111TH CONGRESS 1ST SESSION S. 1713

To establish loan guarantee programs to develop biochar technology using excess plant biomass, to establish biochar demonstration projects on public land, and for other purposes.

IN THE SENATE OF THE UNITED STATES

SEPTEMBER 24, 2009

Mr. REID (for himself, Mr. BAUCUS, Mr. HATCH, Mr. TESTER, and Mr. UDALL of New Mexico) introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

A BILL

- To establish loan guarantee programs to develop biochar technology using excess plant biomass, to establish biochar demonstration projects on public land, 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 "Water Efficiency via

5 Carbon Harvesting and Restoration (WECHAR) Act of6 2009".

7 SEC. 2. FINDINGS AND PURPOSE.

8 (a) FINDINGS.—Congress finds that—

1 (1) numerous expert reports have brought at-2 tention to the negative impacts caused by invasive 3 weed species, including the consumption of water in 4 areas with diminishing supplies; (2) salt cedar, or Tamarix species, a noxious 5 6 and invasive plant commonly found on public land 7 can consume 200 gallons of water per plant each 8 day; 9 (3) salt cedar now covers as much as 1,000,000 10 acres of floodplains, riparian acres, wetland, and 11 lake margins in the Western United States; 12 (4) minimizing the impact of and eradicating 13 invasive species that wrest water from delicate wa-14 tersheds is in the best interest of the United States; 15 (5) as drought conditions worsen and legal re-16 quirements relating to water supply accelerate water 17 shortages, innovative approaches are needed to ad-18 dress the increasing demand for water; 19 (6) pine bark beetle has killed thousands of

acres of standing forests in the Western United
States, creating a hazardous buildup of dead tree
biomass that is a serious fire threat to those and
surrounding areas;

24 (7) biochar technology would result in a more25 cost-effective, environmentally beneficial, and suc-

1	cessful approach to combating invasive weeds and
2	removing excess biomass and plant waste from pub-
3	lic land;
4	(8) invasive weeds and excess biomass on public
5	land can serve as feedstock for biochar and alter-
6	native fuel production;
7	(9) it is in the best interest of the United
8	States to conduct a comprehensive and thorough re-
9	search, development, and demonstration program on
10	biochar and related bioenergy so as to better under-
11	stand how to use excess biomass available on public
12	land; and
13	(10) biochar production and use systems have
14	been shown to have many ancillary beneficial envi-
15	ronmental impacts.
16	(b) PURPOSES.—The purposes of this Act are—
17	(1) to restore the natural hydrology of Western
18	landscapes by removing water-intensive invasive
19	plant species;
20	(2) to reduce dangerous forest and rangeland
21	fuel loads;
22	(3) to develop technologies to convert undesir-
23	able invasive plant species to useful materials;
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1	(5) to provide technologies to land managers to
2	continue those processes into the future.
3	SEC. 3. DEFINITIONS.
4	In this Act:
5	(1) BIOCHAR.—The term "biochar" means
6	charcoal or black carbon derived from organic mat-
7	ter through pyrolysis.
8	(2) BIOENERGY.—The term "bioenergy" means
9	hydrocarbons derived from organic matter through
10	pyrolysis, including bio-oil, syngas, or thermal en-
11	ergy.
12	(3) Excess biomass.—
13	(A) IN GENERAL.—The term "excess bio-
14	mass" means any plant matter targeted for re-
15	moval from public land to promote ecosystem
16	health.
17	(B) INCLUSIONS.—The term "excess bio-
18	mass'' includes—
19	(i) trees or tree waste on public land;
20	(ii) wood and wood wastes and resi-
21	dues; and
22	(iii) weedy plants and grasses (includ-
23	ing aquatic, noxious, or invasive plants).
24	(4) FEEDSTOCK.—The term "feedstock" means
25	excess biomass in the form of plant matter or mate-

1	rials that serves as the raw material for the produc-
2	tion of biochar and bioenergy.
3	(5) INVASIVE PLANT SPECIES.—The term
4	"invasive plant species" means a species—
5	(A) that is nonnative to a specified eco-
6	system; and
7	(B) the introduction to an ecosystem of
8	which causes, or may cause, harm to—
9	(i) the economy;
10	(ii) the environment;
11	(iii) water resources; or
12	(iv) human, animal, or plant health.
13	(6) Secretary concerned.—The term "Sec-
14	retary concerned" means the Secretary of the Inte-
15	rior or the Secretary of Agriculture, as appropriate.
16	SEC. 4. RESOURCE ASSESSMENT.
17	(a) IN GENERAL.—The Director of the United States
18	Geological Survey shall conduct resources assessments
19	that collect and synthesize interagency and State data to
20	quantify—
21	(1) invasive plant species and excess biomass in
22	the form of dangerous fuel loads on public land that
	real of the second s
23	can be used for feedstock;

(3) estimated potential biochar and bioenergy
 producible from that feedstock; and

3 (4) potential water savings resulting from re4 moval of invasive plant species and excess biomass
5 on public land, by watershed.

