









Infrastructure Investment and Jobs Act: Summary of Manufacturing and Industrial Provisions

Rodney Sobin NASEO December 2021

+ Infrastructure Investment and Jobs Act

- Passed by Senate and House of Representatives and signed by the President
- In addition to energy, covers transportation, natural resources, water and wastewater, broadband over 1000 pages
- See NASEO summary for list of energy-related sections: https://www.naseo.org/news-article?NewsID=3644
- Discrete industrial energy efficiency subtitle but also other pertinent sections (critical minerals, rare earth elements, batteries, EV, hydrogen, CCUS, ...)
- Additional funding potentially available through separate reconciliation package

+ Industrial Energy Efficiency

| Amount | Program | Notes |
|---------------|--|--|
| \$550 million | Future of Industry Program and Industrial Research and Assessment Centers (§40521) | Supports Industrial Assessment Center (IAC), tech assistance to small/medium manufacturers and water/wastewater facilities. Expands IACs to trade schools, community colleges, union training programs; est. Centers of Excellence; workforce training support (50% cost-share) \$400 million grant program (max. \$300,000 each; 50% cost-share) for implementing IAC recommendations |
| \$50 million | State Manufacturing Leadership (§40534) | Funds state smart manufacturing technology implementation programs and programs to provide high-performance computing access to small-/medium-sized manufacturers Competitive funding, up to \$2 million each, at least 30% state cost share |
| n/a | Sustainable Manufacturing Initiative (§40522) | DOE will provide onsite technical assessments for energy, water, and resource efficiency, pollution prevention and waste reduction. |

+ Other Manufacturing and Industrial Provisions

| Amount | Program | Notes |
|-----------------|---|---|
| \$140 million | Rare Earth Elements Demonstration Facility (§40205) | - Fund with an academic partner a facility to demonstrate integrated rare earth element extraction, separation, and refining |
| \$6.135 billion | Battery processing and manufacturing (§40207) | Support domestic supply chain of battery production \$60 million for battery recycling research, development and demonstration programs (states eligible) \$50 million for state and local programs 50% cost-share requirement |
| \$200 million | EV battery recycling/second- life applications program (§40208) | RD&D of second-life applications/technologies, and process for final recycling/disposal Includes funding for grant program |

+ Other Manufacturing and Industrial Provisions (continued)

| Amount | Program | Notes |
|---------------|--|--|
| \$750 million | Advanced Energy Manufacturing and Recycling Grant Program (§40209) | Funding for advanced energy manufacturing and recycling facilities in "covered census tracts" (those in or adjacent to coal mine closures or coal-fired generator retirements) Including renewables, grid mod, fuel cells, microturbines, energy storage, EV, energy efficiency, CCUS, etc. low-carbon/low-emission tech. |
| \$400 million | Critical Minerals Mining and Recycling Research (§40210) | Grants for critical minerals R&D Grants (not exceeding \$10 million per project) for pilot projects for development, processing, and recycling of critical minerals and metals in the United States; To advance innovative critical minerals mining, recycling, and reclamation strategies and technologies |
| \$500 million | Industrial Emissions Demonstration Projects (§41008) | - Authorizes appropriations for industrial emissions demonstration projects under EISA 2007 454(a)(3) (42 USC 17113(d)(3) |



Other Parts of Interest

| Program | Notes |
|---|---|
| Carbon Capture, Utilization, Storage, and Transportation Infrastructure (Title III, Subtitle A) | Funding and programs for CCUS Pertinent to CCUS technologies and processes Relevant to managing industrial emissions |
| Hydrogen Research and Development (Title III, Subtitle B) | Funding and programs for clean hydrogen Includes Clean Hydrogen Manufacturing Initiative and Clean Hydrogen Recycling RD&D Program Pertinent to hydrogen production and processing technologies Relevant to hard-to-decarbonize industries that can use hydrogen for energy or as feedstock |

+Contact Information

Contact Rodney Sobin, Senior Program Director, with questions: (<u>rsobin@naseo.org</u>)

