

# THE OFFICE OF CLEAN ENERGY DEMONSTRATIONS



Industrial Demonstrations Program
Northeastern Regional Community Briefing

04/23/2024

Office of Clean Energy Demonstrations
U.S. Department of Energy

# **Webinar Logistics**

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No, this webinar is not being recorded.

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Yes, a copy of the presentation slides will be shared via email with registrants and on the OCED website within the next week.

# Northeastern Regional Briefing Agenda

- (6:00 6:30 pm ET) DOE and Industrial Demos Program Overview
- (6:30 7:00 pm ET) Project Overview
  - Kraft Heinz, Lowville, NY
  - Unilever, Albans, VT; Waterbury, VT
  - Sublime Systems, Inc., Holyoke, MA
  - Skyven Technologies, TBD
- (7:00-7:30 pm ET) Q&A
- (7:30 7:35 pm ET) Closing Comments





# 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."



# INDUSTRIAL DEMONSTRATIONS PROGRAM SELECTION SNAPSHOT









# **Selectees Delivered on Ambitious Program Priorities**



## Target:

50 – 75% emissions reductions per project

#### **Result:**

Average **77% reduction** in carbon intensity & ~**14+ million MT CO2e reduced** annually



**Timeliness** 

## Target:

Accelerate decarbonization into this decade

#### **Result:**

Average performance period of less than 6 years



Market Viability

## Target:

Spur follow-on investment in lower-embodied carbon goods

#### **Result:**

**35+ products** to be produced with lower embodied emissions; multiple with premium offtake agreements in place today



Community

## **Target:**

Select projects with the greatest benefit for the greatest number of people

#### Result:

85% of projects improve air quality; investment will create tens of thousands of jobs across the United States





# **Community Benefits**

Selectees described strategies and methods of accountability to ensure:

- Meaningful, two-way community and labor engagement
- Diversity, equity, inclusion, and accessibility
- Benefits to the surrounding community
- Quality jobs and workforce development
- Furthering the Justice40 Initiative

resilience.

By prioritizing community benefits, we can ensure the next chapter in America's energy story is marked by greater justice, equity, security, and

The Inflation Reduction Act supports this goal by giving priority to projects that provide the greatest benefit to the greatest number of people in nearby communities.

**Community & Labor Engagement** 



Diversity, Equity, Inclusion, & Accessibility



**Greatest Benefit for the Greatest Number** 



**Investing in the American Workforce** 



**Justice 40 Initiative** 

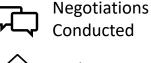


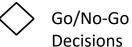
# **Community Benefit Commitments - Implementation Requirements per Phase**

Selected projects Awarded projects move to Negotiation move to Phase 1

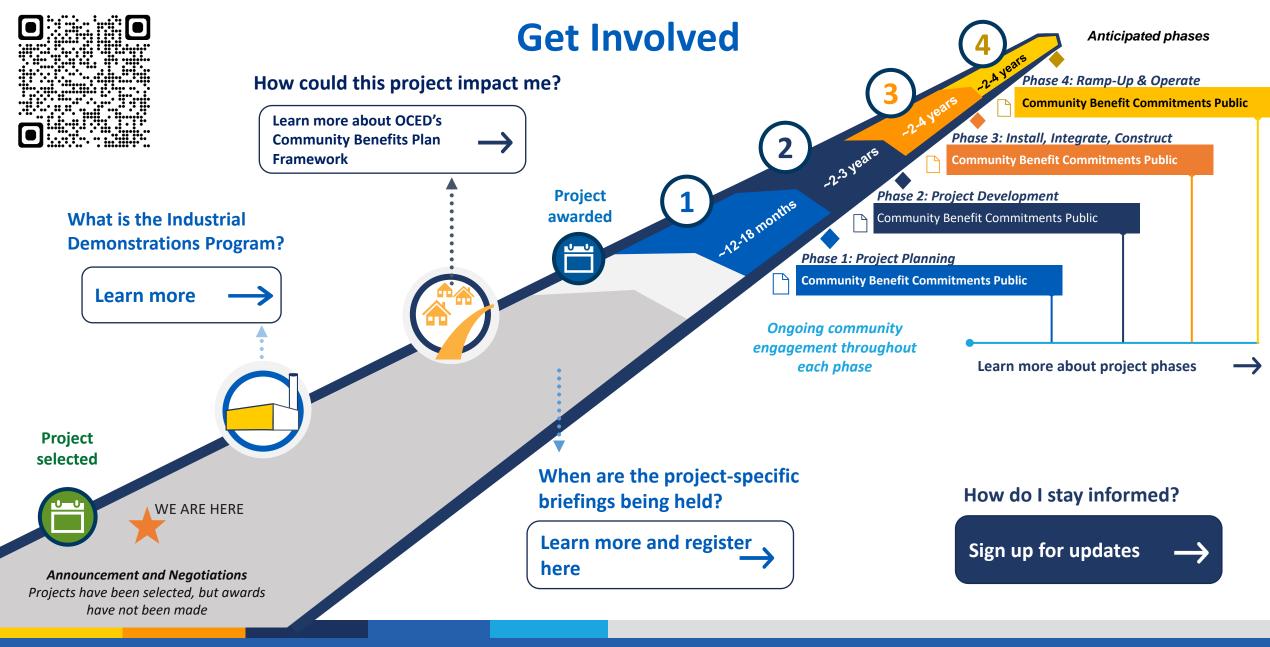
Application	Negotiation	Phase 1: Detailed Plan	Phase 2: Project Development	Phase 3: Install, Integrate, Construct	Phase 4: Ramp-Up & Operate
Pre-DOE funding	Pre-DOE funding	~ 12-18 Months	~ 2-3 Years	~ 2-4 Years	~ 2-4 Years
CBPs are evaluated by experts according to the FOA criteria and typically scored at 20% of the total score*	Selectees enter a negotiation phase that includes improvements to community benefits required for award	<ul> <li>Community benefits commitments are negotiated before the start of each phase</li> <li>Community benefits are implemented during each phase and updated as projects progress and lessons are learned</li> <li>Community benefits implementation is evaluated throughout each phase, and included in go/no-go decisions between phases*</li> </ul>			