6 (b) REPORT.—Not later than 1 year after the date 7 of enactment of this Act and biennially thereafter, the Di-8 rector of United States Geological Survey shall submit to 9 Congress a report that describes the results of each re-10 source assessment conducted under subsection (a).

11 SEC. 5. TECHNOLOGY RESEARCH.

(a) DEVELOPMENT OF MOBILE BIOCHAR PRODUCTION UNITS.—Not later than 1 year after the date of enactment of this Act and in accordance with subsection (c),
the Secretary of the Interior shall establish a program to
provide guarantees of loans by private institutions—

17 (1) to develop and optimize commercially and
18 technologically viable biochar production units
19 that—

20 (A) are designed to use woody invasive
21 plant species and excess biomass feedstock such
22 as tamarisk, pinyon pine, and juniper;

23 (B) produce net negative carbon emissions
24 relative to natural decomposition;

1	(C) are self-contained on a portable plat-
2	form suitable for deployment to remote loca-
3	tions and on unpaved roads; and
4	(D) can capture biochar and bioenergy
5	produced for immediate energy needs or trans-
6	port to market; and
7	(2) to produce, not later than 2 years after the
8	date of securing a guaranteed loan under this sec-
9	tion for the purposes described in section $7(a)(2)$, 4
10	biochar production units for deployment to remote
11	landscapes, of which—
12	(A) 2 shall be dedicated primarily to con-
13	tract work with the Bureau of Land Manage-
14	ment; and
15	(B) 2 shall be dedicated primarily to con-
16	tract work with the National Park Service.
17	(b) Development of Fixed Biochar Production
18	UNITS.—Not later than 1 year after the date of enactment
19	of this Act and in accordance with subsection (c), the Sec-
20	retary of Agriculture shall establish a program to provide
21	guarantees of loans by private institutions—
22	(1) to develop and optimize commercially and
23	technologically viable biochar production units
24	that—

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1	(A) while not necessarily self contained,
2	can be disassembled, moved, and reassembled to
3	be operational on a new site within 30 days, so
4	as to support fuels reduction work;
5	(B) are designed to use excess biomass
6	feedstock, such as trees killed by bark beetle in-
7	festations;
8	(C) produce net negative carbon emissions
9	relative to natural decomposition;
10	(D) can capture biochar and bioenergy
11	produced for immediate energy needs or trans-
12	port to market; and
13	(2) to produce, not later than 2 years after the
14	date of securing a guaranteed loan under this sec-
15	tion for the purposes described in section $7(a)(3)$, 2
16	biochar production units for deployment to remote
17	landscapes.
18	(c) GUARANTEED LOAN PROGRAM.—
19	(1) IN GENERAL.—The Secretary concerned
20	may provide loan guarantees under this section to
21	an applicant if the biochar production units pro-
22	duced by the applicant will be dedicated primarily to
23	contract restoration work with the Bureau of Land
24	Management, National Park Service, or Forest Serv-
25	ice, using—

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1	(A) pinyon pine and juniper feedstock in
2	the Great Basin;
3	(B) tamarisk feedstock in the Mojave
4	Desert; or
5	(C) excess biomass feedstock, such as trees
6	killed by bark beetle infestations in the Inter-
7	mountain West.
8	(2) CRITERIA.—In selecting recipients of loan
9	guarantees from among applicants, the Secretary
10	concerned shall give preference to proposals that, as
11	determined by the Secretary concerned—
12	(A) meet all applicable Federal and State
13	permitting requirements;
14	(B) are most likely to be successful; and
15	(C) are located in local markets that have
16	the greatest need for the biochar production
17	units due to—
18	(i) identified high-priority landscape
19	restoration needs;
20	(ii) availability of sufficient quantities
21	of feedstocks described in subsection (b);
22	or
23	(iii) a high level of demand for
24	biochar or other commercial byproducts of
25	the biochar production units.

(3) MATURITY.—A loan guaranteed under this
 section shall have a maturity of not more than 20
 years.

4 (4) TERMS AND CONDITIONS.—The loan agree5 ment for a loan guaranteed under this section shall
6 provide that no provision of the loan agreement may
7 be amended or waived without the consent of the
8 Secretary.

