111TH CONGRESS 1ST SESSION



To strengthen American manufacturing through improved industrial energy efficiency, and for other purposes.

## IN THE SENATE OF THE UNITED STATES

Mr. BINGAMAN (for himself, Ms. COLLINS, Ms. STABENOW, Ms. SNOWE, Mr. BAYH, Mr. BROWN, and Mr. PRYOR) introduced the following bill; which was read twice and referred to the Committee on \_\_\_\_\_\_

# A BILL

To strengthen American manufacturing through improved industrial energy efficiency, 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 "Restoring America's

5 Manufacturing Leadership through Energy Efficiency Act6 of 2009".

7 SEC. 2. INDUSTRIAL ENERGY EFFICIENCY GRANT PRO 8 GRAM.

9 Section 399A of the Energy Policy and Conservation
10 Act (42 U.S.C. 6371h–1) is amended—

1	(1) in the section heading, by inserting " $AND$
2	<b>INDUSTRY</b> " before the period at the end;
3	(2) by redesignating subsections (h) and (i) as
4	subsections (i) and (j), respectively; and
5	(3) by inserting after subsection (g) the fol-
6	lowing:
7	"(h) Industrial Energy Efficiency Grant Pro-
8	GRAM.—
9	"(1) IN GENERAL.—The Secretary shall carry
10	out a program under which the Secretary shall pro-
11	vide grants to eligible lenders to pay the Federal
12	share of creating a revolving loan program under
13	which loans are provided to commercial and indus-
14	trial manufacturers to implement commercially avail-
15	able technologies or processes that significantly—
16	"(A) reduce systems energy intensity, in-
17	cluding the use of energy intensive feedstocks;
18	and
19	"(B) improve the industrial competitive-
20	ness of the United States.
21	"(2) ELIGIBLE LENDERS.—To be eligible to re-
22	ceive a grant under this subsection, a lender shall—
23	"(A) be a community and economic devel-
24	opment lender that the Secretary certifies meets
25	the requirements of this subsection;

1	"(B) lead a partnership that includes par-
2	ticipation by, at a minimum—
3	"(i) a State government agency; and
4	"(ii) a private financial institution or
5	other provider of loan capital;
6	"(C) submit an application to the Sec-
7	retary, and receive the approval of the Sec-
8	retary, for a grant to carry out a loan program
9	described in paragraph (1); and
10	"(D) ensure that non-Federal funds are
11	provided to match, on at least a dollar-for-dol-
12	lar basis, the amount of Federal funds that are
13	provided to carry out a revolving loan program
14	described in paragraph (1).
15	"(3) PRIORITY.—In making grants under this
16	subsection, the Secretary shall provide a priority to
17	partnerships that include a power producer or dis-
18	tributor.
19	"(4) AWARD.—The amount of a grant provided
20	to an eligible lender shall not exceed $100,000,000$
21	for any fiscal year.
22	"(5) ELIGIBLE PROJECTS.—A program for
23	which a grant is provided under this subsection shall
24	be designed to accelerate the implementation of in-

1	dustrial and commercial applications of technologies
2	or processes that—
3	"(A) improve energy efficiency;
4	"(B) enhance the industrial competitive-
5	ness of the United States; and
6	"(C) achieve such other goals as the Sec-
7	retary determines to be appropriate.
8	"(6) EVALUATION.—The Secretary shall evalu-
9	ate applications for grants under this subsection on
10	the basis of—
11	"(A) the description of the program to be
12	carried out with the grant;
13	"(B) the commitment to provide non-Fed-
14	eral funds in accordance with paragraph
15	(2)(D);
16	"(C) program sustainability over a 10-year
17	period;
18	"(D) the capability of the applicant;
19	"(E) the quantity of energy savings or en-
20	ergy feedstock minimization;
21	((F) the advancement of the goal under
22	this Act of 25-percent energy avoidance;
23	"(G) the ability to fund energy efficient
24	projects not later than 120 days after the date
25	of the grant award; and

"(H) such other factors as the Secretary
 determines appropriate.