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













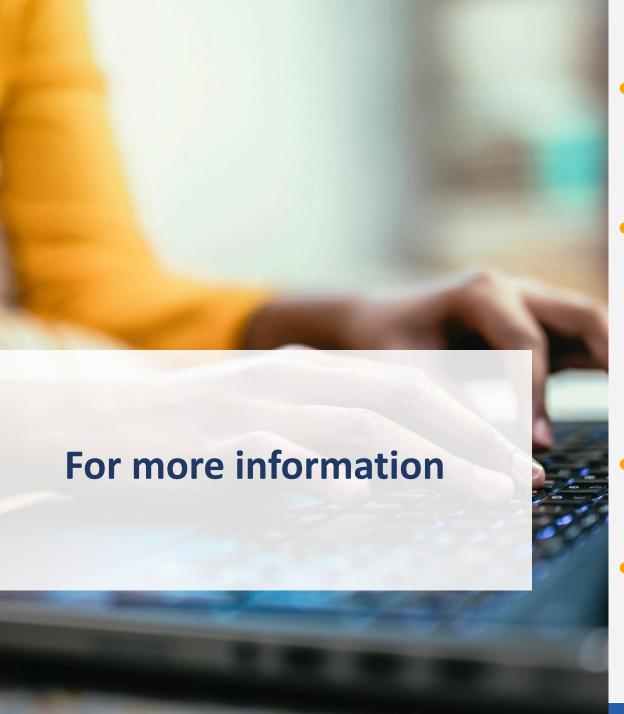
# Next Steps – Negotiations

Award Negotiations: OCED will begin the negotiations process with project selectees.

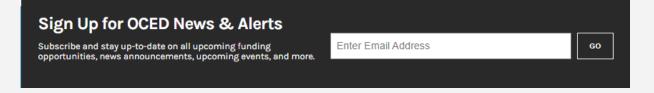
# After Award: IF the projects receive an award (successful negotiations)

- Awarded projects will enter into a cooperative agreement with OCED
- Phase 1: Detailed Project Planning begins
  - OCED will work with the awarded project partners starting in Phase 1 to ensure compliance with the National Environmental Policy Act (NEPA)
  - Local communities (state, local and community stakeholders) will have the opportunity for ongoing engagement with OCED and the awardee(s)





- For questions regarding IDP projects email engage\_industrialdemos@hq.doe.gov
- OCED Website & Newsletter Sign-up energy.gov/oced
   Scroll to bottom to sign up here:



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

# **IDP** Resources

# **Industrial Demonstrations**

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

# **Justice 40 Resources**

- Justice40 Initiative
- Energy Justice Dashboard (BETA)
- Climate and Economic Justice
  Screening Tool

# **Additional Resources**

- NEPA Resources
- Industrial Decarbonization Pathways to Commercial Liftoff Reports
- DOE Industrial Decarbonization
   Roadmap

