25,000,000 for Rural Business Development Grants (\$25,000,000 available in 2026).

The Budget proposes to terminate this program because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (3) A decrease of \$10,000,000 for the Appalachia Regional Authority, Delta Regional Authority, Northern Regional Authority (\$10,000,000 available in 2026).

No funding for this program is requested in 2027. This program is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (4) A decrease of \$15,575,000 in budget authority for the Rural B&I Guaranteed Loan program (\$3,326,000 available in 2026).

The termination of the Rural Business and Industry Guaranteed Loan program results in a decrease in the subsidy needed to support the operation of the program.

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-6. Geographic Breakdown of Obligations for Guaranteed Business and Industry Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$26,800	\$37,850	-	-
Alaska	35,595	59,227	-	-
Arizona	55,170	58,688	-	-
Arkansas.....	65,650	10,000	-	-
California	130,121	99,042	-	-
Colorado	31,550	21,569	-	-
Connecticut.....	10,815	12,000	-	-
Florida	110,810	112,230	-	-
Georgia.....	35,909	57,099	-	-
Hawaii	10,830	-	-	-
Idaho	23,741	24,368	-	-
Illinois	55,893	112,442	-	-
Indiana	25,000	12,000	-	-
Iowa.....	-	1,400	-	-
Kansas.....	11,275	-	-	-
Kentucky	69,833	62,954	-	-
Louisiana	58,555	137,039	-	-
Maine	25,000	-	-	-
Maryland.....	10,000	2,950	-	-
Michigan	53,861	13,436	-	-
Minnesota	-	54,900	-	-
Mississippi.....	9,250	38,904	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Missouri	70,361	84,901	-	-
Nebraska	18,220	12,040	-	-
Nevada	-	25,000	-	-
New Mexico	48,018	32,542	-	-
New York	37,089	144,627	-	-
North Carolina	119,979	26,921	-	-
North Dakota	112	18,380	-	-
Ohio	61,628	83,931	-	-
Oklahoma	52,580	68,290	-	-
Oregon	1,588	67,073	-	-
Pennsylvania	40,064	39,347	-	-
South Carolina	17,150	77,792	-	-
South Dakota	25,000	16,137	-	-
Tennessee	69,105	20,804	-	-
Texas	254,465	289,242	-	-
Utah	6,370	24,400	-	-
Vermont	17,967	12,215	-	-
Virginia	62,999	51,248	-	-
Washington	30,810	36,279	-	-
West Virginia	5,620	32,219	-	-
Wisconsin	33,887	15,462	-	-
Wyoming	129	4,753	-	-
Distribution Unknown	-	-	\$2,091,743	\$85,159
Obligations	1,828,800	2,111,702	2,091,743	85,159
Bal. Available, EOY	95,554	549,594	85,159	-
Total, Available	1,924,355	2,661,296	2,176,903	85,159

Table RBCS-7. Geographic Breakdown of Obligations for Rural Business Development Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$46	\$188	-	-
Alaska	80	142	-	-
Arizona	187	293	-	-
Arkansas	18	463	-	-
California	371	691	-	-
Colorado	16	246	-	-
Connecticut	20	131	-	-
Delaware	50	83	-	-
Florida	-	250	-	-
Georgia	22	638	-	-
Guam	-	50	-	-
Hawaii	136	126	-	-
Idaho	-	192	-	-
Illinois	531	485	-	-
Indiana	19	475	-	-
Iowa	363	326	-	-
Kansas	16	148	-	-
Kentucky	738	686	-	-
Louisiana	204	478	-	-
Maine	-	239	-	-
Maryland	126	184	-	-
Massachusetts	30	131	-	-
Michigan	203	595	-	-
Minnesota	18	389	-	-
Mississippi	916	-	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Missouri	1,015	556	-	-
Montana	225	-	-	-
Nebraska	945	175	-	-
Nevada	219	121	-	-
New Hampshire	183	129	-	-
New Jersey.....	119	-	-	-
New Mexico.....	645	295	-	-
New York	1,043	610	-	-
North Carolina	949	99	-	-
North Dakota.....	584	123	-	-
Ohio	899	735	-	-
Oklahoma	641	461	-	-
Oregon	304	282	-	-
Pennsylvania	823	669	-	-
Puerto Rico.....	720	271	-	-
Rhode Island	104	61	-	-
South Carolina.....	555	505	-	-
South Dakota	234	166	-	-
Tennessee.....	713	666	-	-
Texas	948	1,316	-	-
Utah	153	137	-	-
Vermont	1,345	129	-	-
Virginia	564	423	-	-
Washington	683	350	-	-
West Virginia	676	351	-	-
Wisconsin.....	71	438	-	-
Wyoming	75	-	-	-
Distribution Unknown	-	-	\$26,900	\$4,900
Obligations	19,545	16,697	26,900	4,900
Bal. Available, EOY	1,994	6,427	3,644	257
Total, Available	21,539	23,125	30,544	5,157

Table RBCS-8. Geographic Breakdown of Obligations for Rural Business Development Grants Native American Tribes (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Arizona	\$924	\$512	-	-
California	143	80	-	-
Idaho	243	211	-	-
Illinois	75	-	-	-
Louisiana	95	-	-	-
Michigan	300	-	-	-
Montana	68	51	-	-
Nebraska	1,659	1,200	-	-
Nevada	65	65	-	-
New Mexico.....	100	-	-	-
North Dakota.....	-	166	-	-
Oklahoma	1,305	500	-	-
Oregon	-	250	-	-
Rhode Island	53	-	-	-
South Dakota	297	296	-	-
Utah	246	-	-	-
Washington	38	548	-	-
Distribution Unknown	-	-	\$5,150	\$3,100
Obligations	5,610	3,879	5,150	3,100
Bal. Available, EOY	179	2,374	2,455	255

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Total, Available	5,790	6,254	7,605	3,355

Table RBCS-9. Geographic Breakdown of Obligations for Rural Business Development Grants Technical Assistance Transportation (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Maryland.....	\$250	\$500	-	-
Distribution Unknown	-	-	\$250	\$112
Obligations	250	500	250	112
Bal. Available, EOY	324	96	112	-
Total, Available	574	596	362	112

Table RBCS-10. Geographic Breakdown of Obligations for Rural Business Development Grants Native American Transportation (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Maryland.....	\$500	\$500	-	-
Distribution Unknown	-	-	\$500	\$211
Obligations	500	500	500	211
Bal. Available, EOY	64	150	211	-
Total, Available	564	650	711	211

Table RBCS-11. Geographic Breakdown of Obligations for Delta Regional Authority Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Mississippi.....	\$1,900	\$2,000	-	-
Distribution Unknown	-	-	\$2,500	-
Obligations	1,900	2,000	2,500	-
Bal. Available, EOY	0	0	-	-
Total, Available	1,900	2,000	2,500	-

Table RBCS-12. Geographic Breakdown of Obligations for Appalachian Regional Commission Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Kentucky	\$1,900	\$2,000	-	-
Distribution Unknown	-	-	\$2,500	-
Obligations	1,900	2,000	2,500	-
Bal. Available, EOY	-	-	112	-
Total, Available	1,900	2,000	2,612	-

Table RBCS-13. Geographic Breakdown of Obligations for Northern Border Regional Commission Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
New Hampshire	\$1,900	\$2,040	-	-
Distribution Unknown	-	-	\$2,500	-
Obligations	1,900	2,040	2,500	-
Bal. Available, EOY	-	-	-	-
Total, Available	1,900	2,040	2,500	-

Table RBCS-14. Geographic Breakdown of Obligations for Southwest Border Regional Commission Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
New Mexico	\$1,900	\$2,000	-	-
Distribution Unknown	-	-	\$2,500	-
Obligations	1,900	2,000	2,500	-
Total, Available	1,900	2,000	2,500	-

Table RBCS-15. Geographic Breakdown of Obligations for Bio-Science Technical Center Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Maryland.....	-	\$200	-	-
Distribution Unknown	-	-	\$100	-
Obligations	-	200	100	-
Bal. Available, EOY	\$100	-	-	-
Total, Available	100	200	100	-

Table RBCS-16. Geographic Breakdown of Obligations for Administrative Expenses (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
District of Columbia.....	-	\$2	\$2	\$2
Obligations	-	2	2	2
Bal. Available, EOY	\$400	358	356	353
Total, Available	400	360	358	356

Table RBCS-17. Geographic Breakdown of Obligations for Disaster Assistance Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Iowa.....	-	\$149	-	-
Louisiana	-	500	-	-
North Carolina	-	300	-	-
Puerto Rico.....	-	2,811	-	-
Tennessee.....	-	244	-	-
Texas	-	1,000	-	-
Distribution Unknown	-	-	\$2,996	-
Obligations	-	5,004	2,996	-
Bal. Available, EOY	-	2,996	-	-
Total, Available	-	8,000	2,996	-

OBJECT CLASSIFICATION

Table RBCS-18. Classification by Objects (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
25.1	Advisory and assistance services.....	-	\$2	\$2	\$2
26.0	Supplies and materials.....	-	0	0	0
41.0	Grants, subsidies, and contributions	\$75,385	39,044	68,696	9,966
99.9	Total, new obligations	75,385	39,046	68,699	9,969

ACCOUNT 2: INTERMEDIARY RELENDING PROGRAM

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Intermediary Relending Program Fund Account (including transfer of funds)

[For the principal amount of direct loans, as authorized by the Intermediary Relending Program Fund Account (7 U.S.C. 1936b), \$9,000,000.]

[For the cost of direct loans, \$2,495,000 as authorized by the Intermediary Relending Program Fund Account (7 U.S.C. 1936b), of which \$250,000 shall be available through June 30, 2026, for Federally Recognized Native American Tribes; and of which \$499,000 shall be available through June 30, 2026, for Mississippi Delta Region counties (as determined in accordance with Public Law 100-460): *Provided*, That such costs, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974.]

[In addition, for administrative expenses to carry out the direct loan programs, \$4,468,000 shall be paid to the appropriation for "Rural Development, Salaries and Expenses".]

Change Description

This change (paragraphs 1,2 and 3) deletes all language for this program. No funding is requested in 2027.

LEAD-OFF TABULAR STATEMENT

Table RBCS-19. Lead-Off Tabular Statement (In dollars)

Item	Loan Level	Subsidy	Administrative Expenses
Estimate, 2026	\$9,000,721	\$2,495,000	\$4,468,000
Change in Appropriation	-9,000,721	-2,495,000	-4,468,000
Budget Estimate, 2027.....	-	-	-

PROJECT STATEMENTS

Table RBCS-20. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024	2024	2025	2025	2026	2026	2027	2027	PL Inc. or Dec.	Chg Key	BA Inc. or Dec.	Chg Key
	Actual PL	Actual BA	Actual PL	Actual BA	Estimated PL	Estimated BA	Estimated PL	Estimated BA				
Discretionary Approp:												
Intermediate Relending Program.....	\$10,000	\$3,035	\$10,000	\$3,406	\$9,001	\$2,495	-	-	-\$9,001	(1)	-\$2,495	(2)
Administrative Expenses	-	4,468	-	4,468	-	4,468	-	-	-	-	-4,468	(3)
Subtotal	10,000	7,503	10,000	7,874	9,001	6,963	-	-	-9,001	-	-6,963	-
Supplemental Approp:												
Intermediate Relending Program DAF.	-	-	1,000	341	-	-	-	-	-	-	-	-
Subtotal	-	-	1,000	341	-	-	-	-	-	-	-	-
Total Adjusted Approp	10,000	7,503	11,000	8,215	9,001	6,963	-	-	-9,001	-	-6,963	-
Add back:												
Transfers In and Out, Rescissions	-	-	-2,089	-712	-	-	-	-	-	-	-	-
Total Appropriation	10,000	7,503	8,911	7,503	9,001	6,963	-	-	-9,001	-	-6,963	-
Transfers In:												
Rural Microentrepreneur Assistance Program 12X1955 (GP 1206)	-	-	1,089	371	-	-	-	-	-	-	-	-
Disaster Assistance Fund 12X0405	-	-	1,000	341	-	-	-	-	-	-	-	-
Total Transfers In	-	-	2,089	712	-	-	-	-	-	-	-	-
Bal. Available, SOY	-	-	-	-	1,229	341	-	-	-1,229	-	-341	-
Total Available	10,000	7,503	11,000	8,215	10,229	7,304	-	-	-10,229	-	-7,304	-
Lapsing Balances	-0	-0	-38	-13	-	-	-	-	-	-	-	-
Bal. Available, EOY	-	-	-1,000	-341	-	-	-	-	-	-	-	-
Total Obligations	10,000	7,503	9,962	7,861	10,229	7,304	-	-	-10,229	-	-7,304	-

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

Table RBCS-21. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024	2024	2025	2025	2026	2026	2027	2027	PL Inc. or Dec.	BA Inc. or Dec.
	Actual PL	Actual BA	Actual PL	Actual BA	Estimated PL	Estimated BA	Estimated PL	Estimated BA		
Discretionary Obligations:										
Intermediate Relending Program.....	\$10,000	\$3,035	\$9,962	\$3,393	\$9,001	\$2,495	-	-	-\$9,001	-\$2,495
Administrative Expenses	-	4,468	-	4,468	-	4,468	-	-	-	-4,468
Supplemental Obligations:										
Intermediate Relending Program										
Disaster Assistance Fund	-	-	-	-	1,229	341	-	-	-1,229	-341
Subtotal Supp Oblig	-	-	-	-	1,229	341	-	-	-1,229	-341
Total Obligations	10,000	7,503	9,962	7,861	10,229	7,304	-	-	-10,229	-7,304
Add back:										
Lapsing Balances.....	0	0	38	13	-	-	-	-	-	-
Balances Available, EOY:										
Intermediate Relending Program										
Disaster Assistance Fund	-	-	1,000	341	-	-	-	-	-	-
Total Bal. Available, EOY.....	-	-	1,000	341	-	-	-	-	-	-
Total Available	10,000	7,503	11,000	8,215	10,229	7,304	-	-	-10,229	-7,304
Less:										
Total Transfers In.....	-	-	-2,089	-712	-	-	-	-	-	-
Bal. Available, SOY.....	-	-	-	-	-1,229	-341	-	-	+1,229	+341
Total Appropriation.....	10,000	7,503	8,911	7,503	9,001	6,963	-	-	-9,001	-6,963

JUSTIFICATION OF CHANGES

Intermediary Relending Programs

The numbers and letters of the following listing relate to values in the Change (Chg) Key column of the Project Statement at Guidance Level:

- (1) A decrease of \$9,000,722 in program level for the Intermediary Relending Loan program (\$9,000,722 available in 2026).

No funding for this program is being requested. This program is duplicative and overlaps with similar business development programs.

- (2) A decrease of \$2,495,000 in budget authority for the Intermediary Relending Loan program (\$2,495,000 available in 2026).

There is no loan subsidy requested for this program.

- (3) A decrease of \$4,468,000 in program level for Administrative Expenses (\$4,468,000 available in 2026).

There are no administrative expenses requested for this program.

