

### THE OFFICE OF CLEAN ENERGY DEMONSTRATIONS



### Regional Clean Hydrogen Hubs Midwest Regional H2Hub Community Briefing

0ffice of Clean Energy Demonstrations U.S. Department of Energy

# Welcome!

## **Welcome & Meeting Objectives**

- The Office of Clean Energy Demonstrations (OCED) at DOE recently announced the selection of seven Regional Clean Hydrogen Hubs (H2Hubs)
- We at DOE wanted to connect to help clarify our process and the opportunities to plug in and help shape your community's energy future
- Engage with DOE and the partners involved in these H2Hubs



### Introductions



Emmanuel Taylor, Facilitator Crystal Farmer, Project Manager, H2Hubs, OCED

Lydia Kubiak-Cardona, Community Engagement Specialist – H2Hubs, OCED Elizabeth Kocs, Chief Equity Justice Officer, MachH2 **Neil Banwart,** Chief Integration Officer, MachH2



# **Opening Remarks**

- Welcome
- Opening Remarks
- OCED Overview
- H2Hubs Overview

## Agenda · Community Benefits and Engagement

- Midwest Regional H2Hub Project Overview
- Next Steps & Resources
- Feedback Session
- Wrap-up & Close

# **OCED Overview**

## **OCED** 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** Mandate



#### SCALE EQUITABLE, CLEAN ENERGY

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



#### UNLOCK NEW INVESTMENT

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



#### DE-RISK TECHNOLOGY

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



#### SERVE AS CENTER OF EXCELLENCE

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



## ENGAGE & COLLABORATE

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



## **OCED** Scope



Regional Clean Hydrogen Hubs (\$8 billion)



Advanced Reactor Demonstrations (\$2.5 billion)



Carbon Management (\$7 billion)



Industrial Demonstrations (\$6.3 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)



Other Initiatives (\$133 million)



# H2Hubs Overview

## What is Hydrogen?

- Hydrogen (H<sub>2</sub>) is the simplest and most abundant element known.
  - You might recognize it from the chemical formula for water H<sub>2</sub>O!



- Hydrogen can be made using a variety of domestic energy resources.
- Hydrogen can be produced through several processes, including:
  - Electrolysis; Direct Solar Water Splitting
  - Steam Methane Reforming
  - Biological (e.g., algae)
- Currently, the U.S. produces 10 million metric tons of hydrogen each year.



## What Can Hydrogen Do?

- Hydrogen is part of a suite of solutions that can help our nation achieve its net-zero goals.
- Helps hard-to-decarbonize sectors such as heavy-duty transportation, steel and chemicals manufacturing, and production of liquid fuels.
- Supports increased integration of renewable energy into the grid and offers multiple revenue streams for clean power generation.





## Whole of Government Approach to Clean Hydrogen



U.S. National Clean Hydrogen Strategy and Roadmap



**Clean Hydrogen Standard** 



Hydrogen Shot (\$1/kg by 2031)



H2Hubs Demand-Side Support Initiative



**IRA tax incentives** 



Coordination with Canada and Mexico on building out the clean

hydrogen supply chain and economy across North America



Clean Hydrogen Pathways to Commercial Lift-Off Report



Additional DOE funding: Clean H2 Electrolysis Clean H2 Manufacturing and Recycling (additional \$1.5B) AND...



## Regional Clean Hydrogen Hubs

Build regional clean H2Hubs across the country to create networks of clean hydrogen producers, consumers, and local connective infrastructure to accelerate use of clean hydrogen.

#### H2Hubs Demand-Side Support Initiative

- Sept 2023: Announced \$1B RFP. Responses were due on October 26, 2023.
- Learn more about the initiative here: <u>https://www.youtube.com/watch?v=QgOL\_Xg7K1Q</u>

#### H2Hubs Current Status

October 2023: DOE announced 7 projects selected for <u>award negotiations.</u>

## What is a Regional Clean Hydrogen Hub?







### Selected Regional Clean Hydrogen Hubs

### Pacific Northwest Hydrogen Hub

#### California Hydrogen Hub

Alliance for Renewable Clean Hydrogen Energy Systems (ARCHES) Heartland Hydrogen Hub Heartland Hub (HH2H)

**Gulf Coast** 

**HyVelocity H2Hub** 

Hydrogen Hub

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#### Midwest ° ° Hydrogen Hub Midwest Alliance for Clean Hydrogen (MachH2)

Appalachian

Hydrogen Hub

Appalachian Regional Clean Hydrogen Hub (ARCH2)

#### Mid-Atlantic Hydrogen Hub

Mid-Atlantic Clean Hydrogen Hub (MACH2)



**Proposed H2 Facility** 

80

Selected H2Hubs

### **Selected H2Hubs Overview**

Unprecedented Investment in America's Hydrogen Infrastructure

To accelerate adoption of hydrogen technologies

**Providing tangible benefits for Americans** 

Federal investment of \$7 billion Approximately 3 Million Metric Tons of Hydrogen Production per Year Dedicated Dollars for Community Benefits

Tens of Thousands of Jobs

**Greenhouse Gas Reduction of 25 million Metric Tons Per Year** 

# **Community Benefits**

## **Prioritizing Community Benefits in OCED Projects**

OCED **requires** applicants to include a Community Benefits Plan (CBP) to help ensure broadly shared prosperity in the clean energy transition.

