Debbie Din (Original Signature of Member)

117TH CONGRESS 1ST SESSION



To revise the advanced technology vehicles manufacturing incentive program, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

Mrs. DINGELL introduced the following bill; which was referred to the Committee on _____

A BILL

To revise the advanced technology vehicles manufacturing incentive program, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Advanced Technology
- 5 Vehicles Manufacturing Future Act of 2021" or the
- 6 "ATVM Future Act".

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1	SEC. 2. ADVANCED TECHNOLOGY VEHICLES MANUFAC-
2	TURING INCENTIVE PROGRAM.
3	Section 136 of the Energy Independence and Security
4	Act of 2007 (42 U.S.C. 17013) is amended—
5	(1) in subsection (a)—
6	(A) by amending paragraph (1) to read as
7	follows:
8	"(1) Advanced technology vehicle.—The
9	term 'advanced technology vehicle' means—
10	"(A) an ultra efficient vehicle;
11	"(B) a light-duty vehicle or medium-duty
12	passenger vehicle that—
13	"(i) meets the Bin 160 Tier III emis-
14	sion standard established in regulations
15	issued by the Administrator of the Envi-
16	ronmental Protection Agency under section
17	202(i) of the Clean Air Act (42 U.S.C.
18	7521(i)), or a lower-numbered Bin emis-
19	sion standard;
20	"(ii) meets any new emission standard
21	in effect for fine particulate matter pre-
22	scribed by the Administrator under that
23	Act (42 U.S.C. 7401 et seq.); and
24	"(iii) either—
25	"(I) complies with the applicable
26	regulatory standard for emissions of

1	greenhouse gases for model year 2027
2	or later; or
3	"(II) emits zero emissions of
4	greenhouse gases; or
5	"(C) a heavy-duty vehicle (excluding a me-
6	dium-duty passenger vehicle) that—
7	"(i) demonstrates achievement below
8	the applicable regulatory standards for
9	emissions of greenhouse gases for model
10	year 2027 vehicles promulgated by the Ad-
11	ministrator on October 25, 2016 (81 Fed.
12	Reg. 73478);
13	"(ii) complies with the applicable reg-
14	ulatory standard for emissions of green-
15	house gases for model year 2030 or later;
16	or
17	"(iii) emits zero emissions of green-
18	house gases.";
19	(B) by striking paragraph (2) and redesig-
20	nating paragraph (3) as paragraph (2);
21	(C) by striking paragraph (4) and insert-
22	ing the following:
23	"(3) QUALIFYING COMPONENT.—The term
24	'qualifying component' means a material, technology,
25	component, system, or subsystem in an advanced

1	technology vehicle, including an ultra-efficient com-
2	ponent.
3	"(4) Ultra-efficient component.—The
4	term 'ultra-efficient component' means—
5	"(A) a component of an ultra efficient ve-
6	hicle;
7	"(B) fuel cell technology;
8	"(C) battery technology, including a bat-
9	tery cell, battery, battery management system,
10	or thermal control system;
11	"(D) an automotive semiconductor or com-
12	puter;
13	"(E) an electric motor, axle, or component;
14	and
15	"(F) an advanced lightweight, high-
16	strength, or high-performance material."; and
17	(D) in paragraph (5)—
18	(i) in subparagraph (B), by striking
19	"or" at the end;
20	(ii) in subparagraph (C), by striking
21	the period at the end and inserting "; or";
22	and
23	(iii) by adding at the end the fol-
24	lowing:

1	"(D) at least 75 miles per gallon equiva-
2	lent while operating as a hydrogen fuel cell elec-
3	tric vehicle.";
4	(2) by amending subsection (b) to read as fol-
5	lows:
6	"(b) Advanced Vehicles Manufacturing Facil-
7	ITY.—
8	"(1) IN GENERAL.—The Secretary shall provide
9	facility funding awards under this section to ad-
10	vanced technology vehicle manufacturers and compo-
11	nent suppliers to pay not more than 50 percent of
12	the cost of—
13	"(A) reequipping, expanding, or estab-
14	lishing a manufacturing facility in the United
15	States to produce—
16	"(i) advanced technology vehicles; or
17	"(ii) qualifying components; and
18	"(B) engineering integration performed in
19	the United States of advanced technology vehi-
20	cles and qualifying components.
21	"(2) Ultra-efficient components cost
22	SHARE.—Notwithstanding paragraph (1), a facility
23	funding award under such paragraph may pay not
24	more than 80 percent of the cost of a project to
25	reequip, expand, or establish a manufacturing facil-