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-22. Geographic Breakdown of Obligations for Intermediary Relending (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
California	-	\$2,750	-	-
Colorado	-	500	-	-
Indiana	-	500	-	-
Kentucky	\$2,362	-	-	-
Maine	750	-	-	-
Massachusetts	-	1,000	-	-
Montana	1,750	500	-	-
Nevada	-	750	-	-
New Jersey.....	500	-	-	-
New York	-	300	-	-
North Dakota.....	500	162	-	-
Oklahoma	-	1,750	-	-
South Dakota	3,250	1,750	-	-
Wisconsin.....	888	-	-	-
Distribution Unknown	-	-	\$9,001	-
Obligations	10,000	9,962	9,001	-
Lapsing Balances.....	-0	-38	-	-
Total, Available	10,000	9,923	9,001	-

Table RBCS-23. Geographic Breakdown of Obligations for Disaster Assistance Fund (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Distribution Unknown	-	-	\$1,229	-
Obligations	-	-	1,229	-
Bal. Available, EOY.....	-	\$1,000	-	-
Total, Available	-	1,000	1,229	-

OBJECT CLASSIFICATION

Table RBCS-24. Classification by Objects (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
25.3	Other goods and services from Federal sources	\$4,468	\$4,468	\$4,468	-
41.0	Grants, subsidies, and contributions	3,035	3,393	2,836	-
99.9	Total, new obligations	7,503	7,861	7,304	-

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ACCOUNT 3: RURAL ECONOMIC DEVELOPMENT LOANS

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Rural Economic Development Loan Program Account

For the principal amount of direct loans, as authorized under section 313B(a) of the Rural Electrification Act, for the purpose of promoting rural economic development and job creation projects, \$50,000,000.

The cost of grants authorized under Section 313B(a) of the Rural Electrification Act, for the purpose of promoting rural economic development and job creation projects shall not exceed \$10,000,000.

LEAD-OFF TABULAR STATEMENT

Table RBCS-25. Lead-Off Tabular Statement (In dollars)

Item	Loan Level
Estimate, 2026	\$50,000,000
Change in Appropriation	-
Budget Estimate, 2027	<u>50,000,000</u>

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

PROJECT STATEMENTS

Table RBCS-26. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024 Actual PL	2024 Actual BA	2025 Actual PL	2025 Actual BA	2026 Estimated PL	2026 Estimated BA	2027 Estimated PL	2027 Estimated BA	PL Inc. or Dec.	BA Inc. or Dec.
Discretionary Approp:										
Subtotal	-	-	-	-	-	-	-	-	-	-
Supplemental Approp:										
Rural Economic Development Loans DAF	-	-	\$3,000	\$594	-	-	-	-	-	-
Total Adjusted Approp	-	-	3,000	594	-	-	-	-	-	-
Add back:										
Transfers In and Out, Rescissions	-	-	-3,000	-594	-	-	-	-	-	-
Total Appropriation.....	-	-	-	-	-	-	-	-	-	-
Transfers In:										
Offsetting Collections from RED Grants ..	\$47,150	\$8,421	47,150	9,340	\$47,150	\$7,945	\$47,150	\$7,945	-	-
Disaster Assistance Fund 12X0405	-	-	3,000	594	-	-	-	-	-	-
Total Transfers In.....	47,150	8,421	50,150	9,935	47,150	7,945	47,150	7,945	-	-
Recoveries, Other	5,492	981	5,276	800	4,688	790	4,036	680	-\$653	-\$110
Bal. Available, SOY	10,597	1,893	6,213	1,231	8,276	1,395	6,587	1,110	-1,689	-285
Total Available.....	63,239	11,294	61,639	11,966	60,114	10,129	57,773	9,735	-2,341	-395
Bal. Available, EOY.....	-6,891	-1,231	-8,276	-1,395	-6,587	-1,110	-7,773	-1,310	-1,186	-200
Total Obligations.....	56,348	10,064	53,363	10,571	53,527	9,019	50,000	8,425	-3,527	-594

Table RBCS-27. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024 Actual PL	2024 Actual BA	2025 Actual PL	2025 Actual BA	2026 Estimated PL	2026 Estimated BA	2027 Estimated PL	2027 Estimated BA	PL Inc. or Dec.	BA Inc. or Dec.
Mandatory Obligations:										
Rural Economic Development Loans	\$56,348	\$10,064	\$53,363	\$10,571	\$50,000	\$8,425	\$50,000	\$8,425	-	-
Subtotal Mand Obl.....	56,348	10,064	53,363	10,571	50,000	8,425	50,000	8,425	-	-
Supplemental Obligations:										
Rural Economic Dev. Loans DAF	-	-	-	-	3,527	594	-	-	-\$3,527	-\$594
Subtotal Supp Oblig.....	-	-	-	-	3,527	594	-	-	-3,527	-594
Total Obligations.....	56,348	10,064	53,363	10,571	53,527	9,019	50,000	8,425	-3,527	-594
Add back:										
Balances Available, EOY:										
Rural Economic Development Loans	6,891	1,231	4,749	800	6,587	1,110	7,773	1,310	+1,186	+200
Rural Economic Dev. Loans DAF	-	-	3,527	594	-	-	-	-	-	-
Total Bal. Available, EOY.....	6,891	1,231	8,276	1,395	6,587	1,110	7,773	1,310	+1,186	+200
Total Available.....	63,239	11,294	61,639	11,966	60,114	10,129	57,773	9,735	-2,341	-395
Less:										
Total Transfers In	-47,150	-8,421	-50,150	-9,935	-47,150	-7,945	-47,150	-7,945	-	-
Recoveries, Other	-5,492	-981	-5,276	-800	-4,688	-790	-4,036	-680	+653	+110
Bal. Available, SOY	-10,597	-1,893	-6,213	-1,231	-8,276	-1,395	-6,587	-1,110	+1,689	+285
Total Appropriation.....	-	-	-	-	-	-	-	-	-	-

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-28. Geographic Breakdown of Obligations for Rural Economic Development Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$1,300	-	-	-
Arizona	-	\$4,000	-	-
Florida	2,000	-	-	-
Illinois	5,398	3,000	-	-
Indiana	-	1,000	-	-
Iowa.....	8,185	9,350	-	-
Kansas.....	160	3,351	-	-
Michigan	-	300	-	-
Minnesota	2,980	4,835	-	-
Mississippi.....	1,825	1,000	-	-
Missouri	8,559	10,970	-	-
Montana	2,000	-	-	-
Nebraska	-	2,000	-	-
North Carolina	3,905	9,207	-	-
North Dakota.....	4,962	-	-	-
Ohio	538	-	-	-
South Dakota	4,800	1,000	-	-
Tennessee.....	7,536	2,350	-	-
Utah	2,000	-	-	-
Wisconsin.....	200	1,000	-	-
Distribution Unknown	-	-	\$50,000	\$50,000
Obligations	56,348	53,363	50,000	50,000
Bal. Available, EOY	6,891	4,749	6,587	7,773
Total, Available	63,239	58,112	56,587	57,773

Table RBCS-29. Geographic Breakdown of Obligations for Rural Economic Development Loans DAF (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Distribution Unknown	-	-	\$3,527	-
Obligations	-	-	3,527	-
Bal. Available, EOY	-	\$3,527	-	-
Total, Available	-	3,527	3,527	-

OBJECT CLASSIFICATION

Table RBCS-30. Classification by Objects – Discretionary Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions....	-	-	\$594	-
	Total, Other Objects	-	-	594	-
99.9	Total, new obligations.....	-	-	594	-

Table RBCS-31. Classification by Objects – Mandatory Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions....	\$10,064	\$10,571	\$8,425	\$8,425
	Total, Other Objects	10,064	10,571	8,425	8,425
99.9	Total, new obligations.....	10,064	10,571	8,425	8,425

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ACCOUNT 4: RURAL ECONOMIC DEVELOPMENT GRANTS

LEAD-OFF TABULAR STATEMENT

Table RBCS-32. Lead-Off Tabular Statement (In dollars)

Item	Amount
Estimate, 2026	\$10,000,000
Change in Appropriation	-
Budget Estimate, 2027	<u>10,000,000</u>

PROJECT STATEMENTS

Table RBCS-33. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.
Mandatory Approp:					
Rural Economic Development Grants	\$5,000	-	-	-	-
Subtotal Mand. Approps.....	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Supplemental Approp:					
Rural Economic Development Grants DAF	-	\$4,000	-	-	-
Subtotal Supp. Approps	<u>-</u>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Adjusted Approp	<u>5,000</u>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Add back:					
Transfers In and Out, Rescissions	<u>-5,000</u>	<u>-4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Appropriation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Transfers In:					
Commodity Credit Corporation.....	5,000	-	-	-	-
Rural Elec and Tele underwriter loan fees	22,539	22,027	\$22,027	\$24,000	+\$1,973
Disaster Assistance Fund 12X0405	-	4,000	-	-	-
Total Transfers In	<u>27,539</u>	<u>26,027</u>	<u>22,027</u>	<u>24,000</u>	<u>+1,973</u>
Sequestration.....	-1,079	-1,135	-1,050	-1,050	-
Recoveries, Other	160,412	20,831	3,190	2,074	-1,116
Offsetting collections paid to Rural Economic Development acct.....	-8,421	-9,340	-7,945	-7,945	-
Offsetting collections applied to Rural Business Development Grants (GP 780) ...	-9,464	-	-	-	-
Bal. Available, SOY.....	<u>92,725</u>	<u>80,388</u>	<u>59,228</u>	<u>40,901</u>	<u>-18,327</u>
Total Available	<u>261,711</u>	<u>116,772</u>	<u>75,450</u>	<u>57,980</u>	<u>-17,470</u>
Bal. Available, EOY.....	<u>-80,388</u>	<u>-59,228</u>	<u>-40,901</u>	<u>-44,081</u>	<u>-3,180</u>
Total Obligations	<u>181,323</u>	<u>57,544</u>	<u>34,549</u>	<u>13,899</u>	<u>-20,650</u>

Table RBCS-34. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.
Mandatory Obligations:					
Rural Economic Development Grants	\$8,693	\$2,100	\$9,899	\$13,899	+\$4,000
ReConnect Pilot Broadband 100% Grants	163,668	48,005	11,064	-	-11,064
ReConnect Pilot Technical Assistance	8,963	540	7,650	-	-7,650
Rural Eco. Development Grants-Farm Bill	-	6,899	1,936	-	-1,936
Subtotal Mand Obligations.....	<u>181,323</u>	<u>57,544</u>	<u>30,549</u>	<u>13,899</u>	<u>-16,650</u>
Supplemental Obligations:					
Rural Economic Development Grants DAF	-	-	4,000	-	-4,000
Subtotal Supp Obligations	<u>-</u>	<u>-</u>	<u>4,000</u>	<u>-</u>	<u>-4,000</u>
Total Obligations	<u>181,323</u>	<u>57,544</u>	<u>34,549</u>	<u>13,899</u>	<u>-20,650</u>
Add back:					
Balances Available, EOY:					
Rural Economic Development Grants	22,464	34,476	40,800	43,980	+3,180

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.
ReConnect Pilot Broadband 100% Grants	40,898	11,064	-	-	-
ReConnect Pilot Technical Assistance	8,190	7,650	-	-	-
Rural Business Development Grants	1	101	101	101	-
Rural Eco. Development Grants-Farm Bill	8,835	1,936	-	-	-
Rural Economic Development Grants DAF	-	4,000	-	-	-
Total Bal. Available, EOY	80,388	59,228	40,901	44,081	+3,180
Total Available	261,711	116,772	75,450	57,980	-17,470
Less:					
Total Transfers In	-27,539	-26,027	-22,027	-24,000	-1,973
Sequestration.....	1,079	1,135	1,050	1,050	-
Recoveries, Other	-160,412	-20,831	-3,190	-2,074	+1,116
Offsetting collections paid to Rural Economic Development acct	8,421	9,340	7,945	7,945	-
Offsetting collections applied to Rural Business Development Grants (GP 780)...	9,464	-	-	-	-
Bal. Available, SOY.....	-92,725	-80,388	-59,228	-40,901	+18,327
Total Appropriation	-	-	-	-	-

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-35. Geographic Breakdown of Obligations for Rural Economic Development Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Arizona	-	\$600	-	-
Iowa.....	\$1,617	300	-	-
Michigan	600	-	-	-
Minnesota	519	300	-	-
Missouri	760	-	-	-
Nebraska	1,200	-	-	-
North Carolina	2,497	900	-	-
North Dakota.....	-	-	-	-
Ohio	300	-	-	-
South Dakota	1,200	-	-	-
Distribution Unknown	-	-	\$9,899	\$13,899
Obligations	8,693	2,100	9,899	13,899
Bal. Available, EOY	22,464	34,476	40,800	43,980
Total, Available	31,157	36,576	50,699	57,879

Table RBCS-36. Geographic Breakdown of Obligations for Reconnect Programs (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alaska	\$96,895	-	-	-
Colorado	1,998	-	-	-
Guam	-	\$25,000	-	-
Iowa.....	369	-	-	-
Michigan	24,944	-	-	-
Mississippi.....	-	5,956	-	-
Missouri	14,897	-	-	-
Oregon	-	17,050	-	-
Utah.....	24,564	-	-	-
Distribution Unknown	-	-	\$11,064	-
Obligations	163,668	48,005	11,064	-
Bal. Available, EOY	40,898	11,064	-	-
Total, Available	204,566	59,069	11,064	-

Table RBCS-37. Geographic Breakdown of Obligations for Reconnect Program Technical Assistance (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
District of Columbia	\$8,963	\$540	-	-
Distribution Unknown	-	-	\$7,650	-
Obligations	8,963	540	7,650	-
Bal. Available, EOY	8,190	7,650	-	-
Total, Available	17,153	8,190	7,650	-

Table RBCS-38. Geographic Breakdown of Obligations for Rural Economic Development Grants Farm Bill (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Iowa.....	-	\$983	-	-
Minnesota	-	600	-	-
Mississippi.....	-	300	-	-
Missouri	-	600	-	-
Nebraska	-	600	-	-
North Carolina	-	2,853	-	-
Ohio	-	267	-	-
South Dakota	-	695	-	-
Distribution Unknown	-	-	\$1,936	-
Obligations	-	6,899	1,936	-
Bal. Available, EOY	\$8,835	1,936	-	-
Total, Available	8,835	8,835	1,936	-

Table RBCS-39. Geographic Breakdown of Obligations for Rural Economic Development Grants Disaster Assistance Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Distribution Unknown	-	-	\$4,000	-
Obligations	-	-	4,000	-
Bal. Available, EOY	-	\$4,000	-	-
Total, Available	-	4,000	4,000	-

OBJECT CLASSIFICATION

Table RBCS-40. Classification by Objects - Discretionary (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions	-	-	\$4,000	-
	Total, Other Objects.....	-	-	4,000	-
99.9	Total, new obligations	-	-	4,000	-

Table RBCS-41. Classification by Objects - Mandatory (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
25.3	Other goods and services from Federal sources	\$8,963	\$540	-	-
41.0	Grants, subsidies, and contributions.....	172,360	57,004	\$30,549	\$13,899
	Total, Other Objects	181,323	57,544	30,549	13,899
99.9	Total, new obligations.....	181,323	57,544	30,549	13,899

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ACCOUNT 5: RURAL COOPERATIVE DEVELOPMENT GRANTS

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Rural Cooperative Development Grants

[For rural cooperative development grants authorized under section 310B(e) of the Consolidated Farm and Rural Development Act (7 U.S.C. 1932), \$20,000,000: *Provided*, That of the amount appropriated under this heading, \$3,000,000 shall be for cooperative agreements for the appropriate technology transfer for rural areas program; \$3,000,000 shall be for grants for cooperative development centers, individual cooperatives, or groups of cooperatives that serve socially disadvantaged groups and a majority of the boards of directors or governing boards of which are comprised of individuals who are members of socially disadvantaged groups; \$8,000,000, to remain available until expended, shall be for value-added agricultural product market development grants, as authorized by section 210A of the Agricultural Marketing Act of 1946; and \$1,000,000, to remain available until expended, shall be for Agriculture Innovation Centers authorized pursuant to section 6402 of Public Law 107-171.]

