











**Industrial Decarbonization and Emissions Reduction Demonstration-to-Deployment Notice of Intent – Informational Webinar** 

U.S. Department of Energy





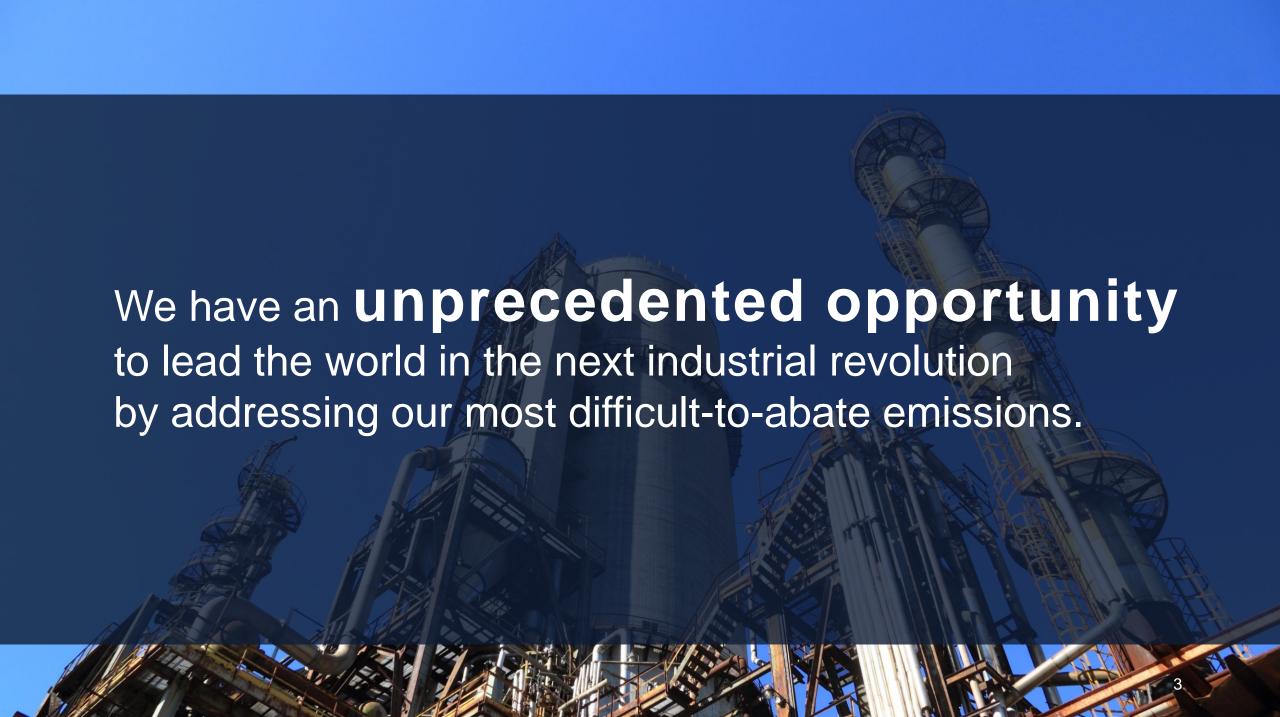
#### **Disclaimer**

Only publicly available information provided in the OCED Notice of Intent (NOI) is discussed in this webinar.

Attending the webinar and watching the recording is completely voluntary and will not impact an applicant's selection.

This webinar is not a rule or regulation. If there are any inconsistencies between the NOI and the statements in this webinar, the NOI is the controlling document.





# Goals for Today's Webinar

Introduce the Office of Clean Energy Demonstrations

Describe the Industrial Demonstrationsto-Deployment Opportunity

**Guide Community Benefits Planning** 

**Provide Context and Next Steps** 





### **OCED's Mission**

Deliver clean energy technology demonstration projects at scale in partnership with the private sector to accelerate deployment, market adoption, and the equitable transition to a decarbonized energy system."



