

116TH CONGRESS
1ST SESSION

H. R. 3978

To amend the Energy Independence and Security Act of 2007 to establish a program to incentivize innovation and to enhance the industrial competitiveness of the United States by developing technologies to reduce emissions of nonpower industrial sectors, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 25, 2019

Mr. CASTEN of Illinois (for himself, Mr. MCKINLEY, Ms. JOHNSON of Texas, and Mrs. RADEWAGEN) introduced the following bill; which was referred to the Committee on Science, Space, and Technology, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend the Energy Independence and Security Act of 2007 to establish a program to incentivize innovation and to enhance the industrial competitiveness of the United States by developing technologies to reduce emissions of nonpower industrial sectors, 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,*

1 **SECTION 1. SHORT TITLE.**

2 This Act may be cited as the “Clean Industrial Tech-
3 nology Act of 2019” or the “CIT Act of 2019”.

4 **SEC. 2. PURPOSE.**

5 The purpose of this Act and the amendments made
6 by this Act is to encourage the development and evaluation
7 of innovative technologies aimed at increasing—

8 (1) the technological and economic competitive-
9 ness of industry and manufacturing in the United
10 States; and

11 (2) the emissions reduction of nonpower indus-
12 trial sectors.

13 **SEC. 3. INDUSTRIAL EMISSIONS REDUCTION TECHNOLOGY**
14 **DEVELOPMENT PROGRAM.**

15 (a) IN GENERAL.—The Energy Independence and
16 Security Act of 2007 is amended by inserting after section
17 453 (42 U.S.C. 17112) the following:

18 **“SEC. 454. INDUSTRIAL EMISSIONS REDUCTION TECH-**
19 **NOLOGY DEVELOPMENT PROGRAM.**

20 “(a) DEFINITIONS.—In this section:

21 “(1) DIRECTOR.—The term ‘Director’ means
22 the Director of the Office of Science and Technology
23 Policy.

24 “(2) ELIGIBLE ENTITY.—The term ‘eligible en-
25 tity’ means—

1 “(A) a scientist or other individual with
2 knowledge and expertise in emissions reduction;

3 “(B) an institution of higher education;

4 “(C) a nongovernmental organization;

5 “(D) a National Laboratory;

6 “(E) a private entity; and

7 “(F) a partnership or consortium of two or
8 more entities described in subparagraphs (B)
9 through (E).

10 “(3) EMISSIONS REDUCTION.—

11 “(A) IN GENERAL.—The term ‘emissions
12 reduction’ means the reduction, to the max-
13 imum extent practicable, of net nonwater green-
14 house gas emissions to the atmosphere by en-
15 ergy services and industrial processes.

16 “(B) EXCLUSION.—The term ‘emissions
17 reduction’ does not include the elimination of
18 carbon embodied in the principal products of in-
19 dustrial manufacturing.

20 “(4) INSTITUTION OF HIGHER EDUCATION.—

21 The term ‘institution of higher education’ has the
22 meaning given the term in section 101 of the Higher
23 Education Act of 1965 (20 U.S.C. 1001).

24 “(5) PROGRAM.—The term ‘program’ means
25 the program established under subsection (b)(1).

1 “(b) INDUSTRIAL EMISSIONS REDUCTION TECH-
2 NOLOGY DEVELOPMENT PROGRAM.—

3 “(1) IN GENERAL.—Not later than 1 year after
4 the date of enactment of the CIT Act of 2019, the
5 Secretary, in coordination with the Director and in
6 consultation with the heads of relevant Federal
7 agencies, National Laboratories, industry, and insti-
8 tutions of higher education, shall establish a cross-
9 cutting industrial emissions reduction technology de-
10 velopment program of research, development, dem-
11 onstration, and commercial application to further
12 the development and commercialization of innovative
13 technologies that—

14 “(A) increase the technological and eco-
15 nomic competitiveness of industry and manufac-
16 turing in the United States; and

17 “(B) achieve emissions reduction in non-
18 power industrial sectors.

19 “(2) COORDINATION.—In carrying out the pro-
20 gram, the Secretary shall—

21 “(A) coordinate with each relevant office in
22 the Department and any other Federal agency;

23 “(B) coordinate and collaborate with the
24 Industrial Technology Innovation Advisory
25 Committee established under section 455; and

1 “(C) coordinate with the energy-intensive
2 industries program established under section
3 452.