Change Description

This change (paragraphs 1) deletes all language for this program. No funding is requested in 2027.

LEAD-OFF TABULAR STATEMENT

Table RBCS-42. Lead-Off Tabular Statement (In dollars)

Item	Amount
Estimate, 2026	\$20,000,000
Change in Appropriation	<u>-20,000,000</u>
Budget Estimate, 2027	<u>-</u>

PROJECT STATEMENTS

Table RBCS-43. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.	Chg Key
Discretionary Approp:						
Rural Cooperative Development Grants	\$5,800	\$5,800	\$5,000	-	-\$5,000	(1)
Appropriate Technology Transfer for Rural Areas Agreements...	2,800	2,800	3,000	-	-3,000	(2)
Grants to Assist Minority Producers	3,000	3,000	3,000	-	-3,000	(3)
Value Added Producers Grants	11,500	11,500	8,000	-	-8,000	(4)
Ag Innovation Demonstration Grants	1,500	1,500	1,000	-	-1,000	(5)
Subtotal Disc. Approps	24,600	24,600	20,000	-	-20,000	
Mandatory Approp:						
Local Agriculture Market Program VAPG.....	16,488	16,488	16,488	\$16,488	-	
Local Agriculture Market Program VAPG Admin	1,450	1,450	1,450	1,450	-	
Subtotal Mand. Approps.....	17,938	17,938	17,938	17,938	-	
Supplemental Approp:						
VAPG Disaster Assistance Grants.....	-	3,000	-	-	-	
Subtotal Supp. Approps	-	3,000	-	-	-	
Total Adjusted Approp.....	42,538	45,538	37,938	17,938	-20,000	
Add back:						
Transfers In and Out, Rescissions	-19,022	-22,022	-19,022	-19,022	-	
Sequestration.....	1,084	1,084	1,084	1,084	-	
Total Appropriation	24,600	24,600	20,000	-	-20,000	
Transfers In:						
Commodity Credit Corporation.....	19,022	19,022	19,022	19,022	-	
Disaster Assistance Fund 12X0405	-	3,000	-	-	-	
Total Transfers In	19,022	22,022	19,022	19,022	-	
Sequestration.....	-1,084	-1,084	-1,084	-1,084	-	
Recoveries, Other	5,242	5,558	2,892	1,304	-1,588	
Rescinded Balances	-7,000	-1,635	-	-	-	
Bal. Available, SOY.....	13,282	9,295	12,817	8,341	-4,476	
Total Available	54,062	58,755	53,646	27,583	-26,064	
Lapsing Balances	-	-3,000	-	-	-	
Bal. Available, EOY.....	-9,295	-12,817	-8,341	-7,125	+1,216	
Total Obligations	44,767	42,939	45,305	20,458	-24,848	

Table RBCS-44. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.
Discretionary Obligations:					
Rural Cooperative Development Grants	\$5,800	\$5,800	\$5,000	-	-\$5,000
Appropriate Technology Transfer for Rural Areas Agreements...	2,800	2,800	3,000	-	-3,000
Grants to Assist Minority Producers	3,000	-	3,000	-	-3,000
Value Added Producers Grants.....	15,254	12,583	10,839	\$693	-10,146
Agriculture Innovation Demonstration Grants	-	-	2,200	389	-1,811
Subtotal Disc Obligations	26,854	21,183	24,039	1,082	-22,957
Mandatory Obligations:					
Local Agriculture Market Program VAPG.....	17,402	18,690	19,300	19,100	-200
Local Agriculture Market Program VAPG Admin	-	-	275	275	-
Value Added Agriculture Producers Marketing Grants	-	160	405	-	-405
Value-Added Producer Grants (COVID)	511	807	384	-	-384
Subtotal Mand Obligations	17,914	19,658	20,364	19,375	-989
Supplemental Obligations:					
VAPG Disaster Assistance Grants.....	-	2,098	902	-	-902
Subtotal Supp Obligations	-	2,098	902	-	-902
Total Obligations	44,767	42,939	45,305	20,458	-24,848
Add back:					
Balances Available, EOY:					
Value Added Producers Grants.....	2,206	904	693	-	-693
Agriculture Marketing Resource Center Grants.....	-	1,055	-	-	-
Agriculture Innovation Demonstration Grants	1,635	1,552	389	-	-389
VAPG Marketing Development Mid-Tier Chains.....	-	576	-	-	-
VAPG Beginning & Socially Disadvantaged Farmers & Ranchers	-	4	-	-	-
Value-Added Producer Grants (COVID).....	161	384	-	-	-
Local Agriculture Market Program VAPG.....	2,258	2,729	1,794	500	-1,294
Local Ag. Market Program VAPG Admin	2,870	4,305	5,465	6,625	+1,160
Value Added Ag. Producers Marketing Grants (Mand.).....	164	405	-	-	-
Ag. Marketing Resource Center (Mand.)	0	0	0	0	-
Disaster Assistance VAPG	-	902	-	-	-
Total Bal. Available, EOY	9,295	12,817	8,341	7,125	-1,216
Total Available	54,062	58,755	53,646	27,583	-26,064
Less:					
Total Transfers In	-19,022	-22,022	-19,022	-19,022	-
Sequestration.....	1,084	1,084	1,084	1,084	-

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.
Recoveries, Other	-5,242	-5,558	-2,892	-1,304	+1,588
Rescinded Balances	7,000	1,635	-	-	-
Bal. Available, SOY.....	-13,282	-9,295	-12,817	-8,341	+4,476
Total Appropriation	<u>24,600</u>	<u>24,600</u>	<u>20,000</u>	<u>-</u>	<u>-20,000</u>

JUSTIFICATION OF CHANGES

Rural Cooperative Development Grants

The numbers and letters of the following listing relates to values in the Change (Chg) Key column of the Project Statement at Guidance Level:

- (1) A decrease of \$5,000,000 for the Rural Cooperative Development program (\$5,000,000 available in 2026).

Funding for this program is terminated because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (2) A decrease of \$3,000,000 for the Appropriate Technology Transfer to Rural Areas Agreements (ATTRA) (\$3,000,000 available in 2026).

Funding for this program is terminated because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies, hence, funding for this program is terminated.

- (3) A decrease of \$3,000,000 for Grants to Assist Minority Producers (\$3,000,000 available in 2026).

Funding for this program is terminated because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (4) A decrease of \$8,000,000 for Value-Added Agricultural Product Market Development grants (\$8,000,000 available in 2026).

No funding is requested for this program because it receives mandatory funding and it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (5) A decrease of \$1,000,000 for Agricultural Innovation Centers (\$1,000,000 available in 2026).

No funding is requested for this program because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-45. Geographic Breakdown of Obligations for Rural Cooperative Development Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alaska	\$200	-	-	-
California	400	-	-	-
Colorado	200	-	-	-
Illinois	200	-	-	-
Indiana	200	-	-	-
Iowa.....	200	-	-	-
Kentucky	200	-	-	-
Maryland.....	200	-	-	-
Massachusetts	200	-	-	-
Minnesota	598	-	-	-
Montana	400	-	-	-
Nebraska	200	-	-	-
North Carolina	200	-	-	-
North Dakota.....	200	-	-	-
Oregon	202	-	-	-
Pennsylvania	200	-	-	-
South Carolina.....	200	-	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
South Dakota	200	-	-	-
Texas	200	-	-	-
Vermont	400	-	-	-
Virginia	200	-	-	-
Washington	400	-	-	-
Wisconsin.....	200	-	-	-
Distribution Unknown	-	\$5,800	\$5,000	-
Obligations	5,800	5,800	5,000	-
Total, Available	5,800	5,800	5,000	-

Table RBCS-46. Geographic Breakdown of Obligations for Appropriate Technology Transfer Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Montana	\$2,800	\$2,800	-	-
Distribution Unknown	-	-	\$3,000	-
Obligations	2,800	2,800	3,000	-
Total, Available	2,800	2,800	3,000	-

Table RBCS-47. Grants to Assist Minority Producers Geographic Breakdown of Obligations (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Arizona	\$126	-	-	-
Arkansas.....	175	-	-	-
California	350	-	-	-
Colorado	175	-	-	-
Georgia.....	175	-	-	-
Kentucky	32	-	-	-
Maryland.....	175	-	-	-
Massachusetts	175	-	-	-
Minnesota	91	-	-	-
Montana	175	-	-	-
Nebraska	350	-	-	-
New Hampshire	75	-	-	-
Pennsylvania	175	-	-	-
Puerto Rico.....	80	-	-	-
Tennessee.....	175	-	-	-
Washington	341	-	-	-
Wisconsin.....	155	-	-	-
Distribution Unknown	-	-	\$3,000	-
Obligations	3,000	-	3,000	-
Lapsing Balances.....	-	\$3,000	-	-
Total, Available	3,000	3,000	3,000	-

Table RBCS-48. Geographic Breakdown of Obligations for Discretionary Value-Added Ag. Product Marketing Development Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$236	\$98	-	-
Arizona	250	-	-	-
California	2,291	1,642	-	-
Colorado	250	24	-	-
Florida	249	-	-	-
Georgia.....	250	-	-	-
Hawaii	-	23	-	-
Idaho	750	-	-	-
Illinois	-	250	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Indiana	-	250	-	-
Iowa.....	600	700	-	-
Kentucky	1,000	250	-	-
Maine	25	999	-	-
Maryland.....	-	279	-	-
Massachusetts	250	20	-	-
Michigan	500	-	-	-
Minnesota	-	262	-	-
Mississippi.....	250	299	-	-
Missouri	304	78	-	-
Montana	898	300	-	-
Nebraska	95	455	-	-
New Hampshire	249	256	-	-
New Jersey.....	250	-	-	-
New York	595	278	-	-
North Carolina	518	374	-	-
Ohio	669	-	-	-
Oregon	250	483	-	-
Pennsylvania	-	6	-	-
Puerto Rico.....	250	1,049	-	-
Rhode Island	250	-	-	-
South Carolina.....	2,049	250	-	-
Tennessee.....	250	226	-	-
Texas	350	250	-	-
Vermont	250	250	-	-
Virginia.....	250	750	-	-
Washington	606	1,059	-	-
West Virginia.....	20	50	-	-
Wisconsin.....	250	1,374	-	-
Distribution Unknown	-	-	\$10,839	\$693
Obligations	15,254	12,583	10,839	693
Bal. Available, EOY	2,206	904	693	-
Total, Available	17,460	13,487	11,532	693

Table RBCS-49. Agriculture Innovation Demonstration Grants Geographic Breakdown of Obligations (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Distribution Unknown	-	-	\$2,200	\$389
Obligations	-	-	2,200	389
Bal. Available, EOY	\$1,635	\$1,552	389	-
Total, Available	1,635	1,552	2,589	389

Table RBCS-50. Geographic Breakdown of Obligations for Mandatory Local Agriculture Market Programs Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alaska	\$51	-	-	-
Arizona	-	\$69	-	-
California	240	1,045	-	-
Colorado	758	256	-	-
Florida	246	520	-	-
Georgia.....	1,500	1,347	-	-
Hawaii	250	267	-	-
Idaho	-	500	-	-
Illinois	249	8	-	-
Indiana	250	49	-	-
Iowa.....	586	78	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Kansas.....	226	415	-	-
Kentucky	494	-	-	-
Louisiana	-	250	-	-
Maine	500	208	-	-
Maryland.....	250	921	-	-
Michigan	243	490	-	-
Minnesota	250	500	-	-
Mississippi.....	286	141	-	-
Missouri	250	250	-	-
Montana	1,024	750	-	-
Nebraska	799	350	-	-
New Hampshire	-	384	-	-
New Jersey.....	734	273	-	-
New York	550	1,049	-	-
North Carolina	683	550	-	-
North Dakota.....	-	248	-	-
Ohio	304	203	-	-
Oregon	1,550	958	-	-
Pennsylvania	-	917	-	-
Puerto Rico.....	1,000	326	-	-
South Carolina.....	602	1,000	-	-
South Dakota	49	-	-	-
Tennessee.....	224	275	-	-
Texas	298	-	-	-
Vermont	-	450	-	-
Virginia.....	1,100	1,500	-	-
Washington	1,000	531	-	-
West Virginia.....	116	250	-	-
Wisconsin.....	710	863	-	-
Wyoming	29	500	-	-
Distribution Unknown	-	-	\$19,300	\$19,100
Obligations	17,402	18,690	\$19,300	19,100
Bal. Available, EOY	2,258	2,729	1,794	500
Total, Available	19,660	21,420	21,094	19,600

Table RBCS-51. Geographic Breakdown of Obligations for Mandatory Local Agriculture Market Programs Administrative Expenses (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
District of Columbia.....	-	-	\$275	\$275
Obligations	-	-	275	275
Bal. Available, EOY	\$2,870	\$4,305	5,465	6,625
Total, Available	2,870	4,305	5,740	6,900

Table RBCS-52. Geographic Breakdown of Obligations for Mandatory Value-Added Agriculture Producers Marketing Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
New Mexico.....	-	\$160	-	-
Distribution Unknown	-	-	\$405	-
Obligations	-	160	405	-
Bal. Available, EOY	\$164	405	-	-
Total, Available	164	565	405	-

Table RBCS-53. Geographic Breakdown of Obligations for Mandatory Value-Added Producer Marketing (COVID) Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Georgia.....	-	\$57	-	-
Massachusetts.....	-	250	-	-
Michigan.....	\$7	-	-	-
Oregon.....	-	250	-	-
South Carolina.....	205	-	-	-
South Dakota.....	49	250	-	-
Washington.....	250	-	-	-
Distribution Unknown.....	-	-	\$384	-
Obligations.....	511	807	384	-
Bal. Available, EOY.....	161	384	-	-
Total, Available.....	673	1,191	384	-

Table RBCS-54. Geographic Breakdown of Obligations for Value-Added Producer Marketing Disaster Assistance Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
North Carolina.....	-	\$491	-	-
Puerto Rico.....	-	1,000	-	-
South Carolina.....	-	607	-	-
Distribution Unknown.....	-	-	\$902	-
Obligations.....	-	2,098	902	-
Bal. Available, EOY.....	-	902	-	-
Total, Available.....	-	3,000	902	-

OBJECT CLASSIFICATION

Table RBCS-55. Classification by Objects – Discretionary Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions	\$26,854	\$23,281	\$24,941	\$1,082
	Total, Other Objects.....	26,854	23,281	24,941	1,082
99.9	Total, new obligations	26,854	23,281	24,941	1,082

Table RBCS-56. Classification by Objects – Mandatory Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
23.3	Communications, utilities, and misc. charges	-	-	\$275	\$275
41.0	Grants, subsidies, and contributions	\$17,914	\$19,658	20,089	19,100
	Total, Other Objects.....	17,914	19,658	20,364	19,375
99.9	Total, new obligations	17,914	19,658	20,364	19,375

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ACCOUNT 6: RURAL MICROENTREPRENEUR ASSISTANCE PROGRAM

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Rural Microentrepreneur Assistance Program

[For the principal amount of direct loans as authorized by section 379E of the Consolidated Farm and Rural Development Act (7 U.S.C. 2008s), \$14,916,097.]

