## 117TH CONGRESS 1ST SESSION

## H. R. 2263

To require the Secretary of Energy to establish a clean energy manufacturing grant program, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

March 26, 2021

Mr. Tonko introduced the following bill; which was referred to the Committee on Energy and Commerce

## A BILL

To require the Secretary of Energy to establish a clean energy manufacturing grant program, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Manufacturing for Our
- 5 Future Act of 2021".
- 6 SEC. 2. CLEAN ENERGY MANUFACTURING GRANT PRO-
- 7 GRAM.
- 8 (a) Establishment of Program.—Not later than
- 9 180 days after the date of enactment of this Act, the Sec-

| 1  | retary shall establish a program to award grants in ac- |
|----|---------------------------------------------------------|
| 2  | cordance with this section.                             |
| 3  | (b) Grants to Manufacturers.—                           |
| 4  | (1) Grants.—In carrying out the program es-             |
| 5  | tablished under subsection (a), the Secretary shall,    |
| 6  | subject to the availability of appropriations, award    |
| 7  | grants to manufacturers—                                |
| 8  | (A) for projects to reequip, expand, or es-             |
| 9  | tablish a facility for the manufacture of clean         |
| 10 | energy systems, or for the manufacture of com-          |
| 11 | ponents of clean energy systems, including the          |
| 12 | manufacture of—                                         |
| 13 | (i) renewable energy technologies;                      |
| 14 | (ii) energy storage technologies;                       |
| 15 | (iii) advanced nuclear energy tech-                     |
| 16 | nologies;                                               |
| 17 | (iv) carbon capture, utilization, trans-                |
| 18 | portation, and storage technologies, includ-            |
| 19 | ing direct air capture systems, direct ocean            |
| 20 | capture systems, bio-energy systems with                |
| 21 | carbon capture and storage, and systems                 |
| 22 | intended to capture biogas and greenhouse               |
| 23 | gas emissions from wastewater treatment                 |
| 24 | plants and agricultural applications:                   |

| 1  | (v) electric grid technologies, including    |
|----|----------------------------------------------|
| 2  | smart grid technologies, microgrid tech-     |
| 3  | nologies, advanced transmission tech-        |
| 4  | nologies, building-to-grid technologies, and |
| 5  | vehicle-to-grid technologies;                |
| 6  | (vi) efficient end-use energy tech-          |
| 7  | nologies, including Energy Star products     |
| 8  | and energy-conserving lighting tech-         |
| 9  | nologies;                                    |
| 10 | (vii) electrolyzers;                         |
| 11 | (viii) fuel cells and other technologies     |
| 12 | related to the transportation, storage, de-  |
| 13 | livery, and use of hydrogen, including tech- |
| 14 | nologies for residential, commercial, indus- |
| 15 | trial, and transportation applications;      |
| 16 | (ix) zero-emission light-, medium-           |
| 17 | and heavy-duty vehicles, components of       |
| 18 | such vehicles, and refueling equipment for   |
| 19 | such vehicles;                               |
| 20 | (x) industrial energy efficiency tech-       |
| 21 | nologies, including combined heat and        |
| 22 | power systems and waste heat to power        |
| 23 | systems;                                     |
| 24 | (xi) pollution control equipment: and        |

| 1  | (xii) other technologies that reduce                   |
|----|--------------------------------------------------------|
| 2  | greenhouse gas emissions, as determined                |
| 3  | appropriate by the Secretary;                          |
| 4  | (B) for projects to install, retrofit, or con-         |
| 5  | vert equipment for a facility, or to otherwise         |
| 6  | retrofit or convert a facility, to enable the facil-   |
| 7  | ity to manufacture zero- or low-emission en-           |
| 8  | ergy-intensive industrial products, including          |
| 9  | projects relating to the installation, retrofit, or    |
| 10 | conversion of—                                         |
| 11 | (i) industrial energy efficiency tech-                 |
| 12 | nologies;                                              |
| 13 | (ii) carbon capture systems;                           |
| 14 | (iii) equipment and infrastructure to                  |
| 15 | enable fuel or feedstock switching to elec-            |
| 16 | tricity or hydrogen; and                               |
| 17 | (iv) equipment to enable production of                 |
| 18 | materials and products containing a high               |
| 19 | percentage of recycled content; and                    |
| 20 | (C) for front end engineering design stud-             |
| 21 | ies, as determined appropriate by the Secretary,       |
| 22 | for projects described in subparagraph (B).            |
| 23 | (2) Priority of applications.—In awarding              |
| 24 | grants under this subsection, the Secretary shall give |
| 25 | priority to projects that—                             |

| 1  | (A) provide the greatest potential net im-           |
|----|------------------------------------------------------|
| 2  | pact in avoiding or reducing greenhouse gas          |
| 3  | emissions and other air, land, and water pollut-     |
| 4  | ants;                                                |
| 5  | (B) include the refurbishment or retooling           |
| 6  | of manufacturing facilities that have ceased op-     |
| 7  | eration or will cease operation in the near fu-      |
| 8  | ture;                                                |
| 9  | (C) provide the greatest potential for do-           |
| 10 | mestic job creation (both direct and indirect);      |
| 11 | (D) have the greatest potential for techno-          |
| 12 | logical innovation and commercial deployment;        |
| 13 | (E) have the greatest potential to strength-         |
| 14 | en or develop domestic supply chains for clean       |
| 15 | energy systems;                                      |
| 16 | (F) result in economic development or eco-           |
| 17 | nomic diversification in regions or localities that  |
| 18 | have historically generated significant economic     |
| 19 | activity from the production, processing, trans-     |
| 20 | portation, or combustion of fossil fuels, includ-    |
| 21 | ing coal mines, fossil fuel-fired electricity gener- |
| 22 | ating units, and petroleum refining facilities;      |
| 23 | (G) promote environmental justice in com-            |
| 24 | munities with significant representation of com-     |
| 25 | munities of color, low-income communities, or        |

