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## United States Senate

COMMITTEE ON ENERGY AND NATURAL RESOURCES WASHINGTON, DC 20510–6150

WWW.ENERGY.SENATE.GOV

December 14, 2022

The Honorable Jennifer Granholm Secretary U.S. Department of Energy 1000 Independence Ave., SW Washington, DC 20585

Dear Secretary Granholm,

I write to request that you conduct a thorough review of all the Department of Energy's (DOE) policies and procedures related to the awarding of loans and grants to companies with leadership and/or financial ties to the People's Republic of China. The results of this review must be made available to the Senate Committee on Energy and Natural Resources. My request follows the latest news of DOE funneling taxpayer funds to China-connected companies, this time to LanzaTech Inc. LanzaTech, a carbon capture technology company has received more than \$10 million from DOE.<sup>1</sup>

LanzaTech has clear ties to the PRC. According to its recent Securities and Exchange Commission (SEC) filings, "[LanzaTech's] business operations in China include a joint venture, several strategic investors located in China, including Sinopec, and a core team of technical, business and administrative professionals at a LanzaTech office in Shanghai." They further state, "we are subject to the risk that the Chinese government may intervene or influence our operations at any time."<sup>2</sup>

LanzaTech's 2021 Annual Report, in which you are prominently featured,<sup>3</sup> highlights Bo Ren, the Managing Director for Sinopec Capital, the investment arm of the Chinese state-owned oil conglomerate. Mr. Ren, who sits on LanzaTech's Board of Directors, previously worked for CITIC, a state-owned investment company. He also graduated from Tianjin University, which is on a federal trade blacklist for "systematically coordinat[ing] and committ[ing] more than a dozen instances of theft of trade secrets from U.S. corporations."<sup>4</sup>

The Department cannot afford to keep making the same mistake of enriching China's technological efforts at the expense of taxpayers. It is imperative you conduct this review as the awarding of these grants and loans directly impacts the national security of the United States.

<sup>&</sup>lt;sup>1</sup> Anderson, Collin. "Biden's Energy Department Funnels Millions to Beijing-Backed Green Energy Company." Washington Free Beacon, December 14, 2022. https://freebeacon.com/national-security/bidens-energy-department-funnels-millions-to-beijing-backed-green-energy-company/.

<sup>&</sup>lt;sup>2</sup> "FORM S-4 - REGISTRATION STATEMENT UNDER THE SECURITIES ACT OF 1933." Securities and Exchange Commission, November 22, 2022. https://www.sec.gov/Archives/edgar/data/1843724/000110465922118586/amci-20220630xs4a.htm.

<sup>&</sup>lt;sup>3</sup> "2021 Annual Report." LanzaTech, 2022. https://lanzatech.com/wp-content/uploads/2022/08/LanzaTech\_2021\_Annual\_Report.pdf. <sup>4</sup> Bureau of Industry and Security, and Matthew S Borman, 85 Addition of Entities to the Entity List, Revision of Entry on the Entity List, and Removal of Entities From the Entity List § (20740). https://www.govinfo.gov/content/pkg/FR-2020-12-22/pdf/2020-28031.pdf.

I look forward to your prompt reply to both this letter and my letter of December 7, 2022. Additionally, please provide the results of the Department's review no later than January 31, 2023.

Sincerely,

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John Barrasso, M.D. Ranking Member