[For the cost of loans and grants, \$4,000,000 under the same terms and conditions as authorized by section 379E of the Consolidated Farm and Rural Development Act (7 U.S.C. 2008s).]

Change Description

This change (paragraphs 1 and 2) deletes all language for this program. No funding is requested in 2027.

LEAD-OFF TABULAR STATEMENT

Table RBCS-57. Lead-Off Tabular Statement (In dollars)

Item	Grants	Loan Level	Subsidy
Estimate, 2026	\$1,600,000	\$14,916,097	\$2,400,000
Change in Appropriation	-1,600,000	-14,916,097	-2,400,000
Budget Estimate, 2027	-	-	-

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

PROJECT STATEMENTS

Table RBCS-58. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024	2024	2025	2025	2026	2026	2027	2027	PL Inc. or Dec.	Chg Key	BA Inc. or Dec.	Chg Key
	Actual PL	Actual BA	Actual PL	Actual BA	Actual PL	Actual BA	Estimated PL	Estimated BA				
Discretionary Approp:												
Microenterprise Loans.....	\$18,815	\$2,954	\$5,805	\$1,265	\$14,916	\$2,400	-	-	-\$14,916	(1)	-\$2,400	(3)
Microenterprise Grants.....	2,046	2,046	3,364	3,364	1,600	1,600	-	-	-1,600	(2)	-1,600	
Subtotal	20,861	5,000	9,169	4,629	16,516	4,000	-	-	-16,516		-4,000	
Total Adjusted Approp	20,861	5,000	9,169	4,629	16,516	4,000	-	-	-16,516		-4,000	
Add back:												
Transfers In and Out, Rescissions	-	-	1,703	371	-	-	-	-	-		-	
Total Appropriation.....	20,861	5,000	10,872	5,000	16,516	4,000	-	-	-16,516		-4,000	
Transfers Out:												
Intermediary Relending Program												
Total Transfers Out.....	-	-	-1,703	-371	-	-	-	-	-		-	
Recoveries, Other	81	81	345	93	578	187	\$494	\$157	-84		-30	
Bal. Available, SOY.....	960	960	81	81	115	27	566	187	+451		+160	
Total Available	21,902	6,041	9,595	4,803	17,210	4,214	1,061	344	-16,149	-	-3,870	-
Lapsing Balances.....	-13,375	-2,108	-0	-0	-	-	-	-	-		-	
Bal. Available, EOY.....	-81	-81	-88	-27	-578	-187	-494	-157	+84		+30	
Total Obligations	8,447	3,853	9,507	4,775	16,631	4,027	566	187	-16,065		-3,840	

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

Table RBCS-59. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024	2024	2025	2025	2026	2026	2027	2027	PL Inc. or Dec.	BA Inc. or Dec.
	Actual PL	Actual BA	Actual PL	Actual BA	Actual PL	Actual BA	Estimated PL	Estimate d BA		
Discretionary Obligations:										
Microenterprise Loans.....	\$5,450	\$856	\$5,805	\$1,265	\$14,916	\$2,400	-	-	-\$14,916	-\$2,400
Microenterprise Grants.....	2,037	2,037	3,364	3,364	1,600	1,600	-	-	-1,600	-1,600
Subtotal Disc oblig.....	7,487	2,892	9,169	4,629	16,516	4,000	-	-	-16,516	-4,000
Mandatory Obligations:										
Microenterprise Loans.....	-	-	245	53	105	17	\$454	\$75	+349	+58
Microenterprise Grants.....	960	960	93	93	10	10	112	112	+102	+102
Subtotal Mand Oblig.....	960	960	338	147	115	27	566	187	+451	+160
Total Obligations.....	8,447	3,853	9,507	4,775	16,631	4,027	566	187	-16,065	-3,840
Add back:										
Lapsing Balances.....	13,375	2,108	0	0	-	-	-	-	-	-
Balances Available, EOY:										
Microenterprise Loans.....	-	-	78	17	466	75	405	67	-62	-8
Microenterprise Grants.....	81	81	10	10	112	112	90	90	-22	-22
Total Bal. Available, EOY.....	81	81	88	27	578	187	494	157	-84	-30
Total Available.....	21,902	6,041	9,595	4,803	17,210	4,214	1,061	344	-16,149	-3,870
Less:										
Total Transfers Out.....	-	-	1,703	371	-	-	-	-	-	-
Recoveries, Other.....	-81	-81	-345	-93	-578	-187	-494	-157	+84	+30
Bal. Available, SOY.....	-960	-960	-81	-81	-115	-27	-566	-187	-451	-160
Total Appropriation.....	20,861	5,000	10,872	5,000	16,516	4,000	-	-	-16,516	-4,000

JUSTIFICATION OF CHANGES

Rural Microentrepreneur Assistance Program

The numbers and letters of the following listing relates to values in the Change (Chg) Key column of the Project Statement at Guidance Level:

- (1) A decrease of \$14,916,097 in program level for the Rural Microentrepreneur Assistance Loan program (\$14,916,097 available in 2026).

No funding is requested for this program because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (2) A decrease of \$1,600,000 for the Rural Microentrepreneur Assistance Grants program (\$1,600,000 available in 2026).

No funding is requested for this program because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

- (3) A decrease of \$2,400,000 in budget authority for the Rural Microentrepreneur Assistance Loan program (\$2,400,000 available in 2026).

There is no loan subsidy requested for this program.

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-60. Geographic Breakdown of Obligations for RMAP Discretionary Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
California	-	\$1,400	-	-
Colorado	\$250	-	-	-
Iowa.....	-	55	-	-
Kentucky	-	500	-	-
Maine	500	500	-	-
Michigan	500	700	-	-
Minnesota	-	100	-	-
Missouri	200	-	-	-
New Hampshire	150	-	-	-
New Jersey.....	-	500	-	-
New Mexico.....	500	-	-	-
Ohio	500	500	-	-
Oklahoma	250	500	-	-
Oregon	500	-	-	-
Pennsylvania	500	-	-	-
South Dakota	750	800	-	-
Vermont	350	-	-	-
Wisconsin.....	500	250	-	-
Distribution Unknown	-	-	\$14,916	-
Obligations	5,450	5,805	14,916	-
Lapsing Balances.....	13,365	0	-	-
Total, Available	18,815	5,805	14,916	-

Table RBCS-61. Geographic Breakdown of Obligations for RMAP Discretionary Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
Arizona	\$42	\$36	-	-
California	116	451	-	-
Colorado	94	-	-	-
Delaware	10	48	-	-
Georgia.....	-	170	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
Idaho	46	53	-	-
Illinois	4	9	-	-
Iowa.....	100	-	-	-
Kentucky	218	406	-	-
Maine	34	418	-	-
Maryland.....	221	64	-	-
Massachusetts	74	108	-	-
Michigan	121	108	-	-
Minnesota	69	111	-	-
Missouri	55	30	-	-
Montana	67	125	-	-
Nebraska	-	131	-	-
New Hampshire	-	6	-	-
New Jersey.....	-	152	-	-
New Mexico.....	100	-	-	-
New York	-	127	-	-
North Carolina	-	75	-	-
North Dakota.....	-	12	-	-
Ohio	-	87	-	-
Oklahoma	63	85	-	-
Oregon	100	-	-	-
Pennsylvania	20	59	-	-
South Carolina.....	100	-	-	-
South Dakota	-	217	-	-
Tennessee.....	-	34	-	-
Vermont	125	97	-	-
Washington	100	85	-	-
West Virginia.....	59	-	-	-
Wisconsin.....	100	62	-	-
Distribution Unknown	-	-	\$1,600	-
Obligations	2,037	3,364	1,600	-
Lapsing Balances.....	9	0	-	-
Total, Available	2,046	3,364	1,600	-

Table RBCS-62. Geographic Breakdown of Obligations for RMAP Mandatory Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
Iowa.....	-	\$45	-	-
Washington	-	200	-	-
Distribution Unknown	-	-	\$105	\$454
Obligations	-	245	105	454
Bal. Available, EOY.....	-	78	466	405
Total, Available	-	323	571	859

Table RBCS-63. Geographic Breakdown of Obligations for RMAP Mandatory Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
California	-	\$1	-	-
Maine	\$289	-	-	-
Montana	57	-	-	-
Nebraska	117	-	-	-
New Hampshire	17	-	-	-
New Jersey.....	43	-	-	-
North Carolina	47	-	-	-
North Dakota.....	39	-	-	-
Ohio	92	-	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
South Dakota	19	-	-	-
Tennessee.....	17	-	-	-
Vermont	71	-	-	-
Washington	44	-	-	-
West Virginia.....	47	93	-	-
Wisconsin.....	63	-	-	-
Distribution Unknown	-	-	\$10	\$112
Obligations	960	93	10	112
Bal. Available, EOY	81	10	112	90
Total, Available	1,041	103	122	202

OBJECT CLASSIFICATION

Table RBCS-64. Classification by Objects – RMAP Discretionary Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions..	\$2,892	\$4,629	\$4,000	-
	Total, Other Objects	2,892	4,629	4,000	-
99.9	Total, new obligations.....	2,892	4,629	4,000	-

Table RBCS-65. Classification by Objects – RMAP Mandatory Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Actual	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions..	\$960	\$147	\$27	\$187
	Total, Other Objects	960	147	27	187
99.9	Total, new obligations.....	960	147	27	187

ACCOUNT 7: RURAL ENERGY FOR AMERICA

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Rural Energy for America Program

[For the principal amount of loan guarantees, under the same terms and conditions as authorized by section 9007 of the Farm Security and Rural Investment Act of 2002 (7 U.S.C. 8107), \$100,000,000.]

Change Description

This change (paragraphs 1) deletes all language for this program. No funding is requested in 2027.

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

PROJECT STATEMENTS

Table RBCS-66. Project Statement on Basis of Appropriations (thousands of dollars, FTEs)

Item	2024			2025			2026			2027			PL Inc. or Dec.	Chg Key	BA Inc. or Dec.	Chg Key	FTE Inc. or Dec.
	Actual PL	Actual BA	FTE	Actual PL	Actual BA	FTE	Estimated PL	Estimated BA	FTE	Estimated PL	Estimated BA	FTE					
Discretionary Approp:																	
Guaranteed renewable energy loans	\$50,000	-	-	\$50,000	-	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal	50,000	-	-	50,000	-	-	-	-	-	-	-	-	-	-	-	-	-
Mandatory Approp:																	
Guaranteed renewable energy loans	925,000	-	-	300,000	-	-	-\$100,000	\$4,540	-	-\$100,000	\$3,780	-	-	-	-\$760	-	-
Guaranteed renewable energy efficient equipment loans	75,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Renewable energy grants	47,150	\$47,150	-	47,150	\$47,150	-	42,610	42,610	-	43,370	43,370	-	+\$760	(1)	+760	(1)	-
Subtotal	1,047,150	47,150	-	347,150	47,150	-	142,610	47,150	-	143,370	47,150	-	+760	-	-	-	-
Supplemental Approp:																	
IRA renewable energy grants - multi-year	170,001	170,001	25	170,001	170,001	120	170,001	170,001	-	170,001	170,001	-	-	-	-	-	-
IRA renewable energy grants - underutilized technology	30,000	30,000	-	30,000	30,000	-	30,000	30,000	-	30,000	30,000	-	-	-	-	-	-
Subtotal	200,001	200,001	25	200,001	200,001	120	200,001	200,001	-	200,001	200,001	-	-	-	-	-	-
Total Adjusted Approp	1,297,151	247,151	25	597,151	247,151	120	342,611	247,151	-	343,371	247,151	-	+760	-	-	-	-
Add back:																	
Transfers In and Out, Rescissions	-1,050,000	-50,000	-	-350,000	-50,000	-	-151,230	-50,000	-	-152,036	-50,000	-	-806	-	-	-	-
Sequestration	14,939	14,939	-	14,939	14,939	-	20,709	14,939	-	20,755	14,939	-	+46	-	-	-	-
Total Appropriation	262,090	212,090	25	262,090	212,090	120	212,090	212,090	-	212,090	212,090	-	-	-	-	-	-
Transfers In:																	
Commodity Credit Corporation	1,050,000	50,000	-	350,000	50,000	-	151,230	50,000	-	152,036	50,000	-	+806	-	-	-	-
Total Transfers In	1,050,000	50,000	-	350,000	50,000	-	151,230	50,000	-	152,036	50,000	-	+806	-	-	-	-
Sequestration	-14,939	-14,939	-	-14,939	-14,939	-	-20,709	-14,939	-	-20,755	-14,939	-	-46	-	-	-	-
Recoveries, Other	10,778	12,348	-	33,330	33,330	-	42,492	8,873	-	44,603	8,905	-	+2,111	-	+32	-	-
Rescinded Balances	-887	-10,000	-	-6,449	-6,494	-	-	-	-	-	-	-	-	-	-	-	-
Bal. Available, SOY	761,260	768,848	-	275,631	275,676	-	132,529	132,529	-	47,735	7,037	-	-84,794	-	-125,492	-	-
Total Available	2,068,302	1,018,347	25	899,663	549,663	120	517,632	388,553	-	435,709	263,093	-	-81,922	-	-125,460	-	-
Lapsing Balances	-571,676	-	-	-171,667	-	-	-	-	-	-	-	-	-	-	-	-	-
Bal. Available, EOY	-275,631	-275,676	-	-132,529	-132,529	-	-40,655	-7,037	-	-85,580	-9,184	-	-44,925	-	-2,147	-	-
Total Obligations	1,220,995	742,671	25	595,467	417,134	120	476,977	381,517	-	350,129	253,909	-	-126,848	-	-127,608	-	-