#### **OCED's Mandate**



CENTER OF EXCELLENCE

Serve as primary DOE office to deliver full scale clean energy demonstration projects and project management oversight excellence





Help enable 100% clean electricity by 2035 and net zero emissions by 2050 through an equitable energy transition





Unlock trillion-dollar clean energy follow on investment from the private sector and other sources of capital





Maintain risk-based, balanced, and defensible portfolio of investments

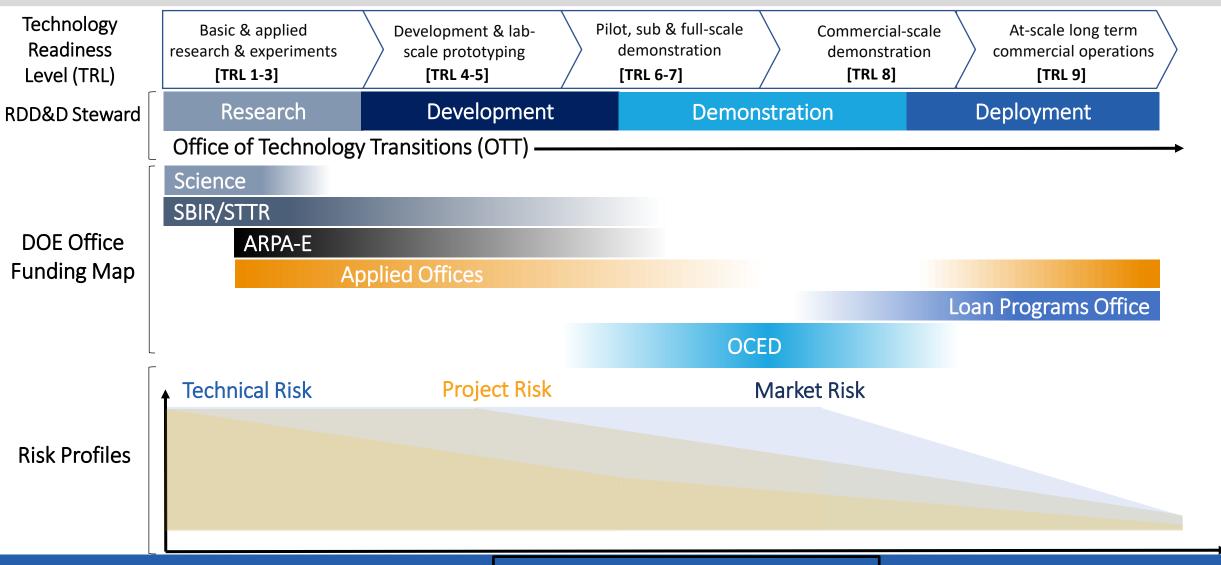




Leverage private sector and broader energy ecosystem to inform OCED and DOE technology commercialization efforts



### OCED's Role within the U.S. Department of Energy





### OCED's Scope

OCED is a multi-technology office tapped by the Bipartisan Infrastructure Law and the Inflation Reduction Act for

### \$25+ billion

and is collaborating closely with experts across the Department.



Regional Clean Hydrogen Hubs (\$7 billion)



Carbon
Management
(\$7 billion)



Industrial Demonstrations (\$6.3 billion)



Advanced Reactor Demonstrations (\$2.5 billion)



Long-Duration Energy Storage Demonstrations (\$505 million)



Energy Improvements in Rural or Remote Areas (\$1 billion)



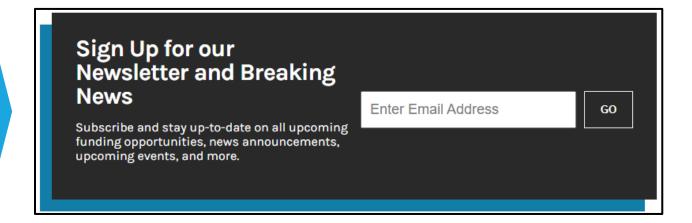
Clean Energy Demonstrations on Mine Land (\$500 million)



#### **OCED Resources**

**OCED** Website and Newsletter:

https://www.energy.gov/oced/office-cleanenergy-demonstrations



OCED Exchange (e.g., RFIs, NOIs, FOAs): <a href="https://oced-exchange.energy.gov/Default.aspx">https://oced-exchange.energy.gov/Default.aspx</a>







# Industrial Demonstrations Program

### **Program Purpose**

# Up to \$6.3 billion

- to demonstrate transformational technologies necessary to decarbonize energy-intensive industries
- to drive a U.S. competitive edge in low- and net-zero carbon manufacturing
- to help build a market for green products through high-impact, replicable solutions

### **Roadmap for Industrial Decarbonization\***

The U.S. industrial sector accounts for **nearly one third** of the nation's carbon emissions.

