

FY 2026 NGDISM Grant NOFO
 Funding Opportunity Number 693JK326NF0013
 Frequently Asked Questions (FAQs)
 Last Updated: April 24, 2026

Questions regarding the FY 2026 NGDISM Grant NOFO should be sent via email to PHMSAPipelineBILGrant@dot.gov. PHMSA will post responses to Grants.gov.

Number	Question	Answer
1	Can you give me more information on the grant, please? Is this a match type of grant?	No, this grant does not require match. For more information on the grant, please visit https://www.phmsa.dot.gov/about-phmsa/working-phmsa/grants/pipeline/natural-gas-distribution-infrastructure-safety-and-modernization-grants .
2	Is it possible to review grant docs from previously successful recipients? If so pls provide details.	<p>Here are the links to past NGDISM Grant awardees:</p> <p>FY 2024 grant recipients: https://www.phmsa.dot.gov/news/phmsa-fy2024-natural-gas-distribution-infrastructure-safety-and-modernization-grants</p> <p>FY 2023 grant recipients: https://www.phmsa.dot.gov/about-phmsa/working-phmsa/grants/pipeline/phmsa-fy-2023-natural-gas-distribution-infrastructure-safety-and-modernization-grant-awards</p> <p>FY 2022 grant recipients: https://www.phmsa.dot.gov/about-phmsa/working-phmsa/natural-gas-distribution-infrastructure-safety-and-modernization-grants</p>

Number	Question	Answer
3	<p>Are the following items qualified as eligible equipment under the program?</p> <ol style="list-style-type: none"> 1. HMI software (AVEVA) upgrades for the system that monitors and controls boilers, vaporizers, temperatures, and valves at LNG storage and vaporization facilities, ensuring a continuous supply to the distribution regulators. 2. Emergency backup generators sized to maintain critical operations at LNG storage and vaporization facilities during grid power loss events, which is based on LNG supply reliance, would result in loss of distribution pressure and gas supply to customers. 	<p>No, these items are not eligible for the NGDISM grant program.</p>
4	<p>We are trying to do a gas line extension to help improve our gas line system I was just wondering/wanting to know if we would qualify for this grant.</p>	<p>Grant funds support efforts to repair, rehabilitate, or replace existing pipeline distribution infrastructure. Installing or extending new natural gas capabilities is not an eligible use of funds. For example, a project that proposes to install or extend new pipe for the purposes of providing services to new customers is not eligible.</p>
5	<p>We want to confirm that BABAA compliance pertains to the purchase of odorant injection systems (mobile and fixed)? There appears to be one main manufacturer of these units that is based in the US.</p>	<p>If the item is affixed to infrastructure, then it is subject to Buy America requirements.</p>
6	<p>Would gate station meters fall within the programmatic waiver for meters for the NGDISM grants?</p>	<p>No, the gate station meter is not included in the BABA programmatic waiver.</p>

Number	Question	Answer
7	Do we need to submit a preliminary engineering report with the application? If so, is there a requirement for us to go through the procurement process first?	No, applicants are not required to submit a preliminary engineering report with the application. PHMSA advises prospective applicants to wait to initiate procurement activities until a grant agreement is signed with the agency.
8	What administration activities are eligible for reimbursement?	Allowable administrative activities are defined at 2 CFR Part 200 Subpart E.
9	Are internal labor costs allowed?	Yes, internal labor costs are allowed.
10	If repairs to the road and/or sidewalk are necessary due to the pipeline replacement project, are those eligible as construction related costs?	Yes, restoration costs are allowed. Improvement or rehabilitation for the entire right-of-way is not allowed.
11	Is there an expiration date on previous cost estimates (as in no more than 12-months, etc.)?	No, there is no expiration date on previous cost estimates. PHMSA advises prospective applicants to forecast cost increases.
12	For a replacement construction project, is an indirect cost rate agreement needed?	An indirect cost rate agreement is optional. A prospective applicant does not need an indirect cost rate agreement to be selected for award. A prospective applicant may elect the <i>de minimis</i> indirect cost rate. However, this is not required to be selected for award.
13	If awarded, is there a recommended schedule for reimbursement or is it as needed?	Grant recipients may request reimbursement as needed. PHMSA does not have a set schedule for reimbursement.