# Projects in the Northeastern Region

# **Ground Rules for Discussion**

- Representatives have 5 minutes each to cover their projects
- After project overviews, we will answer questions posed in the Q&A feature, moderated by a third-party facilitator
- 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

# Project Overviews

6:30 – 7:00 pm ET

- Kraft Heinz, Lowville, NY
- Unilever, Albans, VT; Waterbury, VT
- Sublime Systems, Inc., Holyoke, MA
- Skyven Technologies, TBD

# Delicious Decarbonization: Integrated Electrification for KH Plants in the U.S.



**The Kraft Heinz Company** 



# Lowville, NY

- Kraft Heinz is one of the largest Food and Beverage companies in the world with an unparalleled portfolio of iconic and new brands
- 2021: Commitment to achieve Net Zero by 2050, 2021 KH was named 'Industry Mover' by S&P Global Sustainability Yearbook
- Site built in 1970. Home to Philadelphia Cream Cheese Brand, Mozzarella String Cheese also produced on site
- US Net Zero DOE project (10 sites) accounts for over 40% of GHGs for NA Manufacturing



# **Technology Snapshot**

- Move away from generating hot water via natural gas produced steam
- Heat pumps and heat exchangers will be used to recover waste heat from air & ammonia compressors and chillers
- Transition natural gas assets to electric units (boilers)
- Any culinary grade steam will be generated via electric boilers
- Transition all procured electricity to 100% renewable sources
- KH cost share: 22.4 MM; KH share for the 10 DOE program sites: 180MM
- 2024/2025: Eng. feasibility studies & project dev. Construction 2026-2029, Operational: 2029



# **Value and Impacts**

- BL year 2022 emissions: ~22,580 MT CO2e, will be reduced by close to 100%
- Decarbonization design/approach can be replicated at our other KH cream cheese plant
- Findings will be shared with broader F&B industry to inform net zero strategies in that sector



#### **Federal Cost Share**

~ \$21.5 MM



#### **Carbon Emission Reductions**

~100% of CO2e emissions will be reduced (22,580 MT CO2e)

# Delicious Decarbonization: Integrated Electrification for KH Plants in the U.S.

Kraft Heinz Company

Community Benefits – this project will allow us to:

- •Generate **65 construction jobs and 1-2 permanent jobs**, while also enhancing workforce development and training centers.
- •Create a **Community Engagement Steering Committee** at the Lowville Plant to solicit and act on feedback from community stakeholders and plant employees regarding any concerns about the project.
- •Invest in and continue to support the promotion of **DEIA initiatives** for hiring and services through inclusive candidacy and job types.
- •Compliment local ESG goals:
- Lewis County aims to reduce GHG emissions and transition toward clean renewable energy
- Lewis County aims to source local workforce, particularly local Veteran population at Fort Drum, for skilled positions and to support trainings/internships that lead to full-time positions
- •Expand and enhance existing community partnerships:

	Lewis County Chamber of Commerce board member; Naturally Lewis Commission, a business
	development group working to improve the economy and livability; Department of Public
	Works; coordination with EPA for distribution of waste on local farms
0.0	Lewis County Coop partnership for sourcing milk from local farmers; internship program with
(%)	Lewis County Coop partnership for sourcing milk from local farmers; internship program with Fort Drum (US Army Base) to provide opportunity for veterans; Lewis County Health System
	Lewis County Board of Cooperative Educational Services (BOCES) partnership for skilled

positions; Jefferson County Community College to utilize classrooms for employee training

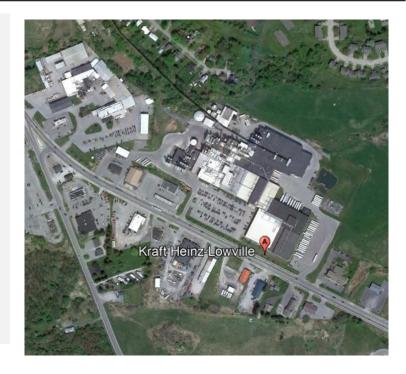












# Delicious Decarbonization: Integrated Electrification for KH Plants in the U.S.



**Contact Information** 

# **Project Email**

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#### **Person of Contact**

**Julio Quintana-Castillo** 

# [Other Method of Contact]

Media@KraftHeinz.com (Press contact Information)



To contact OCED about this project, please email us at

engage\_industrialdemos@hq.doe.gov



# **Decarbonization of Unilever Ice Cream Manufacturing**

Unilever, Covington TN; Sikeston MO; St. Albans VT; Waterbury, VT

## **Project Overview**



# **Ice Cream Manufacturing**

- With over 100 years of experience in delivering smiles, we plan to continue this for many more years to come, with our people and planet first.
- We make some of the most loved ice cream brands in the country including Ben & Jerry's, Breyers, Talenti, Magnum, Klondike, Good Humor, Popsicle and Yasso.



