## S. 882

To strengthen provisions in the Energy Policy Act of 1992 and the Federal Nonnuclear Energy Research and Development Act of 1974 with respect to potential Climate Change.

## IN THE SENATE OF THE UNITED STATES

April 27, 1999

Mr. Murkowski (for himself, Mr. Hagel, Mr. Smith of Oregon, Mr. Byrd, Mr. Craig, Mr. Roberts, Mr. Grams, Mr. Hutchinson, Mr. Enzi, and Mr. McCain), introduced the following bill; which was read twice and referred to the Committee on Energy and Natural Resources

## A BILL

To strengthen provisions in the Energy Policy Act of 1992 and the Federal Nonnuclear Energy Research and Development Act of 1974 with respect to potential Climate Change.

- 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 "Energy and Climate
- 5 Policy Act of 1999".
- 6 SEC. 2. FINDINGS AND PURPOSES.
- 7 (a) FINDINGS.—Congress finds that—

- 1 (1) although there are significant uncertainties 2 surrounding the science of climate change, human 3 activities may contribute to increasing global con-4 centrations of greenhouse gases in the atmosphere, 5 which in turn may ultimately contribute to global cli-6 mate change beyond that resulting from natural variability;
  - (2) the characteristics of greenhouse gases and the physical nature of the climate system require that any stabilization of atmospheric greenhouse gas concentrations must be a long-term effort undertaken on a global basis;
  - (3) since developing countries will constitute the major source of greenhouse gas emissions early in the 21st century, all nations must share in an effective international response to potential climate change;
  - (4) environmental progress and economic prosperity are interrelated;
  - (5) effective greenhouse gas management efforts depend on the development of long-term, cost-effective technologies and practices that can be developed, refined, and deployed commercially in an orderly manner in the United States and around the world;

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- 1 (6) in its present form as signed by the Admin-2 istration, the Kyoto Protocol to the United Nations 3 Framework Convention on Climate Change fails to 4 meet the minimum conditions of Senate Resolution 5 98, 105th Congress, which was adopted by the Sen-6 ate on July 25, 1997, by a vote of 95–0;
- 7 (7) the President has not submitted the Kyoto 8 protocol to the Senate for debate and advice and 9 consent to ratification under article II, section 2, 10 clause 2 of the United States Constitution and has 11 indicated that the Administration has no intention 12 to do so in the foreseeable future, or to implement 13 any portion of the Kyoto protocol prior to its ratifi-14 cation in the Senate.
- 15 (b) Purpose.—The purpose of this Act is to 16 strengthen provisions of the Energy Policy Act of 1992 17 (42 U.S.C. 13381 et seq.) and the Federal Nonnuclear 18 Energy Research and Development Act of 1974 (42 U.S.C. 5901 et seq.) to—
- 20 (1) further promote voluntary efforts to reduce 21 or avoid greenhouse gas emissions and improve en-22 ergy efficiency;
- 23 (2) focus Department of Energy efforts in this 24 area; and

1	(3) authorize and undertake a long-term re-
2	search, development, and demonstration program
3	to—
4	(A) develop new and enhance existing tech-
5	nologies that reduce or avoid anthropogenic
6	emissions of greenhouse gases;
7	(B) develop new technologies that could re-
8	move and sequester greenhouse gases from
9	emissions streams; and
10	(C) develop new technologies and practices
11	to remove and sequester greenhouse gases from
12	the atmosphere.
13	SEC. 3. OFFICE OF GLOBAL CLIMATE CHANGE.
14	Section 1603 of the Energy Policy Act of 1992 (42
15	U.S.C. 13383) is amended—
16	(1) in the section heading, by striking "DI-
<b>.</b> _	
17	RECTOR OF CLIMATE PROTECTION"
17 18	RECTOR OF CLIMATE PROTECTION" and inserting "OFFICE OF GLOBAL CLI-
18	and inserting "OFFICE OF GLOBAL CLI-
18 19	and inserting "OFFICE OF GLOBAL CLI- MATE CHANGE"; and
18 19 20	and inserting "OFFICE OF GLOBAL CLI- MATE CHANGE"; and (2) by striking the first sentence and inserting
18 19 20 21	and inserting "OFFICE OF GLOBAL CLI-MATE CHANGE"; and  (2) by striking the first sentence and inserting the following:

1	"(b) Function.—The Office shall serve as a focal
2	point for coordinating for the Secretary and Congress all
3	departmental issues and policies regarding climate change
4	and related matters.
5	"(c) DIRECTOR.—The Secretary shall appoint a di-
6	rector of the Office, who—
7	"(1) shall be compensated at no less than level
8	IV of the Executive Schedule;
9	"(2) shall report to the Secretary; and
10	"(3) at the request of the Committees of the
11	Senate and House of Representatives with appro-
12	priation and legislative jurisdiction over programs
13	and activities of the Department of Energy, shall re-
14	port to Congress on the activities of the Office.";
15	(3) in the second sentence, by striking "The Di-
16	rector" and inserting the following:
17	"(d) Duties.—The Director"; and
18	(4) in subsection (c) (as designated by para-
19	graph (2)), by striking paragraphs (2) and (3) and
20	inserting the following:
21	"(2) participate, in cooperation with other fed-
22	eral agencies, in the development and monitoring of
23	domestic and international policies for their effects
24	on any kind of climate change globally and domesti-

1	cally and on the conception reduction excidence
	cally and on the generation, reduction, avoidance,
2	and sequestration of greenhouse gases;
3	"(3) develop and implement a balanced, sci-
4	entifically sound, nonadvocacy educational and in-
5	formative public awareness program on—
6	"(A) potential global climate change, in-
7	cluding any known adverse and beneficial ef-
8	fects on the United States and the economy of
9	the United States and the world economy, tak-
10	ing into consideration whether those effects are
11	known or expected to be temporary, long-term,
12	or permanent; and
13	"(B) voluntary means and measures to
14	mitigate or minimize significant adverse effects
15	and, where appropriate, to adapt, to the great-
16	est extent practicable, to climate change;
17	"(4) provide, consistent with applicable provi-
18	sions of law (including section 1605 (b)(3)), public
19	assess to all information on climate change, effects
20	of climate change, and adaptation to climate change;
21	"(5) promote and cooperate in the research, de-
22	velopment, demonstration, and diffusion of environ-
23	mentally sound, cost-effective and commercially
24	practicable technologies, practices and processes that

avoid, sequester, control, or reduce anthropogenic

- 1 emissions of greenhouse gases not controlled by the 2 Montreal Protocol for all relevant economic sectors, 3 including, where appropriate, the transfer of environmentally sound, cost-effective and commercially 5 practicable technologies, practices, and processes de-6 veloped with Federal funds by the Department of 7 Energy or any of its facilities and laboratories to in-8 terested persons in the United States and to devel-9 oping country Parties to the United Nations Frame-10 work Convention on Climate Change, and Parties 11 thereto with economies in transition to market-based 12 economies, consistent with, and subject to, any ap-13 plicable Federal law, including patent and intellec-14 tual property laws, and any applicable contracts, and 15 taking into consideration the provisions and pur-16 poses of section 1608; and 17 "(6) have the authority to participate in the 18 planning activities of relevant Department of Energy 19 programs.". 20 SEC. 4. NATIONAL INVENTORY AND VOLUNTARY REPORT-21 ING OF GREENHOUSE GASES. 22 (a) Section 1605 of the Energy Policy Act of 1992 23 (42 U.S.C. 13385) is amended—
- 24 (1) by amending the second sentence of sub-25 section (a) to read as follows—

"The Administrator of the Energy Infor-mation Administration shall annually update and analyze such inventory using available data, including beginning in calendar year 2001, in-formation collected as a result of voluntary re-porting under subsection (b). The inventory shall identify for calendar year 2001 and there-after the amount of emissions reductions attrib-uted to those reported under subsection (b).";

- (2) by amending subsection (b)(1)(B) and (C) to read as follows—
- "(B) annual reductions or avoidance of greenhouse gas emissions and sequestration and carbon
  fixation achieved through any measures, including
  agricultural activities, cogeneration, appliance efficiency, energy efficiency, forestry activities that increase carbon sequestration stocks (including the use
  of forest products), fuel switching, management of
  grasslands and drylands, manufacture or use of vehicles with reduced greenhouse gas emissions, methane recovery, ocean seeding, use of renewable energy, chlorofluorocarbon capture and replacement,
  and power plant heat rate improvement; and

