

### **Overview of OCED & Industrial Emissions Demonstration Program**

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### Disclaimer

As DOE is actively engaged in financial assistance planning, we are subject to constraints during this period to ensure fairness of the process:

- DOE can only communicate public and non-privileged information during this meeting or event.
- DOE cannot discuss the details of active or planned financial assistance matters [e.g., Requests for Information (RFI), Notices of Intent (NOI), Funding Opportunity Announcements (FOA)] or entertain requests for a specific outcome or benefit related to a financial assistance activity.



### **Office of Clean Energy Demonstrations (OCED) Mission and Scope**

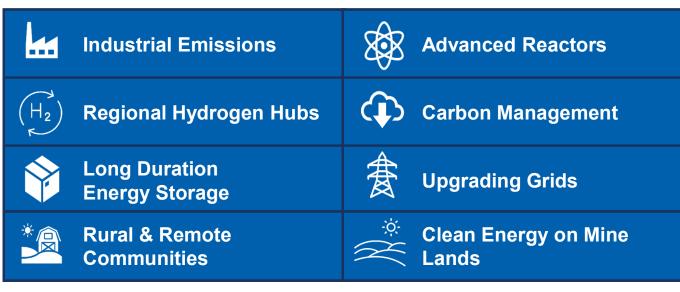
#### **Mission**

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 has been tapped by the Bipartisan Infrastructure Law and the Inflation Reduction Act for

# \$25+ billion\*

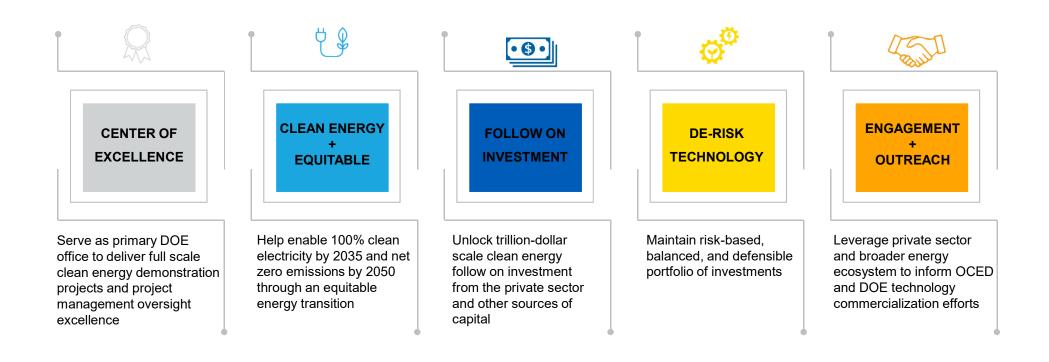
touching multiple project areas, and is collaborating closely with experts across the Department.



\*\$21.6B from Bipartisan Infrastructure Law and \$5.8B from the Inflation Reduction Act