9 (5) GUARANTEE FEE.—The recipient of a loan 10 guarantee under this section shall pay to the Sec-11 retary concerned a guarantee fee in an amount de-12 termined by the Secretary concerned to be sufficient 13 to cover the administrative costs of the Secretary 14 concerned relating to the loan guarantee.

15 (6) Full faith and credit.—

16 (A) IN GENERAL.—The full faith and cred17 it of the United States is pledged to the pay18 ment of all guarantees made by the Secretary
19 concerned under this section.

20 (B) EVIDENCE.—Any guarantee made by
21 the Secretary concerned under this section shall
22 be conclusive evidence of the eligibility of the
23 loan for the guarantee with respect to principal
24 and interest.

(C) VALIDITY.—The validity of any guarantee made by the Secretary concerned under this section shall be incontestable in the hands of a holder of the guaranteed loan.

5 (7) ANNUAL REPORTS.—Until the date on 6 which each guaranteed loan under this section has 7 been repaid in full, each year the Secretary con-8 cerned shall submit to Congress a report on the ac-9 tivities of the Secretary concerned under this section 10 during the preceding year.

11 SEC. 6. EXISTING TECHNOLOGY.

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(a) IN GENERAL.—The Secretary of the Interior and
the Secretary of Agriculture shall each establish a program to provide guarantees of loans by private institutions
for the construction or acquisition of facilities for the production of biochar.

(b) REQUIREMENT.—The Secretary concerned may
provide a loan guarantee under this section to an applicant
if facilities constructed or acquired by the applicant will
be dedicated primarily to contract restoration work with
the Bureau of Land Management, National Park Service,
or Forest Service, using—

23 (1) pinyon pine and juniper feedstock in the24 Great Basin;

25 (2) tamarisk feedstock in the Mojave Desert; or

1	(3) excess biomass feedstock, such as trees
2	killed by bark beetle infestations in the Inter-
3	mountain West.
4	(c) CRITERIA.—In selecting recipients of loan guar-
5	antees from among applicants, the Secretary concerned
6	shall give preference to proposals that, as determined by
7	the Secretary concerned—
8	(1) meet all applicable Federal and State per-
9	mitting requirements;
10	(2) are most likely to be successful; and
11	(3) are located in local markets that have the
12	greatest need for the facility due to—
13	(A) identified high-priority landscape res-
14	toration needs;
15	(B) availability of sufficient quantities of
16	feedstocks described in subsection (b); or
17	(C) a high level of demand for biochar or
18	other commercial byproducts of the facility.
19	(d) MATURITY.—A loan guaranteed under this sec-
20	tion shall have a maturity of not more than 20 years.
21	(e) TERMS AND CONDITIONS.—The loan agreement
22	for a loan guaranteed under this section shall provide that
23	no provision of the loan agreement may be amended or
24	waived without the consent of the Secretary concerned.

(f) GUARANTEE FEE.—The recipient of a loan guar antee under this section shall pay the Secretary concerned
 a guarantee fee in an amount determined by the Secretary
 concerned to be sufficient to cover the administrative costs
 of the Secretary concerned relating to the loan guarantee.

6 (g) Full Faith and Credit.—

7 (1) IN GENERAL.—The full faith and credit of
8 the United States is pledged to the payment of all
9 guarantees made by the Secretary concerned under
10 this section.

(2) EVIDENCE.—Any guarantee made by the
Secretary concerned under this section shall be conclusive evidence of the eligibility of the loan for the
guarantee with respect to principal and interest.

(3) VALIDITY.—The validity of any guarantee
made by the Secretary concerned under this section
shall be incontestable in the hands of a holder of the
guaranteed loan.

(h) ANNUAL REPORTS.—Until the date on which
each guaranteed loan under this section has been repaid
in full, each year the Secretary concerned shall submit to
Congress a report on the activities of the Secretary concerned under this section during the preceding year.

24 SEC. 7. DEPLOYMENT.

25 (a) NEW TECHNOLOGY.—

1	(1) IN GENERAL.—Not later than 2 years after
2	the date of enactment of this Act, the Secretary of
3	the Interior and the Secretary of Agriculture shall
4	initiate 3-year programs to employ the biochar pro-
5	duction units provided under section 5 in pilot appli-
6	cations in various climates and ecosystems of the
7	United States.
8	(2) MOBILE UNITS.—In the case of biochar pro-
9	duction units developed or optimized under section
10	5(a)—
11	(A) the Director of the National Park
12	Service shall carry out initial programs using
13	invasive tamarisk in the Mojave Desert as feed-
14	stock; and
15	(B) the Director of the Bureau of Land
16	Management shall carry out initial programs
17	using excess pinyon pine and juniper biomass in
18	the Great Basin as feedstock.
19	(3) FIXED UNITS.—In the case of biochar pro-
20	duction units developed or optimized under section
21	5(b), the Chief of the Forest Service shall carry out
22	the initial program using bark beetle-killed trees in
23	the Intermountain West.
24	(b) EXISTING TECHNOLOGY.—