1	ity in the United States to produce ultra-efficient
2	components.";
3	(3) in subsection (c), by striking "2020" and
4	inserting "2031" each place it appears;
5	(4) in subsection (d)—
6	(A) by amending paragraph (2) to read as
7	follows:
8	"(2) APPLICATION.—An applicant for a loan
9	under this subsection shall submit to the Secretary
10	an application at such time, in such manner, and
11	containing such information as the Secretary may
12	require, including—
13	"(A) a written assurance that all laborers
14	and mechanics employed by contractors or sub-
15	contractors during construction, alteration, or
16	repair, or at any manufacturing operation, that
17	is financed, in whole or in part, by a loan under
18	this section shall be paid wages at rates not less
19	than those prevailing in a similar firm or on
20	similar construction in the locality, as deter-
21	mined by the Secretary of Labor in accordance
22	with subchapter IV of chapter 31 of title 40,
23	United States Code;
24	"(B) a disclosure of whether there has

been any administrative merits determination,

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arbitral award or decision, or civil judgment, as defined in guidance issued by the Secretary of Labor, rendered against the applicant in the preceding 3 years for violations of applicable labor, employment, civil rights, or health and safety laws;

7 "(C) specific information regarding the ac-8 tions the applicant will take to demonstrate 9 compliance with, and where possible exceedance 10 of, requirements under applicable labor, employ-11 ment, civil rights, and health and safety laws, 12 and actions the applicant will take to ensure 13 that its direct suppliers demonstrate compliance 14 with applicable labor, employment, civil rights, 15 and health and safety laws; and

"(D) an estimate and description of the 16 17 jobs and types of jobs to be retained or created 18 by the project and the specific actions the appli-19 cant will take to increase employment and re-20 tention of dislocated workers, veterans, individ-21 uals from low-income communities, women, mi-22 norities, and other groups underrepresented in 23 manufacturing, and individuals with a barrier 24 to employment.";

1	(B) by amending paragraph (3) to read as
2	follows:
3	"(3) Selection of eligible projects.—
4	"(A) IN GENERAL.—The Secretary shall
5	select eligible projects to receive loans under
6	this subsection in cases in which the Secretary
7	determines—
8	"(i) the loan recipient—
9	"(I) has a reasonable prospect of
10	repaying the principal and interest on
11	the loan;
12	"(II) will provide sufficient infor-
13	mation to the Secretary for the Sec-
14	retary to ensure that the qualified in-
15	vestment is expended efficiently and
16	effectively; and
17	"(III) has met such other criteria
18	as may be established and published
19	by the Secretary; and
20	"(ii) the amount of the loan (when
21	combined with amounts available to the
22	loan recipient from other sources) will be
23	sufficient to carry out the project.
24	"(B) REASONABLE PROSPECT OF REPAY-
25	MENT.—The Secretary shall base a determina-

1	tion of whether there is a reasonable prospect
2	of repayment of the principal and interest on a
3	loan under subparagraph (A) on a comprehen-
4	sive evaluation of whether the loan recipient has
5	a reasonable prospect of repaying the principal
6	and interest, including evaluation of—
7	"(i) the strength of an eligible
8	project's contractual terms (if commer-
9	cially reasonably available);
10	"(ii) the forecast of noncontractual
11	cash flows supported by market projections
12	from reputable sources, as determined by
13	the Secretary;
14	"(iii) cash sweeps and other structure
15	enhancements;
16	"(iv) the projected financial strength
17	of the loan recipient at the time of loan
18	close and projected throughout the loan
19	term after the project is completed;
20	"(v) the financial strength of the loan
21	recipient's investors and strategic partners,
22	if applicable; and
23	"(vi) other financial metrics and anal-
24	yses that are relied upon by the private
25	lending community and nationally recog-

