

### THE OFFICE OF CLEAN ENERGY DEMONSTRATIONS



### Regional Clean Hydrogen Hubs Pacific Northwest Regional H2Hub Community Briefing 10/30/2023 Office 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 Todd Shrader, Director, Project Management, OCED Suzy Baker, Stakeholder Engagement Lead – H2Hubs, OCED

Lydia Kubiak-Cardona, Community Engagement Specialist – H2Hubs, OCED Chris Green, Assistant Director, State of Washington Office of Economic Development and Competitiveness Kate McAteer, Vice Chancellor for Academic & Student Affairs, Washington State University



# **Opening Remarks**

- Welcome
- Opening Remarks
- OCED Overview
- H2Hubs Overview

Agenda · Community Benefits and Engagement

- Pacific Northwest 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)

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

Gulf Coast Hydrogen Hub Appalachian Hydrogen Hub

Appalachian Regional Clean Hydrogen Hub (ARCH2)

### Mid-Atlantic Hydrogen Hub

Mid-Atlantic Clean Hydrogen Hub (MACH2)



**Proposed H2 Facility** 

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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/



# Pacific Northwest Regional Clean Hydrogen Hub

## **Pacific Northwest Hydrogen Hub**

## **An Overview**







## **A Statewide Commitment to Hydrogen**

- Gov. Jay Inslee directed the Washington State Department of Commerce to form a single entity to respond to the U.S. Department of Energy's Hydrogen Hub funding opportunity.
- State legislature passed SB 5910 to support the production and storage of hydrogen to meet state and federal clean energy goals.
- Created the Pacific Northwest Hydrogen Association (PNWH2) to build on the region's history of collaboration and innovation, providing a policy and energy landscape critical to the success of an H2Hub.
- Prioritizes projects that lead to deep decarbonization, green jobs, social justice and living wages for historically underserved communities.





Gov. Jay Inslee talks about the future of Washington state noting the importance of hydrogen power while pointing to 4-year-old Tamika Starr during a meeting at the Chehalis Tribe Community Center JARED WENZELBURGER / JARED@CHRONLINE.COM



## **Highlights of PNWH2 Hub**



Consistent with DOE's vision and themes...

...tailored to reflect the Pacific Northwest region's unique strengths and resources

This graphic was originally created and published by the U.S. Department of Energy.



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## **Strategy Focus**

- Shared principles
- Equity, environmental and energy justice
- Workforce development and training
- Tribal and community engagement
- Use of mapping and geospatial tools & data to advance equity
- Domestic, clean technology manufacturing
- Energy emergency management & planning
- Industry cluster development
- Justice40 (J40) compliance





### **Potential Project Locations**

- The PNWH2 Hub expects to have as many as eight project locations in the Pacific Northwest Region.
- Engagement with local communities, Tribal leaders, and other stakeholders are beginning.
- Once negotiations are concluded, we will be able to share more about the locations and work with local communities and regulators on project siting and permitting.







## **Projected Environmental Outcomes**

End Use Application	GHG Expected Reductions (MT/yr)
Long Duration Energy Storage	465,375
Refineries	419,750
HD trucking – GH2	189,425
HD trucking – LH2	120,085
HD trucking – mining	5,110
MD transportation (transit buses)	58,400
Regional aviation	3,285
Ferries and maritime	10,220
Light industrial	72,635
Fertilizer production	404,785
Total	1.649 MMT/yr



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## **Tribal Engagement and Partnerships**

- Tribes represented on PNWH2 Board (Cowlitz Indian Tribe and Chehalis Tribe)
- "Dear Tribal Leaders" letters sent April 2022 and April 2023
- Tribal leaders and Tribal-led organizations leading aspects of hub planning (Advisory committee: Shoalwater Bay Tribe, Lummi Nation)
- Meaningful engagement with Tribal leaders and organizations
- Presentations including Affiliated Tribes of Northwest Indians conventions, ATNI climate summit meetings (June 2023)

Letters of project support from the Cowlitz Indian Tribe, the Chehalis Tribe and the Confederated Tribes of the Umatilla Indian Reservation



## **Meaningful Community Benefits**

- 212 stakeholder groups, including 28 labor unions and 15 Tribal nations, identified during initial stakeholder analysis across the region
- > 100 community expressions of support
- Regional coalition of apprenticeship programs, colleges and universities to develop and sustain an enduring hydrogen workforce (>70,000 jobs)
- Additional Justice40 benefits include:
  - Reduced environmental/health disparities
  - Displaced worker training
  - Economic impact tax incentives to support deferred acquisition costs, reduced energy costs, etc.









# 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 PacificNWH2Hub@hq.doe.gov
- OCED Website & Newsletter Sign-up
  <u>energy.gov/oced</u>
  Scroll to bottom to sign up here:

# Subscribe and stay up-to-date on all upcoming funding opportunities, news announcements, upcoming events, and more.

- 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