3 "(7) AUTHORIZATION OF APPROPRIATIONS.—
4 There is authorized to be appropriated to carry out
5 this subsection \$500,000,000 for each of fiscal years
6 2010 through 2012.".

7 SEC. 3. COORDINATION OF RESEARCH AND DEVELOPMENT
8 OF ENERGY EFFICIENT TECHNOLOGIES FOR
9 INDUSTRY.

10 As part of the research and development activities of 11 the Industrial Technologies Program of the Department 12 of Energy, the Secretary of Energy shall establish, as ap-13 propriate, collaborative research and development partnerships with other programs within the Office of Energy Ef-14 15 ficiency and Renewable Energy, including the Building Technologies Program, the Office of Electricity Delivery 16 17 and Energy Reliability, and programs of the Office of Science-18

(1) to leverage the research and development
expertise of those programs to promote early stage
energy efficiency technology development; and

(2) to apply the knowledge and expertise of the
Industrial Technologies Program to help achieve the
program goals of the other programs.

1	SEC. 4. ENERGY EFFICIENT TECHNOLOGIES ASSESSMENT.
2	(a) IN GENERAL.—Not later than 60 days after the
3	date of enactment of this Act, the Secretary of Energy
4	shall commence an assessment of commercially available,
5	cost competitive energy efficiency technologies that are not
6	widely implemented within the United States for the en-
7	ergy intensive industries of—
8	(1) steel;
9	(2) aluminum;
10	(3) forest and paper products;
11	(4) food processing;
12	(5) metal casting;
13	(6) glass;
14	(7) chemicals; and
15	(8) other industries that (as determined by the
16	Secretary)—
17	(A) use large quantities of energy;
18	(B) emit large quantities of greenhouse
19	gas; or
20	(C) use a rapidly increasing quantity of en-
21	ergy.
22	(b) REPORT.—Not later than 1 year after the date
23	of enactment of this Act, the Secretary shall publish a re-
24	port, based on the assessment conducted under subsection
25	(a), that contains—

1 (1) a detailed inventory describing the cost, en-2 ergy, and greenhouse gas emission savings of each 3 technology described in subsection (a); 4 (2) for each technology, the total cost, energy, 5 and greenhouse gas emissions savings if the tech-6 nology is implemented throughout the industry of 7 the United States: 8 (3) for each industry, an assessment of total 9 possible cost, energy, and greenhouse gas emissions 10 savings possible if state-of-the art, cost-competitive, 11 commercial energy efficiency technologies were 12 adopted; and 13 (4) for each industry, a comparison to the Eu-14 ropean Union, Japan, and other appropriate coun-15 tries of energy efficiency technology adoption rates, 16 as determined by the Secretary. 17 SEC. 5. FUTURE OF INDUSTRY PROGRAM. 18 (a) IN GENERAL.—Section 452(c)(2) of the Energy 19 Independence and Security Act of 2007 (42 U.S.C. 20 17111(c)(2)) is amended by striking the section heading 21 and inserting the following: "FUTURE OF INDUSTRY 22 PROGRAM". 23 (b) INDUSTRY-SPECIFIC ROAD MAPS.—Section 24 452(c)(2) of the Energy Independence and Security Act

25 of 2007 (42 U.S.C. 17111(c)(2)) is amended—

1	(1) in subparagraph (E), by striking "and" at
2	the end;
3	(2) by redesignating subparagraph (F) as sub-
4	paragraph (G); and
5	(3) by inserting after subparagraph (E) the fol-
6	lowing:
7	"(F) research to establish (through the In-
8	dustrial Technologies Program and in collabora-
9	tion with energy-intensive industries) a road
10	map process under which—
11	"(i) industry-specific studies are con-
12	ducted to determine the intensity of energy
13	use, greenhouse gas emissions, and waste
14	and operating costs, by process and sub-
15	process;
16	"(ii) near-, mid-, and long-term tar-
17	gets of opportunity are established for syn-
18	ergistic improvements in efficiency, sus-
19	tainability, and resilience; and
20	"(iii) public/private actionable plans
21	are created to achieve roadmap goals;
22	and".
23	(c) Industrial Research and Assessment Cen-
24	TERS.—