Tribal and indigenous communities, or communities that experience, or are at risk of experiencing, higher or more adverse human health or environmental effects, including through remediation of contaminated sites; or

- (H) commit to hiring displaced workers in regions or localities described in subparagraph(F).
- (3) Labor Standards.—The Secretary shall require—
  - (A) all laborers and mechanics employed by contractors or subcontractors in carrying out a project for the construction, alteration, retooling, or repair of a facility that is financed by a grant under this subsection shall be paid wages at rates not less than those prevailing on similar construction in the locality, as determined by the Secretary of Labor in accordance with sections 3141 through 3144, 3146, and 3147 of title 40, United States Code;
  - (B) a disclosure by an applicant for a grant under this subsection of any administrative merits determination, arbitral award or decision, or civil judgment, as defined in guidance issued by the Secretary of Labor, rendered

against the applicant in the preceding 3 years for violations of applicable labor, employment, civil rights, or health and safety laws;

(C) an applicant for a grant under this subsection to provide specific information regarding the actions the applicant will take to demonstrate compliance with, and where possible exceedance of, requirements under applicable labor, employment, civil rights, and health and safety laws, and actions the applicant will take to ensure that its direct suppliers demonstrate compliance with applicable labor, employment, civil rights, and health and safety laws; and

(D) an applicant for a grant under this subsection to provide an estimate and description of the jobs and types of jobs to be retained or created by the project proposed by the applicant and the specific actions the applicant will take to increase employment and retention of dislocated workers, veterans, individuals from low-income communities, women, minorities, and other groups underrepresented in manufacturing, and individuals with a barrier to employment.

- 1 (4) Cost share.—
- 2 (A) IN GENERAL.—Section 988(c) of the
- 3 Energy Policy Act of 2005 (42 U.S.C.
- 4 16352(c)) shall apply to a grant made under
- 5 this subsection.
- 6 (B) CERTAIN REGIONS AND LOCALITIES.—
- 7 Notwithstanding subparagraph (A), the Sec-
- 8 retary may require, for a project that is funded
- 9 by a grant under this section and that is lo-
- 10 cated in a region or locality described in sub-
- section (b)(2)(F), that not less than 20 percent
- of the cost of the project be provided by a non-
- Federal source.
- 14 (c) Coordination With State and Local Pro-
- 15 GRAMS.—The Secretary shall coordinate implementation
- 16 of the program established under subsection (a) with pro-
- 17 grams administered by State governments, local govern-
- 18 ments, and Indian Tribes designed to provide financial
- 19 and technical assistance to manufacturers, including the
- 20 retention and retraining of skilled workers.
- 21 (d) Intra-Agency Coordination.—In carrying out
- 22 the program established under subsection (a), to the ex-
- 23 tent consistent with applicable law, the Secretary shall col-
- 24 laborate, coordinate, and share information with relevant
- 25 programs and offices within the Department of Energy.

| 1  | (e) Definitions.—In this section:                    |
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| 2  | (1) Indian Tribe.—The term "Indian Tribe"            |
| 3  | has the meaning given the term in section 4 of the   |
| 4  | Indian Self-Determination and Education Assistance   |
| 5  | Act (25 U.S.C. 5304).                                |
| 6  | (2) Secretary.—The term "Secretary" means            |
| 7  | the Secretary of Energy.                             |
| 8  | (3) STATE.—The term "State" means a State,           |
| 9  | the District of Columbia, Puerto Rico, or any terri- |
| 10 | tory or possession of the United States.             |
| 11 | (4) Zero- or low-emission energy-inten-              |
| 12 | SIVE INDUSTRIAL PRODUCT.—The term "zero- or          |
| 13 | low-emission energy-intensive industrial product"    |
| 14 | means a product—                                     |
| 15 | (A) the production of which results in sig-          |
| 16 | nificantly less greenhouse gas emissions relative    |
| 17 | to the production of similar products, as deter-     |
| 18 | mined by the Secretary; and                          |
| 19 | (B) that is in one of the following manu-            |
| 20 | facturing categories, as determined by the Sec-      |
| 21 | retary:                                              |
| 22 | (i) Aluminum and other non-ferrous                   |
| 23 | metals.                                              |
| 24 | (ii) Ammonia and fertilizer.                         |
| 25 | (iii) Cement and concrete.                           |

| 1  | (iv) Ceramics.                                               |
|----|--------------------------------------------------------------|
| 2  | (v) Chemicals and petrochemicals.                            |
| 3  | (vi) Food processing.                                        |
| 4  | (vii) Glass.                                                 |
| 5  | (viii) Hydrogen.                                             |
| 6  | (ix) Iron and steel.                                         |
| 7  | (x) Pulp and paper.                                          |
| 8  | (xi) A manufacturing subsector deter-                        |
| 9  | mined by the Secretary to be energy-inten-                   |
| 10 | sive or difficult-to-decarbonize.                            |
| 11 | (f) Authorization of Appropriations.—There                   |
| 12 | are authorized to be appropriated to the Secretary to carry  |
| 13 | out this section \$10,000,000,000, to remain available until |
| 14 | expended.                                                    |

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