4 “(3) LEVERAGE OF EXISTING RESOURCES.—In
5 carrying out the program, the Secretary shall lever-
6 age, to the maximum extent practicable—

7 “(A) existing resources and programs of
8 the Department and other relevant Federal
9 agencies; and

10 “(B) public-private partnerships.

11 “(c) FOCUS AREAS.—The program shall focus on—

12 “(1) industrial production processes, including
13 technologies and processes that—

14 “(A) achieve emissions reduction in high-
15 emissions industrial materials production proc-
16 esses, including production processes for iron,
17 steel, steel mill products, aluminum, cement,
18 glass, pulp, paper, and industrial ceramics;

19 “(B) achieve emissions reduction in
20 medium- and high-temperature heat generation,
21 including—

22 “(i) through electrification of heating
23 processes;

24 “(ii) through renewable heat genera-
25 tion technology;

1 “(iii) through combined heat and
2 power; and

3 “(iv) by switching to alternative fuels,
4 including hydrogen;

5 “(C) achieve emissions reduction in chem-
6 ical production processes;

7 “(D) leverage smart manufacturing tech-
8 nologies and principles, digital manufacturing
9 technologies, and advanced data analytics to de-
10 velop advanced technologies and practices in in-
11 formation, automation, monitoring, computa-
12 tion, sensing, modeling, and networking that—

13 “(i) simulate manufacturing produc-
14 tion lines;

15 “(ii) monitor and communicate pro-
16 duction line status;

17 “(iii) manage and optimize energy
18 productivity and cost throughout produc-
19 tion; and

20 “(iv) model, simulate, and optimize
21 the energy efficiency of manufacturing
22 processes;

23 “(E) leverage the principles of sustainable
24 manufacturing to minimize the negative envi-

1 ronmental impacts of manufacturing while con-
2 serving energy and resources, including—

3 “(i) by designing products that enable
4 reuse, refurbishment, remanufacturing,
5 and recycling;

6 “(ii) by minimizing waste from indus-
7 trial processes; and

8 “(iii) by reducing resource intensity;
9 and

10 “(F) increase the energy efficiency of in-
11 dustrial processes;

12 “(2) alternative materials that produce fewer
13 emissions during production and result in fewer
14 emissions during use, including—

15 “(A) innovative building materials;

16 “(B) high-performance lightweight mate-
17 rials; and

18 “(C) substitutions for critical materials
19 and minerals;

20 “(3) development of net-zero emissions liquid
21 and gaseous fuels;

22 “(4) emissions reduction in shipping, aviation,
23 and long distance transportation, including through
24 the use of alternative fuels;

1 “(5) carbon capture technologies for industrial
2 processes;

3 “(6) high-performance computing to develop ad-
4 vanced materials and manufacturing processes con-
5 tributing to the focus areas described in paragraphs
6 (1) through (5), including—

7 “(A) modeling, simulation, and optimiza-
8 tion of the design of energy efficient and sus-
9 tainable products; and

10 “(B) the use of digital prototyping and ad-
11 ditive manufacturing to enhance product de-
12 sign; and

13 “(7) other technologies that achieve net-zero
14 emissions in nonpower industrial sectors as deter-
15 mined by Secretary in coordination with the Direc-
16 tor.

17 “(d) GRANTS, CONTRACTS, COOPERATIVE AGREE-
18 MENTS, AND DEMONSTRATION PROJECTS.—

19 “(1) GRANTS.—In carrying out the program,
20 the Secretary shall award grants on a competitive
21 basis to eligible entities for projects that the Sec-
22 retary determines would best achieve the goals of the
23 program.

24 “(2) CONTRACTS AND COOPERATIVE AGREE-
25 MENTS.—In carrying out the program, the Secretary

1 may enter into contracts and cooperative agreements
2 with eligible entities and Federal agencies for
3 projects that the Secretary determines would further
4 the purposes of the program.

5 “(3) DEMONSTRATION PROJECTS.—In sup-
6 porting technologies developed under this section,
7 the Secretary shall fund demonstration projects that
8 test and validate technologies described in subsection
9 (c).

10 “(4) APPLICATION.—An entity seeking funding
11 or a contract or agreement under this subsection
12 shall submit to the Secretary an application at such
13 time, in such manner, and containing such informa-
14 tion as the Secretary may require.

15 “(5) COST SHARING.—In awarding funds under
16 this section, the Secretary shall require cost sharing
17 in accordance with section 988 of the Energy Policy
18 Act of 2005 (42 U.S.C. 16352).