1	(1) IN GENERAL.—Section 452(e) of the En-
2	ergy Independence and Security Act of $2007$ (42)
3	U.S.C. 17111(e)) is amended—
4	(A) by redesignating paragraphs (1)
5	through (5) as subparagraphs (A) through (E),
6	respectively, and indenting appropriately;
7	(B) by striking "The Secretary" and in-
8	serting the following:
9	"(1) IN GENERAL.—The Secretary";
10	(C) in subparagraph (A) (as redesignated
11	by subparagraph (A)), by inserting before the
12	semicolon at the end the following: ", including
13	assessments of sustainable manufacturing goals
14	and the implementation of information tech-
15	nology advancements for supply chain analysis,
16	logistics, industrial and manufacturing proc-
17	esses, and other purposes"; and
18	(D) by adding at the end the following:
19	"(2) CENTERS OF EXCELLENCE.—
20	"(A) IN GENERAL.—The Secretary shall
21	establish a Center of Excellence at up to 10 of
22	the highest performing industrial research and
23	assessment centers, as determined by the Sec-
24	retary.

1	"(B) DUTIES.—A Center of Excellence
2	shall coordinate with and advise the industrial
3	research and assessment centers located in the
4	region of the Center of Excellence.
5	"(C) FUNDING.—Subject to the availability
6	of appropriations, of the funds made available
7	under subsection (f), the Secretary shall use to
8	support each Center of Excellence not less than
9	\$500,000 for fiscal year 2010 and each fiscal
10	year thereafter, as determined by the Secretary.
11	"(3) Expansion of centers.—The Secretary
12	shall provide funding to establish additional indus-
13	trial research and assessment centers at institutions
14	of higher education that do not have industrial re-
15	search and assessment centers established under
16	paragraph (1).
17	"(4) COORDINATION.—
18	"(A) IN GENERAL.—To increase the value
19	and capabilities of the industrial research and
20	assessment centers, the centers shall—
21	"(i) coordinate with Manufacturing
22	Extension Partnership Centers of the Na-
23	tional Institute of Science and Technology;
24	"(ii) coordinate with the Building
25	Technologies Program of the Department

1	of Energy to provide building assessment
2	services to manufacturers;
3	"(iii) increase partnerships with the
4	National Laboratories of the Department
5	of Energy to leverage the expertise and
6	technologies of the National Laboratories
7	for national industrial and manufacturing
8	needs;
9	"(iv) identify opportunities for reduc-
10	ing greenhouse gas emissions; and
11	"(v) promote sustainable manufac-
12	turing practices for small- and medium-
13	sized manufacturers.
14	"(5) OUTREACH.—The Secretary shall provide
15	funding for—
16	"(A) outreach activities by the industrial
17	research and assessment centers to inform
18	small- and medium-sized manufacturers of the
19	information, technologies, and services avail-
20	able; and
21	"(B) a full-time equivalent employee at
22	each center of excellence whose primary mission
23	shall be to coordinate and leverage the efforts
24	of the center with—
25	"(i) Federal and State efforts;

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1	"(ii) the efforts of utilities; and
2	"(iii) the efforts of other centers in
3	the region of the center of excellence.
4	"(6) Workforce training.—
5	"(A) IN GENERAL.—The Secretary shall
6	pay the Federal share of associated internship
7	programs under which students work with in-
8	dustries and manufactures to implement the
9	recommendations of industrial research and as-
10	sessment centers.
11	"(B) FEDERAL SHARE.—The Federal
12	share of the cost of carrying out internship pro-
13	grams described in subparagraph (A) shall be
14	50 percent.
15	"(C) FUNDING.—Subject to the availability
16	of appropriations of appropriations, of the
17	funds made available under subsection (f), the
18	Secretary shall use to carry out this paragraph
19	not less than $$5,000,000$ for fiscal year 2010
20	and each fiscal year thereafter.
21	"(7) Small business loans.—The Adminis-
22	trator of the Small Business Administration shall, to
23	the maximum practicable, expedite consideration of
24	applications from eligible small business concerns for
25	loans under the Small Business Act (15 U.S.C. 631