# **Technology Snapshot**

- Replacing a natural gas boiler with electric boilers and industrial heat pumps using waste heat recovery across the 4 sites.
- Implement in a phased approach across the next 5 yrs



## Federal Cost Share

[Up to \$20.9 million]



# **Value and Impacts**

- Create 240-300 construction jobs
- Pilot application of heat pumps in an industrial application across different geographies and loading requirements.
- Reduce emissions and create training and upskilling opportunities



#### **Carbon Emission Reductions**

Reduce emissions by more than 14,000 metric tons per year, with a pathway to address 100% of heat related emissions



# **Decarbonization of Unilever Ice Cream Manufacturing**

Unilever, Covington TN; Sikeston MO; St. Albans VT; Waterbury, VT

# **Community Benefits**

- Create 240-300 construction jobs and retain ~2200 permanent jobs including transitioning some existing jobs to clean energy jobs.
- Continue serving each site's local community through previous partnerships, such as Milk with Dignity (VT) and the Tipton County Manufacturing Council (TN)
- Develop and deliver training program with employees and OEMs while leveraging existing partnerships with local technical schools.
- Community engagement through local townhalls / community centers while leveraging partnerships with community leaders.
- Prioritize local small businesses/ minority owned/ women owned through bid processes
- Reduce air emissions such as particulate matter

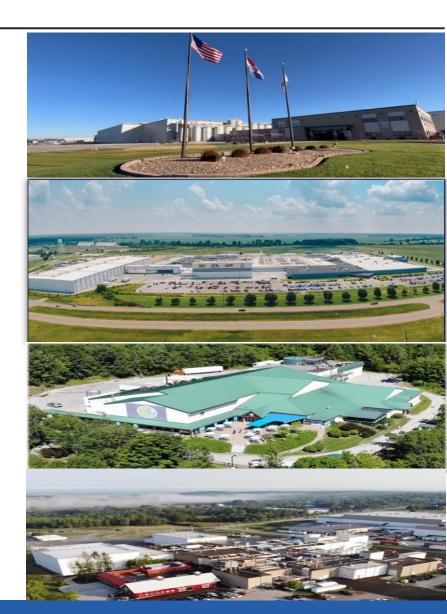














# **Decarbonization of Unilever Ice Cream Manufacturing**

Unilever, Covington TN; Sikeston MO; St. Albans VT; Waterbury, VT

#### **Contact Information**

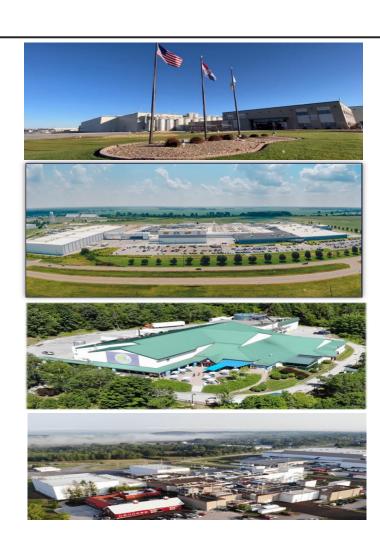
# **Project Email**

MediaRelations.USA@unilever.com.

## **Point of Contact**

Mike Gilbert Aarushi Chopra

To contact OCED about this project, please email us at engage\_industrialdemos@hq.doe.gov





# **First Commercial Electrochemical Cement Manufacturing** Sublime Systems; Holyoke, Mass.

**Project Overview** 

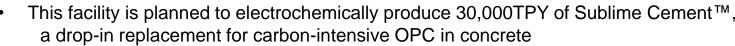


# First Commercial Electrochemical Cement Manufacturing Plant

- Sublime's fully electrified, true-zero cement manufacturing avoids both the fossil-fueled kilns and limestone feedstock that drive traditional cement's massive CO<sub>2</sub> footprint, while producing an industry-accepted cement
- The first commercial plant in Holyoke, Mass. will retire scale-up risks to enable broad market adoption of Sublime Cement™