19 “(e) AUTHORIZATION OF APPROPRIATIONS.—

20 “(1) IN GENERAL.—There are authorized to be
21 appropriated to the Secretary such sums as are nec-
22 essary to carry out this section for each fiscal year
23 during which the program is in effect.

24 “(2) DEMONSTRATION PROJECTS.—Of the
25 amount appropriated under paragraph (1), not more

1 than \$650,000,000 shall be used to carry out dem-
 2 onstration projects under subsection (d)(3).”.

3 (b) TECHNICAL AMENDMENT.—The table of contents
 4 of the Energy Independence and Security Act of 2007
 5 (Public Law 110–140; 121 Stat. 1494) is amended by in-
 6 serting after the item relating to section 453 the following:

“Sec. 454. Industrial emissions reduction technology development program.”.

7 **SEC. 4. INDUSTRIAL TECHNOLOGY INNOVATION ADVISORY**
 8 **COMMITTEE.**

9 (a) IN GENERAL.—The Energy Independence and
 10 Security Act of 2007 is amended by inserting after section
 11 454 (as added by section 3(a)) the following:

12 **“SEC. 455. INDUSTRIAL TECHNOLOGY INNOVATION ADVI-**
 13 **SORY COMMITTEE.**

14 “(a) DEFINITIONS.—In this section:

15 “(1) COMMITTEE.—The term ‘Committee’
 16 means the Industrial Technology Innovation Advi-
 17 sory Committee established under subsection (b).

18 “(2) DIRECTOR.—The term ‘Director’ means
 19 the Director of the Office of Science and Technology
 20 Policy.

21 “(3) EMISSIONS REDUCTION.—The term ‘emis-
 22 sions reduction’ has the meaning given the term in
 23 section 454(a).

24 “(4) PROGRAM.—The term ‘program’ means
 25 the industrial emissions reduction technology devel-

1 opment program established under section
2 454(b)(1).

3 “(b) ESTABLISHMENT.—Not later than 180 days
4 after the date of enactment of the CIT Act of 2019, the
5 Secretary, in coordination with the Director, shall estab-
6 lish an advisory committee, to be known as the ‘Industrial
7 Technology Innovation Advisory Committee’.

8 “(c) MEMBERSHIP.—

9 “(1) APPOINTMENT.—The Committee shall be
10 comprised of not fewer than 14 members, who shall
11 be appointed by the Secretary, in coordination with
12 the Director.

13 “(2) REPRESENTATION.—Members appointed
14 pursuant to paragraph (1) shall include—

15 “(A) not less than 1 representative of each
16 relevant Federal agency, as determined by the
17 Secretary;

18 “(B) not less than 2 representatives of
19 labor groups;

20 “(C) not less than 3 representatives of the
21 research community, which shall include aca-
22 demia and National Laboratories;

23 “(D) not less than 2 representatives of
24 nongovernmental organizations;

1 “(E) not less than 6 representatives of in-
2 dustry, the collective expertise of which shall
3 cover every focus area described in section
4 454(c); and

5 “(F) any other individual whom the Sec-
6 retary, in coordination with the Director, deter-
7 mines to be necessary to ensure that the Com-
8 mittee is comprised of a diverse group of rep-
9 resentatives of industry, academia, independent
10 researchers, and public and private entities.

11 “(3) CHAIR.—The Secretary shall designate a
12 member of the Committee to serve as Chair.

13 “(d) DUTIES.—

14 “(1) IN GENERAL.—The Committee shall—

15 “(A) in consultation with the Secretary
16 and the Director, develop the missions and
17 goals of the program, which shall be consistent
18 with the purposes of the program described in
19 section 454(b)(1); and

20 “(B) advise the Secretary and the Director
21 with respect to the program—

22 “(i) by identifying and evaluating any
23 technologies being developed by the private
24 sector relating to the focus areas described
25 in section 454(c);

1 “(ii) by identifying technology gaps in
2 the private sector in those focus areas, and
3 making recommendations to address those
4 gaps;

5 “(iii) by surveying and analyzing fac-
6 tors that prevent the adoption of emissions
7 reduction technologies by the private sec-
8 tor; and

9 “(iv) by recommending technology
10 screening criteria for technology developed
11 under the program to encourage adoption
12 of the technology by the private sector; and

13 “(C) develop the roadmap described in
14 paragraph (2).