1	nized credit rating agencies, as determined
2	appropriate by the Secretary."; and
3	(C) in paragraph (4)—
4	(i) in subparagraph (B)(i), by striking
5	"; and" and inserting "; or";
6	(ii) in subparagraph (C), by striking
7	"; and" and inserting a semicolon;
8	(iii) in subparagraph (D), by striking
9	the period at the end and inserting ";
10	and"; and
11	(iv) by adding at the end the fol-
12	lowing:
13	"(E) shall be subject to the condition that
14	the loan is not subordinate to other financing.";
15	(5) by amending subsection (e) to read as fol-
16	lows:
17	"(e) Regulations.—Not later than 6 months after
18	the date of enactment of the Advanced Technology Vehi-
19	cles Manufacturing Future Act of 2021, the Secretary
20	shall issue a final rule establishing regulations to carry
21	out this section.";
22	(6) by amending subsection (f) to read as fol-
23	lows:
24	"(f) FEES.—The Secretary shall charge and collect
25	fees for loans under this section in amounts the Secretary

determines are sufficient to cover applicable administra tive expenses (including any costs associated with third party consultants engaged by the Secretary), which may
 not exceed \$100,000 or 10 basis points of the loan and
 may not be collected prior to financial closing.";

6 (7) by amending subsection (g) to read as fol-7 lows:

8 "(g) PRIORITY.—The Secretary shall, in making 9 awards or loans to those manufacturers that have existing 10 facilities (which may be idle), give priority to those facili-11 ties that are or would be—

- 12 "(1) oldest or in existence for at least 20 years;
 13 "(2) recently closed, or at risk of closure;
- "(3) utilized primarily for the manufacture of
 medium-duty passenger vehicles or other heavy-duty
 vehicles that emit zero greenhouse gas emissions; or
 "(4) utilized primarily for the manufacture of
- 18 ultra-efficient components.";
- 19 (8) in subsection (h) -

20 (A) in the header, by striking "AUTO21 MOBILE" and inserting "ADVANCED TECH22 NOLOGY VEHICLE"; and

23 (B) in paragraph (1)(B), by striking
24 "automobiles, or components of automobiles"

1	and inserting "advanced technology vehicles, or
2	components of advanced technology vehicles';
3	(9) by striking subsection (i) and redesignating
4	subsection (j) as subsection (i); and
5	(10) by adding at the end the following:
6	"(j) COORDINATION.—In carrying out this section,
7	the Secretary shall coordinate with relevant vehicle, bio-
8	energy, and hydrogen and fuel cell demonstration project
9	activities supported by the Department.
10	"(k) OUTREACH.—In carrying out this section, the
11	Secretary shall—
12	((1)) provide assistance with the completion of
13	applications for awards or loans under this section;
14	and
15	"(2) conduct outreach, including through con-
16	ferences and online programs, to disseminate infor-
17	mation on awards and loans under this section to
18	potential applicants.
19	"(l) REPORT.—Not later than 2 years after the date
20	of the enactment of this subsection, and every 3 years
21	thereafter, the Secretary shall submit to Congress a report
22	on the status of projects supported by a loan under this
23	section, including—

1	"(1) a list of projects receiving a loan under
2	this section, including the loan amount and con-
3	struction status of each such project;
4	"(2) the status of each project's loan repay-
5	ment, including future repayment projections;
6	"(3) data regarding the number of direct and
7	indirect jobs retained, restored, or created by fi-
8	nanced projects;
9	"(4) the number of new projects projected to
10	receive a loan under this section in the next 2 years
11	and the aggregate loan amount;
12	((5) evaluation of ongoing compliance with the
13	assurances and commitments and of the predictions
14	made by applicants pursuant to subsection $(d)(2)$;
15	and
16	"(6) any other metrics the Secretary finds ap-
17	propriate.
18	"(m) Authorization of Appropriations.—There
19	are authorized to be appropriated to carry out this section
20	\$10,000,000 for each of fiscal years 2022 through 2031.".