By prioritizing community benefits;

we can ensure the next chapter in America's energy story is marked by greater justice; equity; security; and resilience.

## **Community & Labor Engagement**

**Diversity, Equity, Inclusion, & Accessibility** 

n<u>.</u>

Investing in the American Workforce



### **Justice40 Initiative**



### **Community Benefit Commitments -Implementation Requirements per Phase**



\*CBPs are considered alongside assessments of engineering, procurement, and construction; business development and management; permitting and safety; and technical data and analysis.







## **Strong Community Benefits Commitments**

- Demonstrate moving beyond a vision or assessment into actionable goals, outcomes, and implementation steps supported by adequate money, people, and time resources
- Include mechanisms for accountability to and transparency with impacted communities
- Propose clear **metrics** to measure success
- Match proposed actions to the needs and priorities of impacted communities
- Robustly address all four topic areas
- Minimize and mitigate negative impacts and harm, especially to already overburdened communities
- Create quality jobs, equitable access, and invest in workforce development
- **Evolve** to incorporate community and worker feedback
- Build toward lasting and enforceable Community and Labor Agreements



OCED FOA CBP Guidance docs available with each FOA at: https://oced-exchange.energy.gov/



# Midwest Regional Clean Hydrogen Hub

# MIDWEST ALLIANCE FOR CLEAN HYDROGEN

Delivering on the Promise of U.S. Department of Energy's Clean Hydrogen Hub Program

H2 Hub Community Briefing 11/01/2023

## The MachH2 Hub is Founded on 4 Pillars

#### PILLAR 1

a core of **nuclear**, **renewable**, and **natural gas** with **carbon capture** for safe clean hydrogen production to support decarbonization in the Midwest

#### PILLAR 2

a leading transportation corridor with a concentration of agriculture, manufacturing, industrial sectors

#### PILLAR 3

financially strong project sponsors with demonstrated management and operational excellence, bringing a robust governance structure that enables a single, integrated hub

#### **PILLAR 4**

Holistic approach to CBP where EJ opportunities supporting quality jobs and entrepreneurship in DACs at regional project sites

Accelerating the nation's clean hydrogen energy transformation with a marketdriven, regional approach



## MachH2 At A Glance

## Resources & Infrastructure

- Great Lakes & Rivers
- Major Transit & Pipeline Hub
- 6 Class A Rail Lines
- 6 Major Airports



#### High Impact Demand Sectors

- Industrial facilities
- Agriculture
- Heavy-duty trucking
- Aviation fuel

## HYDROGEN

Note: Map shows general preliminary project locations and are subject to change during future negotiations and site planning

## Regional Impact to Communities

**1,210** DACs and Tribal Areas

## **3.8M**

People Living In DACs and Tribal Areas

## **3.9M**

MT CO2,e/year emissions avoidance by MachH2 Hub Projects



Information accurate as of August 7, 2023



## **Investing in the American Workforce and DEIA**

Creation of 13,600 jobs, including 1,500 permanent jobs Plan to invest

in wrap-around services to support local workers

Long-term career pathways in engineering, design, procurement, supply chain, construction, installation, operations, maintenance, and safety.

DEIA Culture that begins at the top – 58% of our management team comprises diverse personnel
Target 45%+ diverse hiring • 40% of subcontracted dollars to MBEs and DBEs



## **Inclusive Entrepreneurship**

NAMES OF TAXABLE PARTY.



HYDROGE

Approximately \$30M for new start-ups through an inclusive entrepreneurship program (focusing on M/DBEs)

## Phase 1: Community Engagement Opportunities

In addition to project-specific facilitated sessions, engagement opportunities (examples) include:

- 1. Community Benefits Advisory Committee Provides strategic advice and stakeholder input to MachH2 leadership and project sponsors led by a panel of community leaders across the region. Working groups, task forces, and sub committees will also be established to support the advisory committee and MachH2 programs leads.
- **Community Advisory Councils** Community forums established for each MachH2 project to ensure local 2. perspectives and priorities are the basis of MachH2 project goals and activities.
- **Community Benefits Town Halls and Focus Groups** In-person and virtual Town Halls and Focus Groups to 3. provide community benefits status updates.
- **Community Engagement Dashboard** Gathers community input and supports online reporting of our CBP and 4. J40 progress





# Next Steps & Resources



- Attend Hub-specific virtual • briefing
- DOE involvement ends\*

Email the H2Hub

DOE

involvement

ends\*

- Email DOE at • engage\_H2Hubs@hq.doe.gov
- Attend local engagements • (details TBD)
- Read Initial CBP summary •

DOE will use feedback from engagements to inform the negotiation process

- project performers to raise priorities and concerns
- Reach out to H2Hub teams any time
- Participate in H2Hub engagements; workforce or community agreements; or advisory boards H2Hubs may have as part of their CBP activities
- Reach out to DOE if any questions or concerns are not being adequately addressed engage H2Hubs@hq.doe.gov
- Each phase has a go/no-go where DOE will assess project performance including CBP your feedback matters!