2027 USDA EXPLANATORY NOTES – RURAL BUSINESS-COOPERATIVE SERVICE

Table RBCS-67. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024			2025			2026			2027			PL Inc. or Dec.	BA Inc. or Dec.	FTE Inc. or Dec	
	Actual	PL	BA	FTE	Actual	PL	BA	FTE	Estimated	PL	BA	FTE				Estimated
Discretionary Obligations:																
Guaranteed renewable energy loans	\$49,831	-	-	-	\$48,899	-	-	-	-	-	-	-	-	-	-	-
Renewable energy grants pilot program	-	-	-	-	-	-	-	-	-	\$61	\$61	-	+\$61	+\$61	-	
Subtotal Disc oblig	49,831	-	-	-	48,899	-	-	-	-	61	61	-	+61	+61	-	
Mandatory Obligations:																
Guaranteed renewable energy loans	389,419	-	-	-	129,434	-	-	-	\$100,000	\$4,540	-	100,000	3,780	-	-760	-
Guaranteed renewable energy efficient equipment loans	39,074	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Renewable energy grants	52,665	\$52,665	-	-	49,867	\$49,867	-	-	48,400	48,400	-	49,200	49,200	-	+800	+800
Subtotal Mand Oblig	481,158	52,665	-	-	179,301	49,867	-	-	148,400	52,940	-	149,200	52,980	-	+800	+40
Supplemental Obligations:																
IRA renewable energy grants	453,875	453,875	-	-	126,695	126,695	-	-	21,465	21,465	-	868	868	-	-20,597	-20,597
IRA renewable energy grants – admin. exp. ..	4,096	4,096	13	-	16,636	16,636	75	-	-	-	-	-	-	-	-	-
IRA renewable energy grants - multi-year	214,645	214,645	-	-	197,488	197,488	-	-	272,285	272,285	-	170,001	170,001	-	-102,284	-102,284
IRA renewable energy grants - underutilized technology	12,406	12,406	-	-	15,717	15,717	-	-	31,050	31,050	-	26,030	26,030	-	-5,019	-5,019
IRA renewable energy grants - underutilized technology - administrative expenses	4,983	4,983	12	-	10,731	10,731	45	-	3,778	3,778	-	3,970	3,970	-	+192	+192
Subtotal Supp Oblig	690,006	690,006	25	-	367,267	367,267	120	-	328,577	328,577	-	200,869	200,869	-	-127,708	-127,708
Total Obligations	1,220,995	742,671	25	-	595,467	417,134	120	-	476,977	381,517	-	350,129	253,909	-	-126,848	-127,608
Add back:																
Lapsing Balances	571,676	-	-	-	171,667	-	-	-	-	-	-	-	-	-	-	-
Balances Available, EOY:																
Guaranteed renewable energy loans	-	-	-	-	-	-	-	-	35,217	1,599	-	79,397	3,001	-	+44,180	+1,402
Guaranteed renewable energy efficient equipment loans	-	45	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Discr. renewable energy grants pilot program	-	-	-	-	-	-	-	-	61	61	-	72	72	-	+11	+11
Renewable energy grants	3,098	3,098	-	-	3,953	3,953	-	-	4,509	4,509	-	5,087	5,087	-	+578	+578
IRA renewable energy grants	129,355	129,355	-	-	21,465	21,465	-	-	868	868	-	1,024	1,024	-	+156	+156
IRA renewable energy grants - multi-year	138,585	138,585	-	-	102,284	102,284	-	-	-	-	-	-	-	-	-	-
IRA renewable energy grants - underutilized technology	4,594	4,594	-	-	4,827	4,827	-	-	-	-	-	-	-	-	-	-
Total Bal. Available, EOY	275,631	275,676	-	-	132,529	132,529	-	-	40,655	7,037	-	85,580	9,184	-	+44,925	+2,147
Total Available	2,068,302	1,018,347	25	-	899,663	549,663	120	-	517,632	388,553	-	435,709	263,093	-	-81,922	-125,460
Less:																
Total Transfers In	-1,050,000	-50,000	-	-	-350,000	-50,000	-	-	-151,230	-50,000	-	-152,036	-50,000	-	-806	-
Sequestration	14,939	14,939	-	-	14,939	14,939	-	-	20,709	14,939	-	20,755	14,939	-	+46	-
Recoveries, Other	-10,778	-12,348	-	-	-33,330	-33,330	-	-	-42,492	-8,873	-	-44,603	-8,905	-	-2,111	-32
Rescinded Balances	887	10,000	-	-	6,449	6,494	-	-	-	-	-	-	-	-	-	-
Bal. Available, SOY	-761,260	-768,848	-	-	-275,631	-275,676	-	-	-132,529	-132,529	-	-47,735	-7,037	-	+84,794	+125,492
Total Appropriation	262,090	212,090	25	-	262,090	212,090	120	-	212,090	212,090	-	212,090	212,090	-	-	-

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-68. Geographic Breakdown of Obligations for REAP Discretionary Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Colorado	\$16,639	-	-	-
Maine	1,885	\$9,047	-	-
Missouri	25,000	-	-	-
New York	-	10,148	-	-
North Carolina	1,300	4,354	-	-
Pennsylvania	-	4,350	-	-
South Carolina	4,807	21,000	-	-
West Virginia	200	-	-	-
Obligations	49,831	48,899	-	-
Lapsing Balances.....	169	1,101	-	-
Total, Available	50,000	50,000	-	-

Table RBCS-69. Geographic Breakdown of Obligations for Renewable Energy Grants Pilot Program (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Distribution Unknown	-	-	-	\$61
Obligations	-	-	-	61
Bal. Available, EOY	-	-	\$61	72
Total, Available	-	-	61	132

Table RBCS-70. Geographic Breakdown of Obligations for REAP Mandatory Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
California	\$61,538	-	-	-
Illinois	75,000	\$33,390	-	-
Kentucky	-	25,000	-	-
Maine	9,605	-	-	-
Michigan	-	25,000	-	-
Missouri	49,600	-	-	-
New Hampshire	7,793	-	-	-
New York	63,554	21,266	-	-
North Carolina	-	21,478	-	-
Oregon	3,177	-	-	-
South Carolina	8,764	-	-	-
South Dakota	10,000	-	-	-
Texas	27,750	3,300	-	-
Wisconsin.....	47,638	-	-	-
Distribution Unknown	-	-	\$100,000	\$100,000
Obligations	389,419	129,434	100,000	100,000
Lapsing Balances.....	535,581	170,566	-	-
Bal. Available, EOY	-	-	35,217	79,397
Total, Available	925,000	300,000	135,217	179,397

Table RBCS-71. Geographic Breakdown of Obligations for REAP Mandatory Guaranteed Efficient Equipment Loans (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Maine	\$23,795	-	-	-
New Jersey.....	15,279	-	-	-
Obligations	39,074	-	-	-
Lapsing Balances.....	35,926	-	-	-
Total, Available	75,000	-	-	-

**Table RBCS-72. Geographic Breakdown of Obligations for REAP Mandatory Grants
(thousands of dollars)**

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	-	\$388	-	-
Arizona	-	287	-	-
Arkansas	-	677	-	-
California	\$5,459	2,158	-	-
Colorado	2,000	616	-	-
Connecticut	-	25	-	-
Delaware	1,000	262	-	-
Florida	-	268	-	-
Georgia	556	1,076	-	-
Guam	-	702	-	-
Idaho	1,190	1,290	-	-
Illinois	4,125	1,768	-	-
Indiana	1,960	412	-	-
Iowa	377	4,511	-	-
Kansas	1,060	2,055	-	-
Kentucky	-	332	-	-
Louisiana	-	1,071	-	-
Maine	611	985	-	-
Maryland	-	590	-	-
Massachusetts	-	1,428	-	-
Michigan	2,089	2,665	-	-
Minnesota	3,440	3,579	-	-
Mississippi	-	157	-	-
Missouri	-	1,614	-	-
Montana	-	649	-	-
Nebraska	2,059	1,194	-	-
New Hampshire	582	2,049	-	-
New Mexico	1,000	505	-	-
New York	3,554	3,153	-	-
North Carolina	99	99	-	-
North Dakota	625	-	-	-
Ohio	1,671	858	-	-
Oklahoma	600	564	-	-
Oregon	1,100	210	-	-
Pennsylvania	4,636	2,741	-	-
Puerto Rico	-	1,363	-	-
Rhode Island	-	49	-	-
South Carolina	5,000	20	-	-
South Dakota	2,500	991	-	-
Tennessee	-	157	-	-
Texas	2,000	1,319	-	-
Utah	414	1,014	-	-
Vermont	1,000	-	-	-
Washington	200	388	-	-
West Virginia	100	-	-	-
Wisconsin	1,660	3,626	-	-
Wyoming	-	3	-	-
Distribution Unknown	-	-	\$48,400	\$49,200
Obligations	52,665	49,867	48,400	49,200
Bal. Available, EOY	3,098	3,953	4,509	5,087
Total, Available	55,763	53,820	52,909	54,287

Table RBCS-73. Geographic Breakdown of Obligations for REAP Supplemental Inflation Reduction Act Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$8,794	\$101	-	-
Alaska	2,888	724	-	-
Arizona	4,932	5,518	-	-
Arkansas.....	6,802	5,631	-	-
California	9,880	6,756	-	-
Colorado	5,382	282	-	-
Connecticut.....	4,226	466	-	-
Delaware	3,893	1,218	-	-
Florida	13,623	-	-	-
Georgia.....	20,989	567	-	-
Guam	870	119	-	-
Hawaii	1,008	554	-	-
Idaho	8,916	-	-	-
Illinois	18,333	1,618	-	-
Indiana	9,865	612	-	-
Iowa.....	19,968	6,184	-	-
Kansas.....	9,627	211	-	-
Kentucky	14,792	465	-	-
Louisiana	7,464	3,554	-	-
Maine	8,333	145	-	-
Maryland.....	7,367	1,855	-	-
Massachusetts	3,402	3,879	-	-
Michigan	19,355	4,386	-	-
Minnesota	18,740	3,106	-	-
Mississippi.....	15,108	504	-	-
Missouri	13,329	143	-	-
Montana	5,633	886	-	-
Nebraska	1,894	7,147	-	-
Nevada	1,908	213	-	-
New Hampshire	6,767	2,457	-	-
New Jersey.....	1,740	3,652	-	-
New Mexico.....	1,721	4,073	-	-
New York	18,469	-	-	-
North Carolina	3,431	10,832	-	-
North Dakota.....	5,382	729	-	-
Ohio	18,236	3,140	-	-
Oklahoma	11,144	4,706	-	-
Oregon	8,619	3,905	-	-
Pennsylvania	23,539	3,330	-	-
Puerto Rico.....	3,245	5,667	-	-
Rhode Island	98	356	-	-
South Carolina.....	7,743	4,353	-	-
South Dakota	6,126	1,549	-	-
Tennessee.....	8,767	4,403	-	-
Texas	21,046	5,207	-	-
Utah	4,172	100	-	-
Vermont	6,182	2,100	-	-
Virgin Islands	225	-	-	-
Virginia.....	1,280	285	-	-
Washington	7,909	25	-	-
West Virginia.....	7,261	2,729	-	-
Wisconsin.....	11,611	6,248	-	-
Wyoming	1,841	-	-	-
Distribution Unknown	-	-	\$21,465	\$868
Obligations	453,875	126,695	21,465	868
Bal. Available, EOY	129,355	21,465	868	1,024

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Total, Available	583,230	148,160	22,333	1,891

Table RBCS-74. Geographic Breakdown of Obligations and FTEs for REAP Supplemental Inflation Reduction Act Grants Administrative Expenses (thousands of dollars, FTEs)

State/Territory/Country	2024 Actual	FTE	2025 Actual	FTE	2026 Estimated	2027 Estimated
Alabama	-	-	\$230	2	-	-
Alaska.....	-	-	249	1	-	-
Arizona	-	-	245	2	-	-
Arkansas.....	\$155	1	230	2	-	-
California.....	-	-	229	2	-	-
Colorado	194	1	206	1	-	-
Connecticut.....	-	-	188	1	-	-
Delaware	-	-	281	2	-	-
District of Columbia.....	1,897	-	6,196	-	-	-
Florida.....	-	-	273	2	-	-
Georgia.....	434	3	278	2	-	-
Idaho.....	164	1	115	1	-	-
Illinois.....	-	-	245	2	-	-
Indiana	-	-	257	2	-	-
Iowa.....	-	-	224	1	-	-
Kansas.....	-	-	257	2	-	-
Kentucky.....	-	-	219	1	-	-
Louisiana.....	158	1	221	1	-	-
Maine.....	-	-	148	1	-	-
Minnesota	224	1	299	2	-	-
Mississippi	-	-	222	1	-	-
Missouri	-	-	278	2	-	-
Montana.....	-	-	214	2	-	-
Nebraska	167	1	59	-	-	-
Nevada	-	-	289	2	-	-
New Jersey.....	-	-	223	2	-	-
New Mexico.....	-	-	203	2	-	-
New York	-	-	225	2	-	-
North Carolina.....	-	-	201	1	-	-
North Dakota.....	175	1	235	2	-	-
Ohio.....	-	-	258	2	-	-
Oklahoma	-	-	220	2	-	-
Oregon	-	-	213	2	-	-
Pennsylvania	176	1	233	2	-	-
Puerto Rico.....	176	1	234	2	-	-
South Carolina.....	177	1	243	2	-	-
South Dakota	-	-	216	1	-	-
Tennessee.....	-	-	214	1	-	-
Texas.....	-	-	256	2	-	-
Utah	-	-	189	1	-	-
Vermont.....	-	-	244	2	-	-
Virginia	-	-	241	2	-	-
Washington.....	-	-	249	2	-	-
West Virginia.....	-	-	228	2	-	-
Wisconsin.....	-	-	453	3	-	-
Wyoming	-	-	205	1	-	-
Obligations.....	4,096	13	16,636	75	-	-
Total, Available.....	4,096	13	16,636	75	-	-

Table RBCS-75. Geographic Breakdown of Obligations REAP Supplemental Inflation Reduction Act Multi-Year Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$2,930	\$2,618	-	-
Alaska	628	2	-	-
Arizona		2,539	-	-
Arkansas.....	34	1,367	-	-
California	1,515	5,975	-	-
Colorado	2,094	2,407	-	-
Connecticut.....	-	1,788	-	-
Delaware	-	1,105	-	-
Florida		8,991	-	-
Georgia.....	9,241	7,010	-	-
Guam	1,023	117	-	-
Hawaii	1,067	-	-	-
Idaho	8,952	2,437	-	-
Illinois	21,688	9,564	-	-
Indiana	13,440	3,288	-	-
Iowa.....	16,926	16,397	-	-
Kansas.....	6,059	573	-	-
Kentucky	3,495	2,717	-	-
Louisiana	92	2,337	-	-
Maine	3,538	2,358	-	-
Maryland.....	333	713	-	-
Massachusetts	-	1,036	-	-
Michigan	18,576	15,512	-	-
Minnesota	21,908	8,707	-	-
Mississippi.....	20	5,299	-	-
Missouri	10,166	2,988	-	-
Montana	76	879	-	-
Nebraska	974	5,611	-	-
Nevada	-	409	-	-
New Hampshire	1,994	3,560	-	-
New Jersey.....	1,392	4,463	-	-
New Mexico.....	26	1,837	-	-
New York	8,623	4,837	-	-
North Carolina	1,631	5,706	-	-
North Dakota.....	1,127	4,006	-	-
Ohio	14,571	7,518	-	-
Oklahoma	126	1,258	-	-
Oregon	487	8,126	-	-
Pennsylvania	19,072	11,492	-	-
Puerto Rico.....	44	1,000	-	-
South Dakota	415	712	-	-
Tennessee.....	50	3,146	-	-
Texas	4,173	7,295	-	-
Utah	7,787	506	-	-
Vermont	76	1,291	-	-
Virgin Islands	53	37	-	-
Virginia	2,451	7,298	-	-
Washington	4,386	4,961	-	-
West Virginia.....	92	197	-	-
Wisconsin.....	1,251	2,399	-	-
Wyoming	46	1,099	-	-
Distribution Unknown	-	-	\$272,285	\$170,001
Obligations	214,645	197,488	272,285	170,001
Bal. Available, EOY	138,585	102,284	-	-
Total, Available	353,230	299,772	272,285	170,001