# **Technology Snapshot**



- The plant is built as a module of Sublime's megaton facility, the size of a typical US OPC plant
- Construction is expected to begin in early 2025 for plant commissioning in 2026



# **Value and Impacts**

- Sublime's carbon-avoidance approach ultimately represents the most costefficient way to mitigate CO<sub>2</sub> emissions from cement making
- More than 50% of the capacity from the first three years of production is already reserved, demonstrating an eager customer base for this critical lowcarbon building material
- De-risking scale-up will enable broad industry transformation, enhanced domestic low-carbon supply chains, and validated manufacturing technology that can address cement emissions around the globe



#### **Federal Cost Share**

Up to \$86.9 million

#### **Carbon Emission Reductions**

Emissions avoided are equivalent to 4,300 vehicle emissions annually



# First Commercial Electrochemical Cement Manufacturing Sublime Systems; Holyoke, Mass.

## **Community Benefits**







- We are adding hundreds of construction jobs and 70-90 permanent manufacturing in this former paper manufacturing hub
- Our strategic partnership with USW supports future plant employees' right to unionize while training the needed workforce



 We are partnering with the Smithsonian on STEM programming to support public educational goals of the surrounding Pioneer Valley community (incl. Holyoke, Chicopee, Springfield)



 Our electrochemical manufacturing avoids the harmful fossilfuel pollutants from traditional cement kilns, thus bringing strong manufacturing job growth to the region with the smallest possible environmental health impact



Image Credit: Sublime Systems (Holyoke site; smokestack will be demolished before construction)













# **Project Email**

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## **Person of Contact**

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## Website

Sublime-systems.com

To contact OCED about this project, please email us at engage\_industrialdemos@hq.doe.gov



Image Credit: Sublime Systems



# STEAM-GENERATING HEAT PUMPS FOR CROSS-SECTOR DEEP DECARBONIZATION

Skyven Technologies, Inc. / Buffalo, NY and others

**Project Overview** 



## **About Skyven**

 Skyven is an Energy-as-a-Service company pioneering our Skyven Arcturus steamgenerating heat pump (SGHP) technology at manufacturing facilities across the US



## **Technology Snapshot**

- Electrifies steam production to reduce dependency on natural gas boilers
- Generates boiler-quality steam at temperatures up to 420°F
- Multi-site portfolio designed to maximize environmental and community benefits
- Projects kick off in 2024 and will be operational and reducing emissions by 2028



#### **Federal Cost Share**

Up to \$145 million



## Value and Impacts

- Cross-cutting: Portfolio contains large steam users in chemicals, pulp and paper, and food and beverage
- **Financially attractive:** High efficiency enables production of steam at lower costs than natural gas
- Ready for market liftoff: Commitments from manufacturers representing over \$1 billion in potential projects



#### **Carbon Emission Reductions**

Avoiding 400,000 metric tons per year, equal to emissions from 95,000 cars



# STEAM-GENERATING HEAT PUMPS FOR CROSS-SECTOR DEEP DECARBONIZATION

Skyven Technologies, Inc. / Buffalo, NY and others

# **Community Benefits**

- **Improves air quality:** Reduces emissions of health-harming pollutants like SOx, NOx, CO, particulate matter, and volatile organic compounds
- **Develops workforce:** Creates more than 500 good-paying jobs across the US to develop a diverse and skilled workforce for industrial heat pumps
- Engages key stakeholders: Promotes two-way engagement through town halls, online surveys, and Community and Labor Agreements
- Promotes DEIA: Incorporates DEIA into all hiring and recruitment practices, including selection of local contractors
- **Provides greatest benefit:** Impacts more than 330,000 community members living within a 3-mile radius of project sites
- Educates communities: Transfers knowledge through publication of case studies, lessons learned documentation, and emissions reduction reports



Image Credit: Skyven Technologies













**Contact Information** 

## **Project Contact**

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# **Press and Marketing Inquiries**

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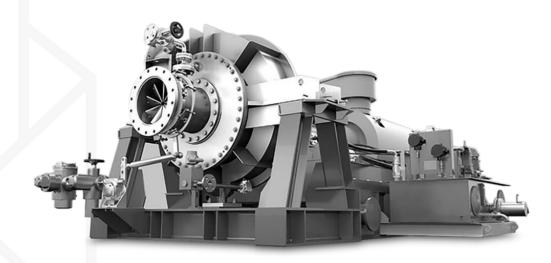


Image Credit: Skyven Technologies



# Question & Answer

7:00 – 7:30 pm ET





For more information; please visit energy.gov/OCED