15 “(2) EMISSIONS REDUCTION ROADMAP.—

16 “(A) PURPOSE.—The purpose of the road-
17 map developed under paragraph (1)(C) is to
18 achieve the goals of the program in the focus
19 areas described in section 454(c).

20 “(B) CONTENTS.—The roadmap developed
21 under paragraph (1)(C) shall—

22 “(i) specify near-term and long-term
23 qualitative and quantitative objectives re-
24 lating to each focus area described in sec-
25 tion 454(c), including research, develop-

1 ment, demonstration, and commercial ap-
2 plication objectives;

3 “(ii) specify the anticipated timeframe
4 for achieving the objectives specified under
5 clause (i);

6 “(iii) include plans for developing
7 emissions reduction technologies that are
8 globally cost-competitive; and

9 “(iv) identify the appropriate role for
10 investment by the Federal Government, in
11 coordination with the private sector, to
12 achieve the objectives specified under
13 clause (i).

14 “(e) MEETINGS.—

15 “(1) FREQUENCY.—The Committee shall meet
16 not less frequently than 2 times per year, at the call
17 of the Chair.

18 “(2) INITIAL MEETING.—Not later than 30
19 days after the date on which the members are ap-
20 pointed under subsection (b), the Committee shall
21 hold its first meeting.

22 “(f) COMMITTEE REPORT.—

23 “(1) IN GENERAL.—Not later than 2 years
24 after the date of enactment of the CIT Act of 2019,
25 and not less frequently than once every 3 years

1 thereafter, the Committee shall submit to the Sec-
2 retary a report on the progress of achieving the pur-
3 poses of the program.

4 “(2) CONTENTS.—The report under paragraph
5 (1) shall include—

6 “(A) a description of any technology inno-
7 vation opportunities identified by the Com-
8 mittee;

9 “(B) a description of any technology gaps
10 identified by the Committee under subsection
11 (d)(1)(B)(ii);

12 “(C) recommendations for improving tech-
13 nology screening criteria and management of
14 the program;

15 “(D) an evaluation of the progress of the
16 program and the research and development
17 funded under the program;

18 “(E) any recommended changes to the
19 focus areas of the program described in section
20 454(c);

21 “(F) a description of the manner in which
22 the Committee has carried out the duties de-
23 scribed in subsection (d)(1) and any relevant
24 findings as a result of carrying out those duties;

1 “(G) the roadmap developed by the Com-
2 mittee under subsection (d)(1)(C);

3 “(H) the progress made in achieving the
4 goals set out in that roadmap;

5 “(I) a review of the management, coordina-
6 tion, and industry utility of the program;

7 “(J) an assessment of the extent to which
8 progress has been made under the program in
9 developing commercial, cost-competitive tech-
10 nologies in each focus area described in section
11 454(c); and

12 “(K) an assessment of the effectiveness of
13 the program in coordinating efforts within the
14 Department and with other Federal agencies to
15 achieve the purposes of the program.

16 “(g) REPORT TO CONGRESS.—Not later than 60 days
17 after receiving a report from the Committee under sub-
18 section (f), the Secretary shall submit a copy of that re-
19 port to the Committee on Science, Space, and Technology
20 of the House of Representatives, the Committee on En-
21 ergy and Natural Resources of the Senate, and any other
22 relevant Committee of Congress.

23 “(h) APPLICABILITY OF FEDERAL ADVISORY COM-
24 MITTEE ACT.—Except as otherwise provided in this sec-

1 tion, the Federal Advisory Committee Act (5 U.S.C. App.)
2 shall apply to the Committee.”.

3 (b) TECHNICAL AMENDMENT.—The table of contents
4 of the Energy Independence and Security Act of 2007
5 (Public Law 110–140; 121 Stat. 1494) (as amended by
6 section 3(b)) is amended by inserting after the item relat-
7 ing to section 454 the following:

“Sec. 455. Industrial Technology Innovation Advisory Committee.”.