1	et seq.) for loans to implement recommendations of
2	industrial research and assessment centers estab-
3	lished under paragraph (1).".
4	(d) FUTURE OF INDUSTRY PROGRAM.—Section
5	452(f) of the Energy Independence and Security Act of
6	2007 (42 U.S.C. 17111(f)) is amended—
7	(1) in paragraph $(1)$ —
8	(A) in subparagraph (C), by striking
9	"\$196,000,000" and inserting "\$216,000,000";
10	(B) in subparagraph (D), by striking
11	"\$202,000,000" and inserting "\$232,000,000";
12	and
13	(C) in subparagraph (E), by striking
14	"\$208,000,000" and inserting "\$248,000,000";
15	and
16	(2) by adding at the end the following:
17	"(4) Industrial research and assessment
18	CENTERS.—Of the amounts made available under
19	paragraph (1), the Secretary shall use to provide
20	funding to industrial research and assessment cen-
21	ters under subsection (e) not less than—
22	"(A) \$20,000,000 for fiscal year 2010;
23	"(B) \$30,000,000 for fiscal year 2011; and
24	"(C) $$40,000,000$ for fiscal year 2012 and
25	each fiscal year thereafter.".

#### 1 SEC. 6. SUSTAINABLE MANUFACTURING INITIATIVE.

2 (a) IN GENERAL.—Part E of title III of the Energy
3 Policy and Conservation Act (42 U.S.C. 6341) is amended
4 by adding at the end the following:

#### 5 "SEC. 376. SUSTAINABLE MANUFACTURING INITIATIVE.

6 "(a) IN GENERAL.—As part of the Industrial Tech-7 nologies Program of the Department of Energy, the Sec-8 retary shall carry out a sustainable manufacturing initia-9 tive under which the Secretary shall conduct onsite tech-10 nical reviews and followup implementation—

11 "(1) to maximize the energy efficiency of sys-12 tems;

13 "(2) to identify and reduce harmful emissions14 and hazardous waste;

15 "(3) to identify and reduce the use of water in16 manufacturing processes;

17 "(4) to identify material substitutes that are18 not harmful to the environment; and

19 "(5) to achieve such other goals as the Sec-20 retary determines to be appropriate.

21 "(b) COORDINATION.—The Secretary shall carry out22 the initiative in coordination with—

23 "(1) the Manufacturing Extension Partnership
24 Program of the National Institute of Standards and
25 Technology; and

"(2) the Administrator of the Environmental
 Protection Agency.

3 "(c) Research and Development Program for 4 SUSTAINABLE MANUFACTURING AND INDUSTRIAL TECH-5 NOLOGIES AND PROCESSES.—As part of the Industrial Technologies Program of the Department of Energy, the 6 7 Secretary shall carry out a joint industry-government 8 partnership program to conduct research and development 9 of new sustainable manufacturing and industrial tech-10 nologies and processes that maximize the energy efficiency of systems, reduce pollution, and conserve natural re-11 12 sources.

13 "(d) AUTHORIZATION OF APPROPRIATIONS.—There
14 are authorized to be appropriated such sums as are nec15 essary to carry out this section.".

16 (b) TABLE OF CONTENTS.—The table of contents of
17 the Energy Policy and Conservation Act (42 U.S.C. prec.
18 6201) is amended by adding at the end of the items relat19 ing to part E of title III the following:
"Sec. 376. Sustainable manufacturing initiative.".