Table RBCS-76. Geographic Breakdown of Obligations for REAP Supplemental Inflation Reduction Act Underutilized Technology Grants (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$250	-	-	-
Alaska	500	-	-	-
Arizona	250	-	-	-
Arkansas.....	250	-	-	-
Colorado	250	-	-	-
Georgia.....	217	-	-	-
Idaho	-	\$169	-	-
Indiana	-	1,000	-	-
Iowa.....	-	1,100	-	-
Kansas.....	500	57	-	-
Kentucky	250	-	-	-
Maine	250	-	-	-
Massachusetts	500	-	-	-
Michigan	-	93	-	-
Minnesota	-	1,326	-	-
Mississippi.....	750	-	-	-
Missouri	500	-	-	-
Montana	500	-	-	-
Nebraska	250	7,208	-	-
Nevada	250	-	-	-
New Hampshire	500	180	-	-
New Jersey.....	250	-	-	-
New Mexico	500	-	-	-
New York	419	2,130	-	-
North Dakota.....	250	-	-	-
Ohio	489	-	-	-
Oklahoma	500	-	-	-
Oregon	500	480	-	-
Pennsylvania	500	1,000	-	-
Puerto Rico.....	250	-	-	-
Rhode Island	250	-	-	-
South Dakota	-	57	-	-
Texas	100	-	-	-
Utah.....	250	-	-	-
Vermont	182	-	-	-
Washington	250	891	-	-
West Virginia.....	500	-	-	-
Wisconsin.....	500	-	-	-
Wyoming	750	26	-	-
Distribution Unknown	-	-	\$31,050	\$26,030
Obligations	12,406	15,717	31,050	26,030
Bal. Available, EOY	4,594	4,827	-	-
Total, Available	17,000	20,544	31,050	26,030

Table RBCS-77. Geographic Breakdown of Obligations and FTEs for REAP Supplemental Inflation Reduction Act Underutilized Technology Administrative Expenses (thousands of dollars, FTEs)

State/Territory/Country	2024 Actual	FTE	2025 Actual	FTE	2026 Estimated	2027 Estimated
Alabama	\$124	1	\$194	2	-	-
Alaska.....	-	-	6	-	-	-
Arizona	-	-	154	1	-	-
Arkansas.....	-	-	65	1	-	-
California.....	124	1	16	-	-	-
Colorado	-	-	290	2	-	-
Connecticut.....	-	-	2	-	-	-

Delaware	-	-	247	2	-	-
District of Columbia.....	3,508	-	5,033	-	-	-
Florida.....	-	-	178	1	-	-
Georgia.....	-	-	6	-	-	-
Guam	-	-	2	-	-	-
Hawaii.....	-	-	9	-	-	-
Idaho	-	-	12	-	-	-
Illinois	-	-	128	1	-	-
Indiana	-	-	4	-	-	-
Iowa	250	2	432	4	-	-
Kansas.....	-	-	20	-	-	-
Kentucky.....	106	1	179	1	-	-
Louisiana.....	-	-	323	3	-	-
Maine.....	-	-	212	2	-	-
Massachusetts.....	-	-	8	-	-	-
Michigan	281	2	460	4	-	-
Minnesota	-	-	370	3	-	-
Mississippi	-	-	174	1	-	-
Missouri	-	-	13	-	-	-
Montana.....	-	-	6	-	-	-
Nebraska	-	-	24	-	-	-
Nevada	-	-	244	2	-	-
New Hampshire.....	-	-	1	-	-	-
New Jersey.....	-	-	4	-	-	-
New Mexico.....	-	-	38	-	-	-
New York	-	-	19	-	-	-
North Carolina.....	-	-	243	2	-	-
North Dakota.....	-	-	5	-	-	-
Ohio.....	136	1	80	1	-	-
Oklahoma	-	-	10	-	-	-
Oregon	-	-	184	2	-	-
Pennsylvania	-	-	54	-	-	-
Puerto Rico.....	-	-	215	2	-	-
South Carolina.....	-	-	1	-	-	-
South Dakota.....	-	-	8	-	-	-
Tennessee.....	-	-	205	2	-	-
Texas.....	216	2	337	3	-	-
Utah	122	1	59	-	-	-
Vermont.....	-	-	9	-	-	-
Virginia	-	-	138	1	-	-
Washington.....	117	1	142	1	-	-
West Virginia.....	-	-	5	-	-	-
Wisconsin.....	-	-	17	-	-	-
Wyoming	-	-	143	1	-	-
Distribution Unknown.....	-	-	-	-	\$3,778	\$3,970
Obligations.....	4,983	12	10,731	45	3,778	3,970

OBJECT CLASSIFICATION

Table RBCS-78. Classification by Objects – REAP Discretionary Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
41.0	Grants, subsidies, and contributions	-	-	-	\$61
	Total, Other Objects	-	-	-	61
99.9	Total, new obligations	-	-	-	61

Table RBCS-79. Classification by Objects – REAP Mandatory Funding (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Personnel Compensation:					
	Personnel Compensation, Field.....	\$2,599	\$13,649	\$3,778	\$3,970
11	Total personnel compensation	2,599	13,649	3,778	3,970
12	Personal benefits.....	-	2,490	-	-
13.0	Benefits for former personnel.....	937	-	-	-
	Total, personnel comp. and benefits.....	3,536	16,139	3,778	3,970
Other Objects:					
21.0	Travel and transportation of persons.....	28	0	-	-
25.1	Advisory and assistance services	5,293	11,228	-	-
25.2	Other services from non-Federal sources.....	1	0	-	-
25.7	Operation and maintenance of equipment	221	-	-	-
41.0	Grants, subsidies, and contributions	733,592	389,767	377,739	249,939
	Total, Other Objects.....	739,135	400,995	377,739	249,939
99.9	Total, new obligations	742,671	417,134	381,517	253,909

ACCOUNT 8: HEALTHY FOOD FINANCING INITIATIVE

APPROPRIATIONS LANGUAGE

The appropriations language follows (new language underscored; deleted matter enclosed in brackets):

Healthy Food Financing Initiative

[For the cost of loans and grants that is consistent with section 243 of subtitle D of title II of the Department of Agriculture Reorganization Act of 1994 (7 U.S.C. 6953), as added by section 4206 of the Agricultural Act of 2014, for necessary expenses of the Secretary to support projects that provide access to healthy food in underserved areas, to create and preserve quality jobs, and to revitalize low-income communities, \$50,000, to remain available until expended: *Provided*, That such costs of loans, including the cost of modifying such loans, shall be as defined in section 502 of the Congressional Budget Act of 1974.]

Change Description

This change (paragraphs 1) deletes all language for this program. No funding is requested in 2027.

LEAD-OFF TABULAR STATEMENT

Table RBCS-80. Lead-Off Tabular Statement (In dollars)

Item	Amount
Estimate, 2026	\$50,000
Change in Appropriation	-50,000
Budget Estimate, 2027	-

PROJECT STATEMENTS

Table RBCS-81. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.	Chg Key
Discretionary Approp:						
Healthy Foods Financing						
Initiative (No-Year).....	\$500	\$500	\$50	-	-\$50	(1)
Subtotal Disc. Approps	500	500	50	-	-50	
Total Appropriation	500	500	50	-	-50	
Recoveries, Other	4	-	-	-	-	
Total Available	504	500	50	-	-50	
Lapsing Balances	-4	-	-	-	-	
Total Obligations	500	500	50	-	-50	

Table RBCS-82. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated	Inc. or Dec.
Discretionary Obligations:					
Healthy Food Financing Initiative (No-					
Year)	\$500	\$500	\$50	-	-\$50
Subtotal Disc Obligations	500	500	50	-	-50
Total Obligations	500	500	50	-	-50
Add back:					
Lapsing Balances	4	-	-	-	-
Total Available	504	500	50	-	-50
Less:					
Recoveries, Other	-4	-	-	-	-
Total Appropriation	500	500	50	-	-50

JUSTIFICATION OF CHANGES

Healthy Foods Financing Initiative

The numbers and letters of the following listing relates to values in the Change (Chg) Key column of the Project Statement at Guidance Level:

- (1) A decrease of \$50,000 for the Healthy Foods Financing Initiative (\$50,000 available in 2026).

No funding is requested for this program because it is duplicative and overlaps with similar business development programs operated by other Federal Agencies.

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-83. Geographic Breakdown of Obligations for Healthy Food Financing Initiative (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Pennsylvania	\$500	\$500	-	-
Distribution Unknown	-	-	\$50	-
Obligations	500	500	50	-

OBJECT CLASSIFICATION

Table RBCS-84. Classification by Objects (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Other Objects:					
41.0	Grants, subsidies, and contributions	\$500	\$500	\$50	-
	Total, Other Objects.....	500	500	50	-
99.9	Total, new obligations	500	500	50	-

ACCOUNT 9: BIOREFINERY ASSISTANCE PROGRAM, RENEWABLES CHEMICAL, AND BIOBASED PRODUCT MANUFACTURING ASSISTANCE

PROJECT STATEMENTS

Table RBCS-85. Project Statement on Basis of Appropriations (thousands of dollars)

Item	2024	2024	2025	2025	2026	2026	2027	2027	PL Inc. or Dec.	BA Inc. or Dec.
	Actual PL	Actual BA	Actual PL	Actual BA	Estimated PL	Estimated BA	Estimated PL	Estimated BA		
Mandatory Approp:										
Guaranteed Biorefinery Loans	-	-	-	-	-	-	-	-	-	-
Total Appropriation.....	-	-	-	-	-	-	-	-	-	-
Balances Interchange (S&E 12X0403).....	-	-	-\$32,825	-\$10,819	-	-	-	-	-	-
Recoveries, Other	\$81,481	\$26,856	101,600	33,488	-	-	-	-	-	-
Rescinded Balances.....	-538,076	-177,350	-	-	-	-	-	-	-	-
Bal. Available, SOY	962,859	317,358	506,264	166,865	\$598,841	\$189,533	\$598,841	\$189,533	-	-
Total Available.....	506,264	166,865	575,040	189,533	598,841	189,533	598,841	189,533	-	-
Bal. Available, EOY.....	-506,264	-166,865	-575,040	-189,533	-598,841	-189,533	-598,841	-189,533	-	-
Total Obligations.....	-	-	-	-	-	-	-	-	-	-

Table RBCS-86. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024	2024	2025	2025	2026	2026	2027	2027	PL Inc. or Dec.	BA Inc. or Dec.
	Actual PL	Actual BA	Actual PL	Actual BA	Estimated PL	Estimated BA	Estimated PL	Estimated BA		
Mandatory Obligations:										
Guaranteed Biorefinery Loans	-	-	-	-	-	-	-	-	-	-
Total Obligations.....	-	-	-	-	-	-	-	-	-	-
Add back:										
Balances Available, EOY:										
Guaranteed Biorefinery Loans	\$506,264	\$166,865	\$575,040	\$189,533	\$598,841	\$189,533	\$598,841	\$189,533	-	-
Total Bal. Available, EOY.....	506,264	166,865	575,040	189,533	598,841	189,533	598,841	189,533	-	-
Total Available.....	506,264	166,865	575,040	189,533	598,841	189,533	598,841	189,533	-	-
Less:										
Balances Interchange	-	-	32,825	10,819	-	-	-	-	-	-
Recoveries, Other	-81,481	-26,856	-101,600	-33,488	-	-	-	-	-	-
Rescinded Balances.....	538,076	177,350	-	-	-	-	-	-	-	-
Bal. Available, SOY	-962,859	-317,358	-506,264	-166,865	-598,841	-189,533	-598,841	-189,533	-	-
Total Appropriation.....	-	-	-	-	-	-	-	-	-	-

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-87. Geographic Breakdown of Obligations for Biorefinery Assistance Program, Renewables Chemical, and Biobased Product Manufacturing Assistance (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Obligations	-	-	-	-
Bal. Available, EOY	\$506,264	\$575,040	\$598,841	\$598,841
Total, Available	506,264	575,040	598,841	598,841

ACCOUNT 10: ENERGY ASSISTANCE PAYMENTS

PROJECT STATEMENTS

Table RBCS-88. Project Statement on Basis of Appropriations (thousands of dollars, FTEs)

Item	2024 Actual	2025 Actual	FTEs	2026 Est.	FTEs	2027 Est.	FTEs	Inc. or Dec.	FTE Inc. or Dec.
Mandatory Approp:									
Bioenergy for Advanced Biofuels ¹	\$6,601	\$7,000	-	\$7,000	-	\$6,601	-	-\$399	-
Subtotal Mand. Approps	6,601	7,000	-	7,000	-	6,601	-	-399	-
Total Adjusted Approp	6,601	7,000	-	7,000	-	6,601	-	-399	-
Add back:									
Transfers In and Out, Rescissions.....	-7,000	-7,000	-	-7,000	-	-7,000	-	-	-
Sequestration	399	-	-	-	-	399	-	+399	-
Total Appropriation	-	-	-	-	-	-	-	-	-
Transfers In:									
Commodity Credit Corporation	7,000	7,000	-	7,000	-	7,000	-	-	-
Total Transfers In	7,000	7,000	-	7,000	-	7,000	-	-	-
Sequestration	-399	-	-	-	-	-399	-	-399	-
Balances Interchange (S&E 12X0403) .	-	-129	-	-	-	-	-	-	-
Recoveries, Other	6,317	19,689	-	8,651	-	6,056	-	-2,595	-
Bal. Available, SOY	595,130	417,180	3	111,632	-	43,884	-	-67,748	-
Total Available	608,048	443,740	3	127,283	-	56,541	-	-70,742	-
Bal. Available, EOY	-417,180	-111,632	-	-43,884	-	-5,437	-	+38,447	-
Total Obligations	190,868	332,108	3	83,399	-	51,104	-	-32,295	-

Table RBCS-89. Project Statement on Basis of Obligations (thousands of dollars)

Item	2024 Actual	2025 Actual	FTEs	2026 Estimated	FTEs	2027 Estimated	FTEs	Inc. or Dec.	FTE Inc. or Dec.
Mandatory Obligations:									
Bioenergy for Advanced Biofuels...	\$6,667	\$1,495	-	\$14,100	-	\$7,000	-	-\$7,100	-
Higher Blends Infra. Incentive Program	35,521	30,098	-	47,300	-	44,104	-	-3,196	-
Subtotal Mand Obligations	42,188	31,593	-	61,400	-	51,104	-	-10,296	-
Supplemental Obligations:									
Inflation Reduction Act – HBIIP	148,232	300,048	-	21,999	-	-	-	-21,999	-
Inflation Reduction Act - HBIIP Admin.....	449	467	3	-	-	-	-	-	-
Subtotal Supp Obligations.....	148,680	300,515	3	21,999	-	-	-	-21,999	-
Total Obligations.....	190,868	332,108	3	83,399	-	51,104	-	-32,295	-
Add back:									
Balances Available, EOY:									
Bioenergy for Advanced Biofuels...	7,534	12,910	-	5,810	-	5,411	-	-399	-
Higher Blends Infra. Incentive Program	94,437	76,697	-	38,048	-	-	-	-38,048	-
Inflation Reduction Act – HBIIP	314,898	21,999	-	-	-	-	-	-	-
Inflation Reduction Act - HBIIP Admin.....	311	26	-	26	-	26	-	-	-
Total Bal. Available, EOY	417,180	111,632	-	43,884	-	5,437	-	-38,447	-
Total Available	608,048	443,740	3	127,283	-	56,541	-	-70,742	-
Less:									
Total Transfers In	-7,000	-7,000	-	-7,000	-	-7,000	-	-	-
Recoveries, Other	-6,317	-19,689	-	-8,651	-	-6,056	-	+2,595	-
Bal. Available, SOY	-595,130	-417,180	-3	-111,632	-	-43,884	-	+67,748	-
Total Appropriation	-	-	-	-	-	-	-	-	-

¹ Mandatory funding provided by section 9005 of the Agriculture Improvement Act of 2018, Public Law 115-334, dated December 20, 2018. The Act provides funds from the Commodity Credit Corporation of \$7,000,000 for 2019 through 2023, to remain available until expended. One year extension of funding has been provided in P.L. 118-22 "Further Continuing Appropriations and Other Extensions Act, 2024", dated November 17, 2023. P.L. 119-21, dated July 4, 2025, provided funding through 2031.

