May 4, 2021

The Honorable Nancy Pelosi Speaker of the House of Representatives H-232 Capitol Building Washington, D.C. 20515

The Honorable Charles Schumer Senate Majority Leader S-221 Capitol Building Washington, D.C. 20510

Chairwoman Rosa DeLauro House Committee on Appropriations H-307 Capitol Building Washington, D.C. 20515

Chairman Patrick Leahy Senate Committee on Appropriations S-128 Capitol Building Washington, D.C. 20510 The Honorable Kevin McCarthy House Minority Leader H-204 Capitol Building Washington, D.C. 20515

The Honorable Mitch McConnell Senate Minority Leader S-230 Capitol Building Washington, D.C. 20510

Ranking Member Kay Granger House Committee on Appropriations 1036 Longworth House Office Building Washington, D.C. 20515

Vice Chairman Richard Shelby Senate Committee on Appropriations 304 Dirksen Senate Office Building Washington, D.C. 20510

Dear Speaker Pelosi, House Minority Leader McCarthy, Senate Majority Leader Schumer, Senate Minority Leader McConnell, Chairwoman DeLauro, Ranking Member Granger, Chairman Leahy, and Vice Chairman Shelby:

America's leadership in energy innovation has advanced a number of national priorities over the past several decades. Federal investments have created new industries and countless jobs, reduced emissions, increased energy security, and enhanced the nation's global influence. While this investment has yielded impressive returns, scaling up breakthrough clean energy technology is no small feat. In order to keep our domestic innovators, businesses, and workforce competitive in global energy markets and to stay on track toward our climate goals, Congress will need to immediately make robust, goal-oriented federal investments in priority energy innovation efforts. Accordingly, we ask that you provide an FY22 appropriations allocation to the Energy and Water Development bill that enables a multi-billion dollar increase for vital research, development, demonstration, and commercial deployment activities across all Science and Energy program areas of the Department of Energy (DOE).

Investing in clean energy innovation creates both near-term and long-term jobs and economic growth opportunities. In 2018, federal energy research, development, and demonstration (RD&D) investments provided employment for over 110,000 workers. These are good-paying jobs spread across labs, universities,

¹ Breakthrough Energy, "Impacts of Federal R&D Investment on the US Economy," September 2020 https://www.breakthroughenergy.org/-/media/files/bev/bepwcreport09162020.pdf.

and businesses in every state, drawing upon the unparalleled expertise of America's scientists, engineers, farmers, and manufacturing workforce. Strategic investments in innovation create even greater rewards, however, when they are sustained over time. Robust, multi-year efforts by DOE have established U.S. leadership in fields from nuclear to bioenergy, wind, solar, and energy storage to energy efficiency deployment, launching massive domestic industries that have employed millions of workers in the years since.

Congress has wisely provided spending boosts for RD&D activities at DOE in recent years. Even so, the U.S. is not keeping up with the competition and risks missing out on new opportunities as a result. Other nations like Japan, China, and those within the European Union are investing greater shares of their economies in energy R&D.² To continue competing for global market share in a changing energy sector, the U.S. must demonstrate, commercialize and deploy the technologies it develops at scale. Accelerating these later stages of innovation will require a significant increase in federal funding and private sector partnership, and is a vital and unavoidable step toward economic success.

Much of the evolution and resulting opportunities in global energy markets are being driven by demand for affordable low- and zero-carbon technologies to help fight climate change. Doubling-down on our investments in emerging clean energy technologies will help U.S. industries get ahead of this trend and enable the nation to do its part in reducing emissions.³ Achieving these critical outcomes requires significant and sustained annual funding increases on the order of several billion dollars, starting immediately.

As Congress determines spending levels for FY2022, we respectfully request that the Energy and Water Development bill receive an increase in allocation large enough to accommodate a multi-billion dollar boost to innovation funding at DOE. This level of support would ensure America's energy industries and workers have a leg up on the competition, and a chance to bring home the rewards of surging global markets for clean energy technologies. We acknowledge the challenge of balancing a number of worthy demands for federal funding. However, given the urgency of the need and the proven return on investment, we believe significantly increased support for energy innovation is a national priority and hope Congress will treat it as such.

Sincerely,

Third Way
ClearPath Action
BPC Action
Clean Energy Business Network
Battelle
Information Technology and Innovation Foundation
United States Chamber of Commerce

² International Energy Agency, "Public Energy R&D as a Share of GDP for Selected Countries, 2012-2019," July 2020 https://www.iea.org/data-and-statistics/charts/public-energy-r-and-d-as-a-share-of-gdp-in-selected-countries-2012-2019

³ Columbia Center on Global Energy Policy, "Energizing America," 2020. https://www.energypolicy.columbia.edu/sites/default/files/file-uploads/EnergizingAmerica_FINAL_DIGITAL.pdf

Environmental Defense Fund

Natural Resources Defense Council

Citizens for Responsible Energy Solutions

Clean Air Task Force

Edison Electric Institute

C2ES

C3 Solutions

8 Rivers Capital, LLC

Airlines for America

Alliant Energy

Alternative Fuels and Chemicals Coalition

Ameren

American Association for the Advancement of Science

American Chemistry Council

American Clean Power Association

American Council of Engineering Companies

American Electric Power

American Nuclear Society

American Petroleum Institute

American Public Power Association

Avangrid

Baker Hughes

Berkshire Hathaway Energy

Biomass Power Association

Biotechnology Innovation Organization

Carbon180

Carbon Capture Coalition

Carbon Utilization Research Council

Clean Energy Trust

CMS Energy

Consolidated Edison

ConservAmerica Action

Copper Development Association

Day One Project

Dominion Energy

DTE Energy

Duke Energy

Edison International

El Paso Electric

Enel Green Power North America

Enel X North America

Energy Storage Association

Entergy

Evergy

Exelon

Framatome Inc.

General Atomics

Geothermal Rising

Good Energy Collective

Great Plains Institute

Hawaiian Electric

Malta Inc.

Manufacturers of Emissions Controls Association

Minnesota Power

National Audubon Society

National Grid

National Ocean Industries Association

National Oilseed Processors Association

National Venture Capital Association

National Wildlife Federation

NET Power, LLC

NorthWestern Energy

Nuclear Energy Institute

Nuclear Innovation Alliance

Otter Tail Power Company

Oxy Low Carbon Ventures

PG&E Corporation

Pinnacle West/Arizona Public Service

Portland Cement Association

Portland General Electric

PPL Corporation

Prairie State Generating Company

Public Service Enterprise Group

Puget Sound Energy

Quidnet Energy

Rainey Center Freedom Project

Renewable Energy Buyers Alliance

Renewable Thermal Alliance

Reno + Sparks Chamber of Commerce

Rye Development

Solar Energy Industries Association

Southern Company

Svante, Inc.

TechNet

The Aluminum Association

The Breakthrough Institute

The Nature Conservancy

UNS Energy / Tucson Electric Power

WEC Energy Group Xcel Energy