1 (1) IN GENERAL.—Not later than 180 days 2 after enactment of this Act, the Secretary of the In-3 terior and the Secretary of Agriculture shall prepare 4 plans for carrying out 3-year landscape restoration 5 programs in various climates and ecosystems of the 6 United States to employ facilities constructed or ac-7 quired under section 6.

8 (2) REQUIREMENTS.—In carrying out the land-9 scape restoration programs described in paragraph 10 (1), the Secretary of the Interior and the Secretary 11 of Agriculture shall carry out programs using 12 invasive tamarisk in the Mojave Desert, excess 13 pinyon pine and juniper biomass in the Great Basin, 14 and bark beetle-killed trees in the Intermountain 15 West.

16 SEC. 8. APPLICATION AND MARKET RESEARCH.

(a) ATTRIBUTES.—Not later than 1 year after the
date of enactment of this Act, the Secretary of Agriculture
shall provide competitive grants to conduct research and
analysis that identifies—

(1) attributes and composition profiles of
biochar produced from different feedstocks for use
as soil amendments; and

24 (2) attributes and composition profiles of bio-25 energy produced from different feedstocks for use as

1	fuel for transportation, heating, or other uses identi-
2	fied in subsection (b)(1).

3 (b) MARKET DEVELOPMENT.—Not later than 1 year
4 after the date of enactment of this Act, the Secretary of
5 Agriculture, acting through the Director of the National
6 Institute of Food and Agriculture, the Administrator of
7 the Agricultural Research Service, and the Administrator
8 of the Agricultural Marketing Service shall provide com9 petitive grants to conduct research and analysis that—

10 (1) identifies potential uses and markets for11 biochar and bioenergy; and

12 (2) in the case of economic and life-cycle issues,13 analyzes—

14 (A) the full production costs versus the
15 economic benefits of biochar production sys16 tems;

17 (B) the impact of the production and use
18 of biochar, including the performance of biochar
19 in carbon sequestration programs; and

20 (C) the availability of feedstocks and the
21 efficiency of using those feedstock for biochar
22 production as compared to other biofuel-produc23 tion systems.

24 (c) ENVIRONMENTAL REVIEW.—Not later than 125 year after the date of enactment of this Act, the Secretary

1	of Agriculture shall provide competitive grants to conduct
2	research and analysis relating to—
3	(1) the environmental benefits of biochar pro-
4	duction and use, including—
5	(A) the water savings resulting from re-
6	ducing populations of invasive or noxious plant
7	species;
8	(B) the potential of biochar production
9	systems—
10	(i) to reduce fertilizer use, nutrient
11	leaching, and run-off; and
12	(ii) to reduce water pollution from
13	feedlot runoff by capturing ammonia; and
14	(C) the reduction in greenhouse gas emis-
15	sions resulting from the production and use of
16	related bioenergy;
17	(2) the potential environmental impacts of
18	biochar and bioenergy use, including—
19	(A) the potential toxicity and other adverse
20	ecosystem effects resulting from biochar pro-
21	duction or use of different biochars, as identi-
22	fied under subsection $(a)(1)$;
23	(B) the characterization of combustion
24	products of bioenergy, as identified under sub-

1 section (a)(2), and the effects of those combus-2 tion products on air and water quality; and 3 (C) impacts on human health and safety. 4 (d) DEVELOPMENT OF BIOCHAR IN LANDSCAPE RES-5 TORATION.—Not later than 1 year after the date of enactment of this Act, the Secretary of Agriculture, acting 6 through the Director of the National Institute of Food and 7 8 Agriculture and the Administrator of the Agricultural Re-9 search Service, shall provide competitive grants to re-10 search and analyze— 11 (1) the potential uses of biochar in landscape 12 restoration in different ecosystems and soil types; 13 (2) the relative benefits and potential adverse 14 effects of use of different biochars, as identified 15 under subsection (a)(1) in different western eco-

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17 (3) the safety and efficacy of different methods18 of application.

19 SEC. 9. AUTHORIZATION OF APPROPRIATIONS.

systems and soil types; and

There are authorized to be appropriated to carry out sections 4 through 8, including for the cost of grants and loan guarantees under those sections, such sums as are necessary for each of fiscal years 2010 through 2016.

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