8 **SEC. 5. TECHNICAL ASSISTANCE PROGRAM TO IMPLEMENT**
9 **INDUSTRIAL EMISSIONS REDUCTION.**

10 (a) IN GENERAL.—The Energy Independence and
11 Security Act of 2007 is amended by inserting after section
12 455 (as added by section 4(a)) the following:

13 **“SEC. 456. TECHNICAL ASSISTANCE PROGRAM TO IMPLE-**
14 **MENT INDUSTRIAL EMISSIONS REDUCTION.**

15 “(a) DEFINITIONS.—In this section:

16 “(1) ELIGIBLE ENTITY.—The term ‘eligible en-
17 tity’ means—

18 “(A) a State;

19 “(B) a unit of local government;

20 “(C) a territory or possession of the
21 United States;

22 “(D) a relevant State or local office, in-
23 cluding an energy office;

24 “(E) a tribal organization (as defined in
25 section 3765 of title 38, United States Code);

1 “(F) an institution of higher education;
2 and

3 “(G) a private entity.

4 “(2) EMISSIONS REDUCTION.—The term ‘emis-
5 sions reduction’ has the meaning given the term in
6 section 454(a).

7 “(3) INSTITUTION OF HIGHER EDUCATION.—
8 The term ‘institution of higher education’ has the
9 meaning given the term in section 101 of the Higher
10 Education Act of 1965 (20 U.S.C. 1001).

11 “(4) PROGRAM.—The term ‘program’ means
12 the program established under subsection (b).

13 “(b) ESTABLISHMENT.—Not later than 180 days
14 after the date of enactment of the CIT Act of 2019, the
15 Secretary shall establish a program to provide technical
16 assistance to eligible entities to carry out an activity de-
17 scribed in subsection (c).

18 “(c) ACTIVITIES DESCRIBED.—An activity referred
19 to in subsection (b) is any of the following activities car-
20 ried out for the purpose of achieving emissions reduction
21 in nonpower industrial sectors:

22 “(1) Adopting emissions reduction technologies.

23 “(2) Establishing goals and priorities to accel-
24 erate the development and evaluation of relevant
25 technologies.

1 “(3) Developing collaborations across States,
2 local governments, and territories and possessions of
3 the United States.

4 “(4) Reviewing the appropriate emissions re-
5 duction options for a particular eligible entity.

6 “(5) Developing a roadmap for emissions reduc-
7 tion for a particular eligible entity.

8 “(6) Any other activity determined appropriate
9 by the Secretary.

10 “(d) APPLICATIONS.—

11 “(1) IN GENERAL.—An eligible entity desiring
12 technical assistance under the program shall submit
13 to the Secretary an application at such time, in such
14 manner, and containing such information as the Sec-
15 retary may require.

16 “(2) APPLICATION PROCESS.—The Secretary
17 shall seek applications for technical assistance under
18 the program on a periodic basis, but not less fre-
19 quently than once every 12 months.

20 “(3) PRIORITIES.—In selecting eligible entities
21 for technical assistance under the program, the Sec-
22 retary shall give priority to an eligible entity—

23 “(A) carrying out an activity that has the
24 greatest potential for achieving emissions reduc-
25 tion in nonpower industrial sectors;

1 “(B) located in a State that has histori-
 2 cally relied on industrial sectors for a substan-
 3 tial portion of the State economy, as deter-
 4 mined by the Secretary, taking into account
 5 employment data, per capita income, and other
 6 indicators of economic output in the State; or

7 “(C) located in a State that has experi-
 8 enced significant decline in the economic con-
 9 tribution of industry to the State.

10 “(e) AUTHORIZATION OF APPROPRIATIONS.—There
 11 are authorized to be appropriated to the Secretary such
 12 sums as are necessary to carry out this section for each
 13 fiscal year during which the program is in effect.”.

14 (b) TECHNICAL AMENDMENT.—The table of contents
 15 of the Energy Independence and Security Act of 2007
 16 (Public Law 110–140; 121 Stat. 1494) (as amended by
 17 section 4(b)) is amended by inserting after the item relat-
 18 ing to section 455 the following:

“Sec. 456. Technical assistance program to implement industrial emissions re-
 duction.”.

19 **SEC. 6. COORDINATION OF RESEARCH AND DEVELOPMENT**
 20 **OF ENERGY EFFICIENT TECHNOLOGIES FOR**
 21 **INDUSTRY.**

22 Section 6(a) of the American Energy Manufacturing
 23 Technical Corrections Act (42 U.S.C. 6351(a)) is amend-
 24 ed—

1 (1) by striking “Industrial Technologies Pro-
2 gram” each place it appears and inserting “Ad-
3 vanced Manufacturing Office”; and

4 (2) in the matter preceding paragraph (1), by
5 striking “Office of Energy” and all that follows
6 through “Office of Science” and inserting “Depart-
7 ment of Energy”.

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