It is considered a "difficult-to-decarbonize" sector:

- the diversity of energy inputs
- a wide array of industrial processes and operations
- emissions are from fuel for heat/power (64%) and feedstock/processes (32%)

#### **NECESSARY DECARBONIZATION PATHWAYS**

Energy Efficiency	Industrial Electrification	Low Carbon Fuels, Feedstocks, and Energy Sources	Carbon Capture, Utilization and Storage (CCUS)
Provides near-term decarbonization opportunities without major changes to industrial processes.	>50% of manufacturing process energy is used for thermal processing, and <5% of these operations are electrified.	Low or no carbon energy sources, from green hydrogen to synthetic fuels, enable broader decarbonization.	Mitigates emissions that are difficult to abate through other strategies.



### **Eligible Facilities and Subsectors of Focus**

Domestic, non-Federal, nonpower industrial or manufacturing facilities engaged in energy-intensive industrial processes, including\*:

iron, steel, and steel mill

products

aluminum

cement and concrete

glass

pulp and paper

industrial ceramics

chemicals

other energy intensive industrial

sectors

DOE is also interested in crosscutting opportunities that may address multiple facilities or sectors.

\*Section 50161(g)(3) of the Inflation Reduction Act.



### **Program Priorities**

#### decarbonization

Direct facility- and product-level **GHG emissions reductions** 

Industry-wide potential for GHG emissions reduction

Financial and market viability, with priority for partnerships with green product purchasers

**Replicability** and potential for adoption by other facilities

uptake

#### community

Benefit creation for the greatest number of people in nearby communities, such as:

creation and retention of quality jobs

diversity, equity, inclusion, and accessibility

benefits flowing to disadvantaged communities

reduction in air quality impacts



### **Anticipated Program Scope**

### **Bipartisan Infrastructure Law** up to \$500M



~\$10M - \$250M / project (Fed. share) with at least 50% non-Federal cost share



~2 – 10 projects



Testing and validation for emissions-reducing technologies

Facility projects/retrofits (greenfield or brownfield)



No funding deadline by statute.

#### **Inflation Reduction Act**

up to \$5.812B

~\$35M - \$500M / project (Fed. share) with at least 50% non-Federal cost share

~35 – 75 projects

Single production line and unit process retrofits

Multi-facility retrofits and/or brownfield development using a common technology base or approach

Multi-facility retrofits and/or brownfield development utilizing common infrastructure (e.g., electrical or thermal inputs, storage and similar)

Projects must have passed critical risk milestones by Sept. 30, 2026. Full FOA will include additional detail.



### **Additional Factors**



DOE anticipates that programmatic considerations will include:



- technical merit and impact
- financial and market viability
- the workplan
- project team and partners
- community benefits plan



DOE anticipates providing awards to teams led by a single entity.

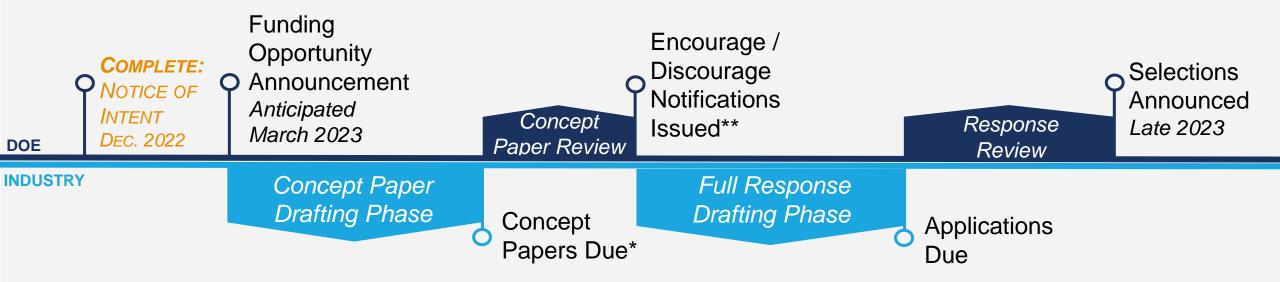


All applicants are encouraged to partner with experts if none exist within the team:

- technical engineering support or analysis
- lifecycle analysis
- community benefits