GEOGRAPHIC BREAKDOWN OF OBLIGATIONS

Table RBCS-90. Geographic Breakdown of Obligations for Advanced Biofuel Payments (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Alabama	\$62	\$13	-	-
Arizona	29	8	-	-
Arkansas.....	231	45	-	-
California	93	18	-	-
Colorado	593	153	-	-
Georgia.....	179	43	-	-
Hawaii	40	7	-	-
Illinois	824	248	-	-
Indiana	65	-	-	-
Iowa.....	495	87	-	-
Kansas.....	476	193	-	-
Kentucky	188	47	-	-
Maine	77	20	-	-
Maryland.....	28	10	-	-
Massachusetts	147	34	-	-
Michigan	55	21	-	-
Minnesota	765	112	-	-
Missouri	395	130	-	-
Nebraska	147	13	-	-
New Hampshire	3	-	-	-
New York	11	12	-	-
North Dakota.....	11	4	-	-
Ohio	7	2	-	-
Oklahoma	193	48	-	-
Oregon	18	5	-	-
Pennsylvania	490	110	-	-
South Dakota	266	64	-	-
Tennessee.....	206	29	-	-
Texas	452	3	-	-
Vermont	7	2	-	-
Washington	2	0	-	-
West Virginia	90	7	-	-
Wisconsin.....	21	8	-	-
Distribution Unknown	-	-	\$14,100	\$7,000
Obligations	6,667	1,495	14,100	7,000
Bal. Available, EOY	7,534	-	-	-
Total, Available	14,201	1,495	14,100	7,000

Table RBCS-91. Geographic Breakdown of Obligations for Higher Blends Infrastructure Incentive Program (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
California	\$2,861	\$7,965	-	-
Florida	2,994	960	-	-
Illinois	-	2,506	-	-
Indiana	1,407	-	-	-
Iowa.....	1,170	511	-	-
Kansas.....	3,986	4,183	-	-
Kentucky	780	-	-	-
Louisiana	5,000	-	-	-
Massachusetts	-	5,000	-	-
Michigan	-	1,179	-	-
Minnesota	-	502	-	-
Nebraska	99	309	-	-
Oklahoma	2,480	-	-	-

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Pennsylvania	2,638	-	-	-
Texas	7,825	6,257	-	-
Wisconsin.....	4,283	727	-	-
Distribution Unknown	-	-	\$47,300	\$44,104
Obligations	35,521	30,098	47,300	44,104
Bal. Available, EOY	94,437	76,697	38,048	-
Total, Available	129,958	106,795	85,348	44,104

Table RBCS-92. Geographic Breakdown of Obligations for Inflation Reduction Act Higher Blends Infrastructure Incentive Program (thousands of dollars)

State/Territory/Country	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
California	\$51,940	\$76,001	-	-
Colorado	-	528	-	-
Florida	2,355	2,934	-	-
Georgia.....	-	5,096	-	-
Illinois	2,712	17,939	-	-
Indiana	-	1,226	-	-
Iowa.....	23,690	29,877	-	-
Kansas.....	1,520	7,460	-	-
Maryland.....	128	6,720	-	-
Massachusetts	168	5,843	-	-
Michigan	6,625	637	-	-
Minnesota	15,004	40,406	-	-
Missouri	1,265	1,864	-	-
Nebraska	662	11,700	-	-
New York	465	152	-	-
North Dakota.....	465	2,361	-	-
Ohio	76	9,604	-	-
Oklahoma	7,990	23,784	-	-
Pennsylvania	3,575	10,262	-	-
South Carolina.....	-	309	-	-
South Dakota	1,822	4,047	-	-
Tennessee.....	-	4,020	-	-
Texas	14,429	12,732	-	-
Washington	-	5,224	-	-
Wisconsin.....	12,803	19,322	-	-
Wyoming	537	-	-	-
Distribution Unknown	-	-	\$21,999	-
Obligations	148,232	300,048	21,999	-
Bal. Available, EOY	314,898	21,999	-	-
Total, Available	463,129	322,047	21,999	-

Table RBCS-93. Geographic Breakdown of Obligations for Inflation Reduction Act Higher Blends Infrastructure Incentive Program Administrative Expenses (thousands of dollars, FTEs)

State/Territory/Country	2024 Actual	2025 Actual	FTE	2026 Estimated	2027 Estimated
District of Columbia	\$138	\$194	2	-	-
Nebraska	311	273	2	-	-
Distribution Unknown	-	-	-	-	-
Obligations	449	467	3	-	-
Bal. Available, EOY	311	26	-	\$26	\$26
Total, Available	760	493	3	26	26

OBJECT CLASSIFICATION

Table RBCS-94. Classification by Objects (thousands of dollars)

Item No.	Item	2024 Actual	2025 Actual	2026 Estimated	2027 Estimated
Personnel Compensation:					
	Personnel Compensation, Field.....	\$333	\$383	-	-
11	Total personnel compensation.....	333	383	-	-
12	Personal benefits.....	116	81	-	-
	Total, personnel comp. and benefits..	449	464	-	-
Other Objects:					
25.2	Other services from non-Federal sources.....	-	3	-	-
41.0	Grants, subsidies, and contributions	190,419	331,641	\$83,399	\$51,104
	Total, Other Objects	190,419	331,644	83,399	51,104
99.9	Total, new obligations	190,868	332,108	83,399	51,104

STATUS OF PROGRAMS

The Rural Business-Cooperative Service (RBCS) programs increase economic opportunities in rural America through access to capital in the form of direct loans, loan guarantees, grants, and technical assistance for development of cooperatives. Rural Development (RD) State and field office staff work collaboratively with political and business leaders to leverage RD resources.

RBCS promotes economic development in rural communities by supporting loan guarantees to businesses through commercial lenders. Direct loan and grant programs support local and regional economic development organizations that provide guidance to established businesses or business start-ups, conduct feasibility studies, and develop business plans, technical assistance, training, and other activities leading to the development or expansion of small and emerging private businesses.

In 2025, the RBCS increased total obligations by 1.5 percent, approximately \$54 million, as compared to 2024. Below is a summary table of RBCS 2025 program funding:

Table RBCS-95. Financial Data for Rural Business-Cooperative Service Programs

Program	Total Obligations (in Millions)	Total Number Loans or Grants
Business and Industry (B&I) Guaranteed Loans.....	\$2,111.7	251
Higher Blends Infrastructure Incentive Program (HBIIP).....	30.1	24
Higher Blends Infrastructure Incentive Program (HBIIP) – IRA.....	294.8	266
Bioenergy for Advanced Biofuels	1.5	77
Delta Regional Authority (DRA) Grants – Appropriated Appalachian Regional Commission Grants, Delta Regional Authority Grants, Northern Border Regional Commission (NBRC) Grants, Southwest Border Regional Commission	8.0	7
Intermediary Relending Program (IRP) Loans	10.0	18
Healthy Food Financing Initiative.....	0.5	1
Rural Economic Development (RED) Loan Funds	53.4	52
Rural Economic Development (RED) Grant Funds	57.0	35
Local Agriculture Market Program - Value Added Producer Grant (LAMP-VAPG).....	32.2	181
Value Added Producer Grants Disaster	2.1	10
Rural Cooperative Development Grant	5.8	0
Rural Business Development Grant (RBDG) Funds	21.8	248
RBDG Disaster	5.0	27
Appropriate Technology Transfer to Rural America (ATTRA)	2.8	1
Rural Microenterprise Assistance Program (RMAP) Grant Funds	3.5	73
Rural Microenterprise Assistance Program (RMAP) Loan Funds	6.1	17
Biorefinery Assistance Grants	20.0	2
Rural Energy for America (REAP) Grant Funds.....	49.9	398
Rural Energy for America (REAP) Grant Funds – IRA.....	154.5	797
Rural Energy for America (REAP) IRA Multi-Year.....	126.7	1096
Rural Energy for America (REAP) IRA Underutilized Technology.....	15.7	38
Rural Energy for America (REAP) Guaranteed Loan Funds.....	178.3	24
Total	3,191.4	3,643

On August 22, 2025, the RBCS published an unnumbered letter, “Ensuring Strong Stewardship and Customer Service in RBCS Guaranteed Lending & Other Programs”. This document provided guidance on portfolio health reviews and updates to the portfolio on solar and wind projects.

The unnumbered letter notified state directors, regardless of the delinquency rate in their respective states, take several actions to conduct a portfolio health review. Those actions include:

- Take immediate servicing action on delinquent loans. This may include working with the lender to create a plan to bring the loan current, or it may involve initiating the process of liquidation.
- Communicate with lenders to receive updates on existing loans. Report new delinquencies if they are disclosed and initiate a servicing action with the lender.
- Review program allocations to ensure you are on track to obligate funds by the end of the fiscal year.

To align the program with the July 7, 2025, Executive Order 14315, “Ending Market Distorting Subsidies for Unreliable, Foreign Controlled Energy Sources”, the RBCS provided a set of updates for various programs. The unnumbered letter outlines several bullet points of activities to address green energy subsidies, green energy tax credits, as well as green energy sources and supply chains built in, and controlled by, foreign adversaries. The information on solar and wind projects will be discussed in more detail in the B&I and REAP projects of this document.

Program Evaluations

In accordance with EO 14315, the RBCS updated several policy actions to include removing wind and solar projects from the eligible projects list for the B&I program via the unnumbered letter described above.

Higher Blends Infrastructure Incentive Program (HBIIP)

Current Activities

The purpose of the HBIIP is to significantly increase the sales and use of higher blends of ethanol and biodiesel by expanding the infrastructure for renewable fuels derived from U.S. agricultural products. USDA designed HBIIP to increase the availability of higher blends of ethanol, such as E15 and biodiesel (B20). The program will encourage a more comprehensive approach to market higher blends by sharing the costs related to building out biofuel-related infrastructure. Awards to successful applicants will be in the form of cost-share grants not to exceed \$5 million. There is no minimum amount for these grants. This program helps American families save money at the pump while reducing carbon emissions and harmful tailpipe pollution. Higher blend biofuels also help boost the availability of skilled jobs with good wages in rural communities. The agency obligated \$30.1 million in the regular HBIIP and \$294.8 million in IRA funds, of which \$9.0 million went towards counties with persistent poverty. The amount of IRA funding in this program has almost doubled as compared to 2024. The top recipients of HBIIP funds are California, Illinois, Iowa, Minnesota, and Oklahoma; however, RD invested funding across 25 states.

Obligations in the HBIIP grant program have increased significantly over the last several years. Looking at the combined funding streams, the program obligations increased from approximately \$184 million up to \$325 million, meaning the agency was able to invest just over \$140 million more in 2025 as compared to 2024. The expansion of biofuel infrastructure, as facilitated by this program, broadens the availability of renewable fuels and helps American families save money at the pump. Additionally, the expanded use of higher blends of biofuels boosts the availability of skilled jobs with good wages in rural communities and bolsters the employment of U.S. military veterans.

Selected Examples of Recent Progress

These projects will be used to create infrastructure to expand the sales and use of renewable fuels.

The agency awarded \$4.0 million in IRA funding to Buckeye Terminals LLC, a fuel distribution facility company. This project will consist of installing loading equipment, converted storage tanks, and

blending equipment for biodiesel at two locations in New York and Indiana. Facility locations impacted by this grant are Albany and Granger. This effort is projected to increase the amount of biodiesel sold by 123,506,873 gallons per year. The purpose of this funding program is to assist owners of transportation fueling and fuel distribution facilities in activities designed to expand the sales and use of ethanol and biodiesel.

In another effort that will benefit multiple states, the agency awarded \$4.2 million to Kwik Trip Inc, the owner of more than 10 fueling stations. This project will install five hundred eighteen E15 dispensers, one hundred twenty B20 dispensers and eight ethanol storage tanks at 52 fueling stations, located in Iowa, Illinois, Michigan, South Dakota, Minnesota, North Dakota, and Wisconsin. This effort is projected to increase the amount of biofuel sold by 55,518,766 gallons per year. The purpose of this funding program is to assist owners of transportation fueling and fuel distribution facilities in activities designed to expand the sales and use of ethanol and biodiesel.

Bioenergy for Advanced Biofuels

Current Activities

The Bioenergy for Advanced Biofuels program makes payments to eligible advanced biofuel producers to produce fuel from renewable biomass (excluding corn starch). The payment amount depends on the number of eligible producers, the amount of advanced biofuel produced, and the amount of funds available during the Fiscal Year. There is no minimum or maximum payment. This program helps increase American energy independence and the private sector supply of renewable energy. In 2025, this program obligated \$1.5 million in funding across 31 states providing payments to 77 producers. Five states account for 63 percent of the obligations; those states are Colorado, Illinois, Kansas, Missouri, Pennsylvania, and Minnesota. These payments in 2025 did not exceed \$152,000 with the average payment between \$19,000 and \$20,000.

Rural Economic Development Loan and Grant (REDLG) Program

Current Activities

The Rural Economic Development Loan and Grant program provides funding for rural projects through local utility organizations. USDA provides zero-interest loans to local utilities which they, in turn, pass through to local businesses (ultimate recipients) for projects that will create and retain employment in rural areas. USDA also provides grants to local utility organizations that use the funding to establish Revolving Loan Funds (RLFs). Loans are made from revolving loan funds to projects that will create or retain rural jobs. When the revolving loan fund is terminated, the grant is repaid to USDA. The grant program is funded by Mandatory funding and fees collected from the Electric Underwriting program.

In 2025, not including funding for broadband, REDLG obligated just under \$62.4 million across for 85 loans and grants to organizations in rural America. Of that amount, RD obligated over \$53.4 million in loans and almost \$9.0 million in grants. The agency obligated \$48.0 million towards the Section 762 Reconnect Pilot Broadband Grant in 2025.

In 2025, the awards went to assist 82 rural businesses and created over 3,000 jobs. In addition to creating and saving jobs in 2025, REDLG funded projects made the largest contributions to the following industries: utilities; manufacturing; public administration; health care and social assistance, and agriculture, forestry, fishing, and hunting. The agency experienced significant growth in investing in manufacturing in 2025, with an additional \$6.1 million in obligations as compared to 2024. The agency also increased its investments in the public administration sector by \$3.7 million. The increases in both sectors are attributed to an increase in RED Loans. RD's investment in the wholesale trade industry doubled from just under \$1 million in 2024 to \$2 million in 2025.