#### 20 SEC. 7. INNOVATION IN INDUSTRY GRANTS.

21 Section 1008 of the Energy Policy Act of 2005 (42
22 U.S.C. 16396) is amended by adding at the end the fol23 lowing:

24 "(g) INNOVATION IN INDUSTRY GRANTS.—

1	"(1) IN GENERAL.—As part of the program
2	under this section, the Secretary shall carry out a
3	program to pay the Federal share of competitively
4	awarding grants to State-industry partnerships in
5	accordance with this subsection to develop, dem-
6	onstrate, and commercialize new technologies or
7	processes for industries that significantly—
8	"(A) reduce energy use and energy inten-
9	sive feedstocks;
10	"(B) reduce pollution and greenhouse gas
11	emissions;
12	"(C) reduce industrial waste; and
13	"(D) improve domestic industrial cost com-
14	petitiveness.
15	"(2) Administration.—
16	"(A) APPLICATIONS.—A State-industry
17	partnership seeking a grant under this sub-
18	section shall submit to the Secretary an applica-
19	tion for a grant to carry out a project to dem-
20	onstrate an innovative energy efficiency tech-
21	nology or process described in paragraph (1).
22	"(B) COST SHARING.—To be eligible to re-
23	ceive a grant under this subsection, a State-in-
24	dustry partnership shall agree to match, on at
25	least a dollar-for-dollar basis, the amount of

1	Federal funds that are provided to carry out
2	the project.
3	"(C) GRANT.—The Secretary shall provide
4	to a State-industry partnership selected under
5	this subsection a 1-time grant of not more than
6	\$500,000 to initiate the project.
7	"(3) ELIGIBLE PROJECTS.—A project for which
8	a grant is received under this subsection shall be de-
9	signed to demonstrate successful—
10	"(A) industrial applications of energy effi-
11	cient technologies or processes that reduce costs
12	to industry and prevent pollution and green-
13	house gas releases; or
14	"(B) energy efficiency improvements in
15	material inputs, processes, or waste streams to
16	enhance the industrial competitiveness of the
17	United States.
18	"(4) EVALUATION.—The Secretary shall evalu-
19	ate applications for grants under this subsection on
20	the basis of—
21	"(A) the description of the concept;
22	"(B) cost-efficiency;
23	"(C) the capability of the applicant;
24	"(D) the quantity of energy savings;

"(E) the commercialization or marketing
plan; and
"(F) such other factors as the Secretary
determines to be appropriate.".
SEC. 8. STUDY OF ADVANCED ENERGY TECHNOLOGY MAN-
UFACTURING CAPABILITIES IN THE UNITED
STATES.
(a) IN GENERAL.—The Secretary of Energy shall
enter into an arrangement with the National Academy of
Sciences under which the Academy shall conduct a study
of the development of advanced manufacturing capabilities
for various energy technologies, including—
(1) an assessment of the manufacturing supply
chains of established and emerging industries;
(2) an analysis of—
(A) the manner in which supply chains
have changed over the 25-year period ending on
the date of enactment of this Act;
(B) current trends in supply chains; and
(C) the energy intensity of each part of the
supply chain and opportunities for improve-
ment;
(3) for each technology or manufacturing sec-
tor, an analysis of which sections of the supply chain
are critical for the United States to retain or develop

to be competitive in the manufacturing of the tech nology;

3 (4) an assessment of which emerging energy
4 technologies the United States should focus on to
5 create or enhance manufacturing capabilities; and

6 (5) recommendations on the leveraging the ex7 pertise of energy efficiency and renewable energy
8 user facilities so that best materials and manufac9 turing practices are designed and implemented.

10 (b) REPORT.—Not later than 2 years after the date 11 on which the Secretary enters into the agreement with the 12 Academy described in subsection (a), the Academy shall 13 submit to the Committee on Energy and Natural Resources of the Senate, the Committee on Energy and Com-14 15 merce of the House of Representatives, and the Secretary a report describing the results of the study required under 16 17 this section, including any findings and recommendations. 18 SEC. 9. INDUSTRIAL TECHNOLOGIES STEERING COM-19 MITTEE.

The Secretary of Energy shall establish an advisory
steering committee to provide recommendations to the
Secretary on planning and implementation of the Industrial Technologies Program of the Department of Energy.

# 1 SEC. 10. AUTHORIZATION OF APPROPRIATIONS.

- 2 There are authorized to be appropriated to the Sec-
- 3 retary such sums as are necessary to carry out this Act.