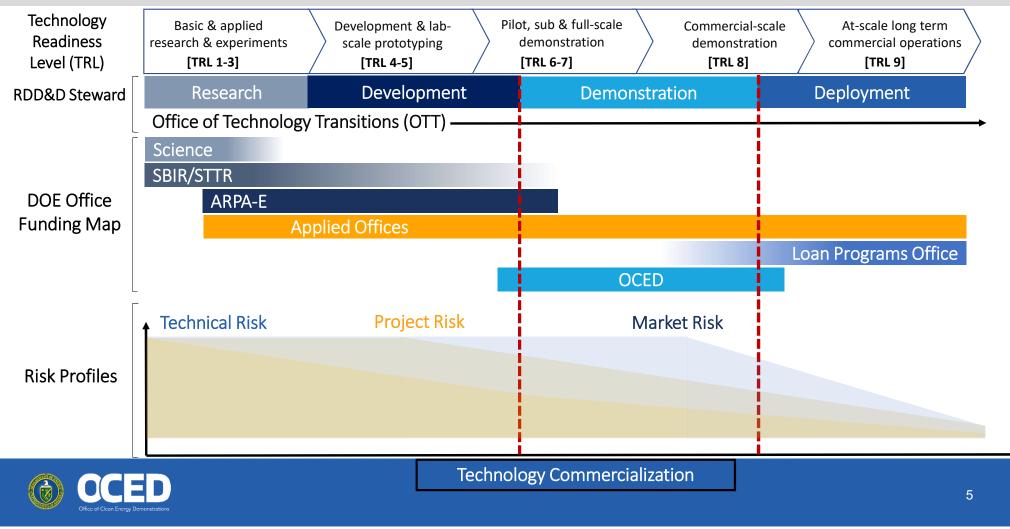


### **OCED Mandate**

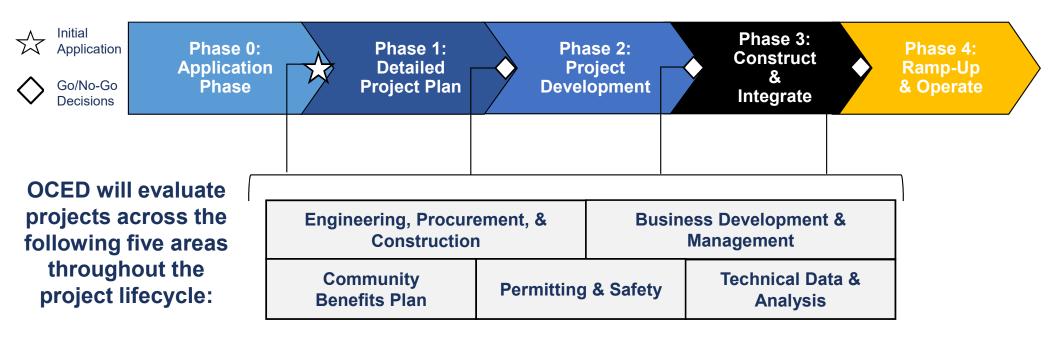




#### Role Across Research, Development, Demonstration & Deployment (RDD&D) Continuum



#### **OCED 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.



# **Industrial Emissions Demonstrations**



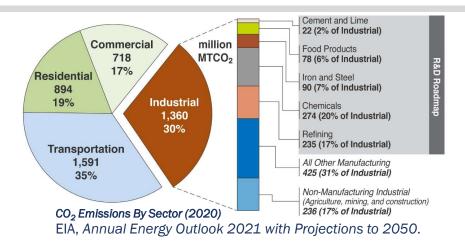
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#### **Roadmap for Industrial Decarbonization**

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

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

- · diversity of energy inputs
- wide array of industrial processes and operations
- emissions are not just from fuel for heat/power (64%), but also feedstock/processes (32%) {EIA 2018}



#### PILLARS NEEDED FOR INDUSTRIAL DECARBONIZATION

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



### **OCED Industrial Emissions Demonstration Focus**

**Focused by legislation on energy-intensive industries and high-emissions industrial production processes** iron & steel | chemicals / refining | cement / concrete | glass / ceramics | metals | pulp & paper | food & beverage | others

Emphasizes leveraging principles of Industry 4.0 and sustainable manufacturing practices digitization | smart manufacturing | advanced data analytics | others





#### **Industrial Emissions Demonstration Funding Overview**

#### \$6.3B for industrial emissions demonstration projects

**Bipartisan Infrastructure Law** (BIL)

\$0.5B

FY 2022 – 2025 Funds do not expire

50/50 cost-share agreements for projects that "test and validate technologies"

Inflation Reduction Act (IRA)

\$5.8B

Funds must be obligated by FY 2026

50/50 cost-share for grants, rebates, direct loan, or cooperative agreements for purchase, installation, retrofits, upgrades, and improvements



### **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 to support an equitable energy transition.

- All OCED-funded projects incorporate requirements from Energy and Environmental Justice and Justice40 Initiative; Diversity, Equity, Inclusion, and Accessibility; Community, Labor, and Tribal engagement; and Quality Jobs
- OCED collaborates with offices across DOE to support and implement Justice40 Initiative
- All OCED programs are covered under <u>the Justice40 Initiative</u>
- View DOE's interactive map to identify underserved communities





### **Additional OCED Resources**

- OCED Website and Newsletter Sign-up
  Office of Clean Energy Demonstrations | Department of Energy
- OCED Exchange (RFIs, NOIs, and FOAs) <u>Financial Opportunities: Funding Opportunity Exchange (energy.gov)</u>

#### EXAMPLES



#### Hydrogen Hubs

- Notice of Intent
- o Funding Opportunity Announcement
- <u>Community Benefits Plan Guidance</u> (found under "Application Forms and Templates")



#### **Carbon Capture Demonstration Projects**

<u>Notice of Intent</u>

o Funding Opportunity Announcement



#### **Additional Industrial Decarbonization Activities Across DOE**

#### Office of Energy Efficiency and Renewable Energy (EERE) Advanced Manufacturing Office

Industrial Efficiency & Decarbonization Office Advanced Materials and Manufacturing Technologies Office

- R&D on early- and mid-stage technologies along with lab- and pilot-scale demonstrations
- Institutes and hubs fostering public-private partnerships on specific technical challenges:
   wide-bandgap semiconductors | circular economy | cybersecurity process intensification | composites | smart manufacturing additive manufacturing | water | critical materials COMING SOON: industrial electrification
- A robust suite of technical assistance programs: Better Plants | energy management-related assistance onsite generation programs | software tools and resources

manufacturing.energy.gov

#### Office of Manufacturing and Energy Supply Chains (MESC)

- Projects aimed at strengthening and securing manufacturing and energy supply chains
- Programs that develop clean domestic manufacturing and workforce capabilities
- An emphasis on opportunities for small and medium enterprises and communities in energy transition

energy.gov/mesc



## **Thank You!**

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

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