### **Anticipated Timeline**



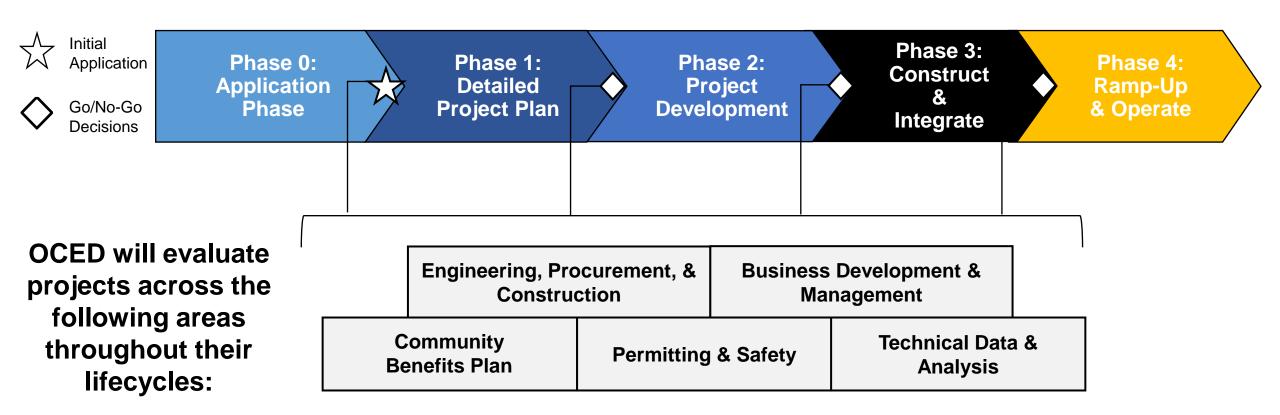
#### Specific dates to be included in the Funding Opportunity Announcement. All dates approximate and subject to change.

<sup>\*\*</sup>An encourage/discourage notification does not preclude any entity that submitted a concept paper from submitting a full application.



<sup>\*</sup>Applicants must submit an eligible concept paper to be eligible to submit a full application, which will be requested following the concept paper notifications.

### **OCED's Project Management Approach**



Independent project review teams will conduct regular project evaluations in accordance with the office's center of excellence for demonstration project management oversight.





# **Community Benefits Plan**



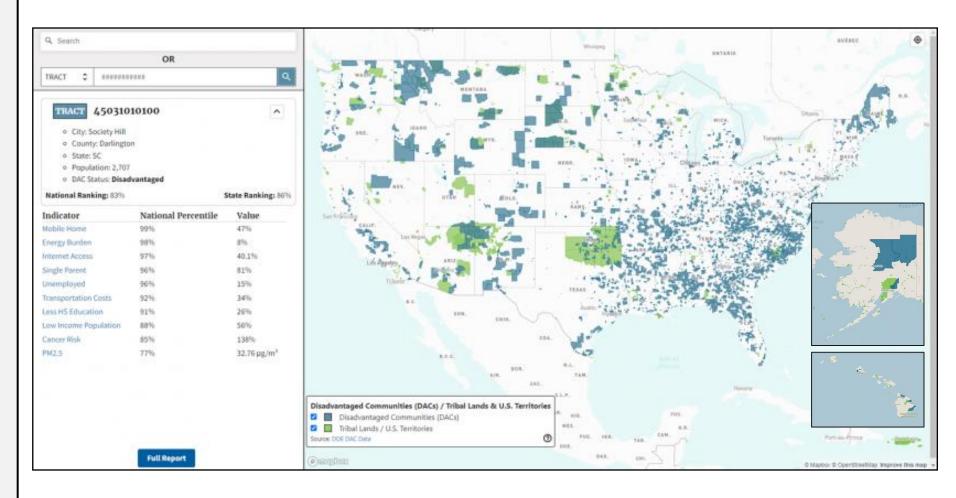
### **Energy and Environmental Justice in OCED**

OCED seeks to become a center of excellence in advancing energy and environmental justice in large-scale demonstration projects within the federal government to support an equitable energy transition

- All OCED-funded projects incorporate requirements for Community and Labor engagement; and Quality Jobs and Workforce Development; Diversity, Equity, Inclusion, and Accessibility; and the Energy and Environmental Justice and Justice 40 Initiative.
- OCED collaborates with offices across DOE to support and implement the Justice40 Initiative.
- All OCED programs are covered under the Justice40 Initiative.

### **Climate and Economic Justice Screening Tool**

- DOE has developed a tool to identify Disadvantaged Communities (DACs) as part of the Justice40 Initiative.
- To be considered a DAC, a census tract must rank in the 80th percentile of the cumulative sum of 36 burden indicators and have at least 30% of households classified as low-income.





### **Community Benefits Plan**

DOE will require a Community Benefits Plan for all applicants that will guide meaningful engagement throughout the project lifecycle.