In 2025, the obligations have been focused on the Rural Economic Development Farm Bill program; however, the agency obligated \$2.1 million in the regular program as of the end of July 2025. Since 2018, over \$75 million has been obligated for RED Grants in each completed fiscal year with funds

focused on rural communities located in the Midwest and Southern regions of the Nation. A consistent decrease in the poverty rate for all regions funded has been realized over the same period. The mandatory funding of \$5 million provided in Section 6504 of the Agriculture Improvement Act of 2018 (P.L. 115-334) will expire. The request is based on continuing to receive about \$24 million in fees from the electric underwriting program.

Selected Examples of Recent Progress

This program injects investments into several industries in rural America such as Manufacturing, Agriculture, Forestry, Fishing and Hunting, as well as Accommodation and Food Service just to name a few. Here are a few of those projects, which range from \$2 million down to \$300,000.

RED Grant projects invested funding in Arizona, Minnesota, Iowa, and North Carolina. Several of these projects went towards life-saving support operations through the purchase of emergency management vehicles and associated supplies. One of the \$300,000 grants invested in Minnesota was awarded to a Cooperative Electric Association for a new Basic Life Support ambulance and associated equipment; the service provides care to 90 square miles in the southwest corner of Wright County. While in Iowa a \$300,000 grant replenished an existing revolving fund, which would be used to partially finance a facility expansion of Southwest Webster Ambulance, constructing a new ambulance and medical services building, creating two new jobs and fostering economic development.

An investment in Northeast Missouri Electric Power Cooperative will assist in helping Honey Creek Feed LLC with their startup feed manufacturing business. Project funds will be used to construct an innovative, state-of-the-art hog feed manufacturing facility near Kahoka, Missouri. The feed mill facility will include constructing a 39,760-square-foot building and a steel frame building with a dump at an existing corn and soybean storage/extrusion site. The feed mill will be able to serve area hog producers in the local area. This project is expected to create 20 jobs.

In Nebraska, a RED Loan will assist Panhandle Rural Electric Membership Association, which will re-loan funds to Walther Investments LLC for ventilating, washing, and bagging equipment for a potato storage facility. The loan will be a ten-year, zero-percent interest loan with payments deferred for two years during construction. The project will create eight jobs and expand ag producers' market for potatoes in the Panhandle of Nebraska.

The RD investment in the food industry will be used to provide loans to rural utilities program borrowers to provide economic development. Four Rivers Electric will provide loan funds to Hometown Eats and Bakery LLC to construct an expansion building and purchase additional refrigeration equipment. Hometown Eats and Bakery, based in Lebo, serves Southeast Kansas and beyond with their homemade treats. This project will help the business expand and grow and it is anticipated that six full-time positions will be created as result of the project.

Rural Economic Development Loans

Current Activities

The Rural Economic Development Loan and Grant programs provide funding for rural projects through local utility organizations. USDA provides zero-interest loans to local utilities which they, in turn, pass through to local businesses (ultimate recipients) for projects that will create and retain employment in rural areas. The ultimate recipients repay the lending utility directly. The utility is responsible for repayment to USDA. The maximum amount for a loan is \$2 million.

- Up to 80 percent of project costs; 20 percent must be provided by the ultimate recipient or the local utility.
- The local utility may incorporate interest rates or administrative loan fees after the funds have been loaned out and revolved once. First-time loans are at zero percent interest.
- Repayment may be deferring ed up to two years for projects including a start-up venture or Community Facilities project.

Selected Examples of Recent Progress

In 2025, the agency obligated just over \$53.4 million across the regular and persistent poverty programs with \$7.9 million of this funding going to persistent poverty. The funding from this program invests in a variety of industries across rural American communities with the goal of increasing rural prosperity. The Administration invested funding across the Midwest positively impacting a variety of sectors such as retail trade, wholesale trade, as well as agriculture, forestry, fishing, and hunting to name a few. The states with the largest economic development investments from the regular program are Iowa, North Carolina, and Missouri, with each being awarded approximately \$9.3 million in 2025 under this Administration. Several states such as Indiana, Minnesota, and Wisconsin received investments in Electric Power Distribution. Out of total funding, the agency awarded persistent poverty loans in the amount of just under \$7.9 million across Missouri, North Carolina, Arizona, and Mississippi; these funds were invested in the Health Care and Social Assistance sector in North Carolina and the Manufacturing sector focusing on rendering and meat byproduct processing in Missouri. In 2025, this program received \$3 million in Disaster Assistance Funding (DAF) in the 4th quarter; none of these funds were obligated in 2025.

Rural Energy for America Program (REAP)

Current Activities

In 2025, the regular REAP supported 422 loans and grants with \$228.2 million in total funding. Of this total, REAP obligated \$129.4 million in mandatory funding for guaranteed loans out of the \$178.3 million obligated in loan guarantees. RD received both regular and IRA funding and the breakout is below.

REAP mandatory funding supported 398 grants as follows:

- Regular grants: \$46.6 million supporting 239 grants
- Audit grants: \$0.7 million supporting 7 grants
- Technical Assistance: \$0.7 million supporting 7 grants
- Energy Savings and Efficiency grants less than \$20,000: \$2.0 million supporting 145 grants

The breakout of REAP IRA funding is as follows:

- EEI grants unrestricted-IRA: \$126.7 million supporting 691 grants
- EEI grants unrestricted-IRA 2024/2031: \$4.6 million across 25 obligations
- Renewable Energy System (RES) grant unrestricted- IRA 2024/2031: \$92.3 million across 375 obligations
- RES EEI Grant \$20k 2025/2031-IRA: \$5.1 million across 309 obligations
- REAP Underutilized Technology- 2024/2031: \$15.7 million across 38 obligations
- RES EEI Grant Unrestricted 2025/2031: \$67.7 million across 387 obligations
- RES EEI Grants, Unrestricted Amount: \$27.8 million across 106 obligations

For REAP Technical Assistance grants, an estimated 3 total jobs created or saved and over 260 small businesses and agricultural producers assisted. The 2025 REAP program estimated energy savings from energy efficiency improvement projects is 760,184,836 kilowatt hours (kWh). The estimated energy generation from renewable energy system projects is 10,175,442,616 kWh. This is a total of 10,935,627,451 kWh, or enough energy to power 994,147 homes per year. From the breakout above, the 2025 REAP IRA investments project contributed to 168,023,312 kWh of energy savings through energy efficiency projects. The estimated energy generation from renewable energy projects is 8,679,198,105 kWh. This is a total of 8,847,221,417 kWh, or enough energy to power more than 700,000 homes. The 2025 REAP Farm Bill investments project to contribute to 601,551,645 kWh of energy savings through energy efficiency projects. The estimated energy generation from renewable energy projects is 1,469,039,298 kWh. This is a total of 2,070,590,943 kWh, or enough energy to power more than 188,000 homes.

Selected Examples of Recent Progress

In Wisconsin, Dairyland Biogas LLC will use their \$1 million grant to expand an existing dairy manure anaerobic digester located in New Franken. The digester is projected to increase the capture of

methane gas by approximately 83 percent, which will be converted to renewable natural gas on site. A third party, Agra, will utilize the renewable natural gas product to then create renewably sourced diesel fuel and sustainable aviation fuel.

In Pennsylvania, there are several projects investing money into the agriculture industry, such as chicken egg production and beef cattle ranching and farming. An almost \$182,00 grant will be used to help Powl Associates LLC, a family-owned poultry farming operation located in Peach Bottom, purchase and install a 412-kilowatt (kW) solar photovoltaic system. This project is expected to save the farm approximately \$54,000 per year and will replace 478,000 kilowatt hours (kWh) per year which is enough energy to power 44 homes. A grant of just over \$224,00 will help an individual purchase and install a 334.08-kilowatt (kW) solar photovoltaic system for his livestock and farming operation in Beech Creek. This project is expected to generate 607,896 kilowatt hours (kWh) per year, which is enough energy to power 56 homes. A grant for just over \$68,000 will help an individual to purchase and install a 140.4-kilowatt (kW) solar photovoltaic system for his grain farming operation located in Pitman. This project is expected to save the farm approximately \$28,000 per year and will replace 274,591 kilowatt hours (kWh) per year, which is enough energy to power 25 homes.

On the smaller side of the grants awarded, approximately \$48,000 in grant funds will be used by Midwest Agri Drone, LLC, an aviation business located in Bolckow, Missouri, to install a geothermal heat pump system for its newly constructed 100x200 facility, which will house its drones and aviation equipment. This project is expected to save \$5,006 per year. It will generate 166,874 kilowatts (kW), which is enough to power approximately 15 homes.

In IRA funds, a \$1 million grant will be used to help ethanol producer Sandhills Renewable Energy install a more energy-efficient ICM system in Atkinson, Nebraska. The new system is expected to generate the business \$18,000,000 per year and produce 230,000,000 kilowatt hours per year, which is enough energy to power 21,000 homes. However, these funds can make a positive impact even with just over \$56,000 in grant funds such as a project in Vermont. The funding will be used to purchase and install a 59.3kW roof-mounted solar array at Sweetland Farm in Norwich. The Farm Store is a one-stop shop for produce and meat, plus local and sustainably sourced dairy, eggs, fish, and other products. The array will offset over 80 percent of the annual electricity used for lighting and heating the greenhouses.

Program Evaluation

To align with EO 14315, moving forwards, REAP projects are ineligible for REAP GL and disincentivized for REAP grants via forthcoming priority points if they include any of the following:

- ground mount solar photovoltaic systems and wind turbines larger than 50kW;
- ground mount solar photovoltaic and wind systems that cannot document historical energy usage;
- ground mount solar photovoltaic and wind systems proposing to be installed on certified cropland as defined by the Farm Service Agency in Handbook 10-CM (rev. 2) exhibit; or
- Wind systems and both ground and roof mount solar photovoltaic systems consisting of any component made in a country named as a foreign adversary

Timber Production Expansion Program

Current Activities

The Timber Production Expansion Program (TPEP) is authorized by Section 40804(b)3(d) Ecosystem Restoration of the of the Infrastructure Investment and Jobs Act (Pub. L. 117-58), which directs the USDA Forest Service to provide financial assistance to entities seeking to establish, reopen, expand, or improve a sawmill or other wood processing facility that is using ecological restoration byproducts from a unit of federal or Tribal land that has been identified as high or very high priority for ecological restoration and that is using ecological byproducts from the unit of land. The TPEP program is operating as a pilot program and will be administered under 7 CFR part 5001. TPEP is designed and implemented similar to the B&I loan program with minor changes to meet the needs of the timber

industry. An interagency agreement between the USFS and RBCS will allow RBCS to implement the TPEP program in the interest of the USFS. In 2025, the agency obligated \$103.3 million across 11 obligations in the TPEP guaranteed loan program.

Selected Examples of Recent Progress

RD awarded a guaranteed loan to be used by Timber Professionals Cooperative Enterprises to re-open a sawmill in Shawano County, WI. Guaranteed loan funds will purchase 49.65 acres of real estate and existing equipment which will allow the company to re-establish this sawmill to improve the efficiency of the current manufacturing of wood chips then expand capabilities of the site to manufacture new higher value products from the same raw materials. Six jobs will be created initially with additional staffing needed with expanded capabilities.

Fertilizer Production Expansion Program Grant Funds

Current Activities

The Fertilizer Product Expansion Program (FPEP) provides grants to help eligible applicants increase or otherwise expand the manufacturing and processing of fertilizer and nutrient alternatives and their availability in the United States. FPEP is authorized by the CCC Charter Act, to assist agricultural producers through loans, purchases, payments, and other operations, and makes available materials and facilities required in the production and marketing of agricultural commodities. FPEP grants are administered by RBCS. The minimum award is \$1 million and the maximum award is \$100 million. The grant period is five years. Investments will boost domestic fertilizer production, strengthen competition, and lower costs for U.S. farmers. Additionally, it will help U.S. farmers increase independent, domestic fertilizer production. This is part of a broader effort to help producers boost production and address global food insecurity.

The Department received requests for \$3 billion in applications from more than 350 businesses for projects across 47 states, Puerto Rico, and the Virgin Islands. Applicants were comprised of every size and business model, including cooperatives, Tribal communities, female-owned companies, and public bodies. In 2025, the agency obligated \$457.8 million in 46 projects across the country.

Table RBCS-96. Financial Data for Fertilizer Production Expansion Program

Program	Total Obligations (in Millions)	Total Number Loans or Grants
Fertilizer Production Expansion Program Grant Funds	\$129.0	12
Fertilizer Production Expansion Program 2.0 Grant Funds	328.9	34
Total.....	457.8	46

Selected Examples of Recent Progress

The agency invested approximately \$95.7 million in Utah across three projects. One of these investments will be used to expand an existing facility in Minersville, Utah. Humane LLC, a family farm operation that produces granularized fertilizer from hog manure. They will utilize the funds for equipment expansion to increase storage and production capacity. The project is expected to produce 30,000 tons annually of fertilizer product. An investment of nearly \$80 million will go to constructing a new facility located in Millard County, Utah. The facility is projected to produce 215,000 tons per year of sulfate of potash using brines from Marl Clay only, as well as the production of de-sulfated magnesium chloride brine and Bischofite flake. The facility will create 173 jobs once in operation. Lastly, the agency is making an investment that will be used to expand Sage Potash in San Juan County, Utah. Sage will mine, produce and distribute Muriate of Potash to local American Wholesalers, retailers and producers. The RD investment will enable Sage to drill subsequent wells to expand potash caverns and increase production.

However, Utah is not unique in the job creation category. Several states were projected to see job creation from these investments. In Louisiana, the agency invested almost \$48 million for a fertilizer production facility in Waggaman. This facility is expected to produce 350,000 tons of ammonium

sulfate per calendar year with an expected total plant capacity of 420,000 tons of domestically produced ammonium sulfate for Crop Year 2027. It is expected that this project will create up to 103 direct jobs in addition to a large construction workforce. RD invested \$4 million in Oklahoma that will be used to purchase the technology to produce approximately 10,000 tons per year of biochar from about 40,000 tons per year of waste and composting equipment to increase capacity and generate enriched compost in Norman. Expected to meet the needs of local agricultural producers, two reactors will have a production capacity of 20,000 to 40,000 tons per year of infeed. This project is expected to create 17 full-time jobs.

Sustainable Aviation Fuel (SAF) Program

Current Activities

The agency plans to reallocate unobligated balances made available for the Biobased Technology Accelerator grant program to support SAF grants for demonstration projects beginning in 2026. The agency plans to use \$50 million for large-scale pilots and a demonstration of SAF. This includes grants up to \$10 million for start-up companies to complete SAF demonstration projects, potentially unlocking significant private-sector financing.

The SAF program has the potential to decarbonize the aviation industry by utilizing several feedstocks such as ethanol, soy, tallow, wood biomass, agricultural residue, and cover crops. The cultivation of these feedstocks could provide an economic opportunity in rural communities across the nation. Although there is substantial demand by global air carriers, more volume is needed to produce three billion gallons by 2030. Large-scale projects support Rural Development's Biorefinery Assistance program, which offers up to \$250 million in loan guarantees for constructing commercial scale biorefineries.