- National Environmental Policy Act (NEPA) and related requirements for the Hubs.
- Feedback via early engagement will inform initial scope of NEPA reviews.
- Stakeholder engagement throughout the NEPA process, including at scoping and draft NEPA document review stages.

## **OCED Engagement**

OCED aims to support meaningful **community-awardee-OCED** engagement through the life of the awarded H2Hub. **How?** 

#### **Local Engagements**



Small community dialogues



Deliberative forum

#### Outcomes



Establish process for longterm engagement

#### Co-develop priorities



Next Steps – Virtual H2Hub Community Briefings

OCED will hold seven community briefings to share information with the communities hosting H2Hubs.

Information and to register: <u>https://www.energy.</u> <u>gov/oced/h2hubs-local-</u> <u>engagement-opportunities</u> Appalachian Hydrogen Hub Tuesday, October 24, 2023 6:00-7:30 p.m. ET

Mid-Atlantic Hydrogen Hub Wednesday, October 25, 2023 6:00-7:30 p.m. ET

California Hydrogen Hub Wednesday, October 25, 2023 8:00-9:30 p.m. ET

Gulf Coast Hydrogen Hub Monday, October 30, 2023 6:00-7:30 p.m. ET Pacific Northwest Hydrogen Hub Monday, October 30, 2023 8:00-9:30 p.m. ET

Midwest Hydrogen Hub Wednesday, November 1, 2023 6:00-7:30 p.m. ET

Heartland Hydrogen Hub Wednesday, November 1, 2023 8:00-9:30 p.m. ET

\*Subject to change based on negotiations. Negotiations may take several months.

## Next Steps – Negotiations

Award Negotiations: OCED will commence negotiations with project selectees.

# After Award: *IF the projects receive an award* (successful negotiations)

- Selectees enter into cooperative agreement with OCED
- Detailed Project Plan begins
- OCED will work with selectees to ensure compliance with the National Environmental Policy Act (NEPA)
- Significant engagement with OCED and awardee



## **Selectee Webpages**

	Appalachian Hydrogen Hub	https://www.arch2hub.com/	
	California Hydrogen Hub	https://archesh2.org/	
	Heartland Hydrogen Hub	www.HeartlandH2Hub.com	
	Gulf Coast Hydrogen Hub	https://www.hyvelocityhub.com	
	Mid-Atlantic Hydrogen Hub	https://mach-2.com/	
<	Midwest Hydrogen Hub	https://machh2.com/	>
	Pacific Northwest Hydrogen Hub	https://pnwh2.com/	



## **Key DOE Offices for H2Hubs**





### **H2Hubs Resources**

#### **Regional Clean Hydrogen Hubs**

- Program Page
- Press Release
- Overview of Selected Projects
- Local Engagement Opportunities
- OCED CBP fact sheet

### Demand-Side Support Initiative for Clean Hydrogen

- <u>Request for Proposals (RFP)</u>
- <u>Video: OCED Update on Demand-Side</u>
   <u>Support Initiative</u>

#### **Additional Clean Hydrogen Resources**

- U.S. National Clean Hydrogen Strategy and Roadmap
- <u>Clean Hydrogen Pathways to Commercial</u>
   <u>Liftoff Report</u>
- Hydrogen Shot

#### **Additional DOE Resources**

- Office of Economic Impact and Diversity assistance to advance equity & CBP in communities
- Office of Energy Jobs technical assistance to advance CBP jobs, labor & skilled workforce



# **Feedback Session**

## **Ground Rules for Discussion**

- Submit questions using the Q&A feature.
  - You can also see and upvote other questions that have been asked.
- Reserve judgement
- One idea at a time
- It is okay to build on the ideas of others
- Clarifying questions are okay





## For more information



- Reach OCED about the H2Hubs <u>MidwestH2Hub@hq.doe.gov</u>
- OCED Website & Newsletter Sign-up <u>energy.gov/oced</u> Scroll to bottom to sign up here:

# Sign Up for OCED News & Alerts Subscribe and stay up-to-date on all upcoming funding opportunities, news announcements, upcoming events, and more. Go

- OCED Exchange (RFIs, NOIs, and FOAs)
   <u>oced-exchange.energy.gov</u>
- Follow us on LinkedIn <u>linkedin.com/company/doe-oced/</u>

# Thank you!



For more information; please visit energy.gov/OCED