- The Community Benefits Plan (CBP) includes 4 standard topics:
  - Community and labor engagement;
  - Workforce development and quality jobs;
  - Diversity, equity, inclusion, and accessibility; and,
  - The Justice40 initiative.

Section 50161 of the IRA\* supports this goal by giving priority to projects that support benefit creation for the greatest number of people in nearby communities:

- The CBP will be implemented and updated during each project phase and will be included in go / no-go decision criteria.
- Guidance documents to support applicants in developing their plans will be provided with the FOA.

\*Section 50161(d)(2) of the Inflation Reduction Act.



Workforce and Community Agreements

Good Jobs

### **Community Benefits Overview**



Vision: We affirm we care about justice / engagement / DEIA / quality jobs

**Assessment:** We mapped or assessed underserved and overburdened communities /stakeholders / DEIA / quality jobs

**Goals:** From our assessment and engagement, we know X is lacking, so we want to improve in X

**Outcomes:** We know we have succeeded when Y (specific target) is reached

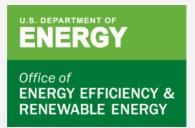
Implementation: To achieve Y, [specific actor] has to do Z [in specific timeframe]

- Detailed guidance and examples on creating each section of the Community Benefits Plan will be provided under the application documents section on the OCED Exchange website at <a href="https://oced-exchange.energy.gov">https://oced-exchange.energy.gov</a>.
- Additional information on Community Benefits Plans can be found here: <a href="https://www.energy.gov/clean-energy-infrastructure/community-benefits-plan-frequently-asked-questions-faqs">https://www.energy.gov/clean-energy-infrastructure/community-benefits-plan-frequently-asked-questions-faqs</a>
- Applicants are encouraged to read these resources prior to writing their Community Benefits Plan.





#### **Industrial Resources Across DOE**



Industrial Efficiency & Decarbonization Office (IEDO) accelerates the innovation and adoption of cost-effective technologies that eliminate industrial GHG emissions.

Advanced Materials & Manufacturing Technologies Office (AMMTO) advances energy-related materials and manufacturing technologies to increase domestic competitiveness and build a clean, decarbonized economy.

- R&D on early- and mid-stage technologies along with laband pilot-scale demonstrations
- Institutes and hubs fostering public-private partnerships on specific technical challenges
- A robust suite of technical assistance programs



Office of Manufacturing & Energy Supply Chains (MESC) strengthens and secures manufacturing and energy supply chains needed to modernize the nation's energy infrastructure and support a clean and equitable energy transition.

- Programs for domestic clean manufacturing and workforce capabilities
- Opportunities for small and medium enterprises and communities



### **Opportunity Context for this Notice of Intent**

italics denote currently closed; visit the links for more on future opportunities

The Energy Efficiency and Renewable Energy (EERE) Funding Opportunities page.

	Research	Development	Demonstration	Deployment
Relevant Funding Across the	Materia AMMTO Concept F  Small E Resear			Industrial Assessment Centers Program - Centers Of Excellence FOA MESC Applications: 2/17/2023  Advanced Clean Energy Manufacturing and Recycling
Department	<u>Industri</u> <u>FOA</u> IEDO	Industrial Efficiency and Decarbonize FOA IEDO		Grant Program NOI  MESC FOA forthcoming ce  Onsite Energy Technical Assistance Partnerships NOI IEDO
	out related funding opport ergy Infrastructure progra	FOA forthcoming		



### **Registration Checklist**

<u>View the Notice of Intent</u> and ensure you are registered and up-to-date with the following systems:



System	Purpose
OCED Funding Opportunity Exchange	Online application portal where OCED anticipates posting this Funding Opportunity Announcement and where you can self-nominate to be a reviewer.
<u>Grants.gov</u>	Registering in Grants.gov will allow you to receive automatic updates when amendments to Funding Opportunity Announcements are posted.
System for Award Management (SAM.gov)	SAM.gov hosts the process for designating an Electronic Business Point of Contact (EBiz POC) and obtaining a special password called a Marketing Partner Identification Number (MPIN), which are important steps in the process.
FedConnect	Federal government acquisition and grants portal that is integrated with Grants.gov and SAM – register here after setting up your registration in SAM.gov.



### Thank you!

For more information, please visit: <a href="mailto:energy.gov/OCED">energy.gov/OCED</a>

Email: OCED\_Industrial@hq.doe.gov