"(C) reductions in, or avoidance of, greenhouse gas emissions achieved as a result of voluntary ac-

- 1 tivities domestically, or internationally, plant or fa-2 cility closings, and State or Federal requirements.";
- 3 (3) by striking in the first sentence of subsection (b)(2) the word "entities" and inserting 4 "persons or entities" and in the second sentence of 5 6 such subsection, by inserting after "Persons" the words "or entities";
- 8 (4) by inserting in the second sentence of sub-9 section (b)(4) the words "persons or" before "entity"; and 10
- 11 (5) by adding after subsection (b)(4) the fol-12 lowing new paragraphs—
- "(5) RECOGNITION OF VOLUNTARY REDUCTIONS OR 13 AVOIDED EMISSIONS OF GREENHOUSE GASES.—In order 14 15 to encourage and facilitate new and increased voluntary efforts on a continuing basis, particularly by persons and 16 17 entities in the private sector, to reduce global emissions of greenhouse gases, including voluntary efforts to limit, 18 19 control, sequester, and avoid such emissions, the Secretary 20 shall promptly develop and establish, after an opportunity 21 for public comment of at least 60 days, a program of giving annual public recognition, beginning not later than 23 January 31, 2001, to all reporting persons and entities demonstrating, pursuant to the voluntary collections and

reporting guidelines issued under this section, voluntarily

- 1 achieved greenhouse gases reductions, including such in-
- 2 formation reported prior to the enactment of this para-
- 3 graph. Such recognition shall be based on the information
- 4 certified, subject to 18 U.S.C. 1001, by such persons or
- 5 entities for accuracy as provided in paragraph 2 of this
- 6 subsection. At a minimum such recognition shall annually
- 7 be published in the Federal Register.
- 8 "(6) Changes in guidelines to improve accu-
- 9 RACY AND RELIABILITY.—The Secretary of Energy,
- 10 through the Administrator of the Energy Information Ad-
- 11 ministration, shall conduct a review, which shall include
- 12 an opportunity for public comment, of what, if any,
- 13 changes should be made to the guidelines established
- 14 under this section regarding the accuracy and reliability
- 15 of greenhouse gas reductions and related information re-
- 16 ported under this section. Any such review shall give con-
- 17 siderable weight to the voluntary nature of this section
- 18 and to the purpose of encouraging voluntary greenhouse
- 19 gas emission reductions by the private sector. Changes to
- 20 be reviewed shall include the need for, and the appro-
- 21 priateness of—
- 22 "(A) a random or other verification process
- using the authorities available to the Administrator
- 24 under other provisions of law;

"(B) a range of reference cases for reporting of project-based activities in sectors, including, but not limited to, the measures specified in subparagraph (1)(B) of this subsection, and the inclusion of benchmark and default methodologies for use in the reference cases for 'greenfield' projects; and

> "(C) provisions to address the possibility of reporting, inadvertently or otherwise, of some or all of the same greenhouse gas emissions reductions by more than one reporting entity or person and to make corrections where necessary.

12 The review should consider the costs and benefits of any such changes, the impacts on encouraging participation in this section, including by farmers and small busi-14 15 nesses, and the need to avoid creating undue economic advantages or disadvantages for persons or entities of the 16 private sector. The review should provide, where appro-17 priate, a range of reasonable options that are consistent 19 with the voluntary nature of this section and that will help further the purposes of this section. The review should be 20 21 available in draft form for public comment at least 45 days before it is submitted to the Committee on Energy and 23 Natural Resources of the Senate and the Committee on Commerce of the House of Representatives. Such sub-

mittal should be made by December 31, 2000. If the Sec-

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- 1 retary, in consultation with the Administrator, finds,
- 2 based on the study results, that such changes are likely
- 3 to be beneficial and cost effective in improving the accu-
- 4 racy and reliability of reported greenhouse gas reductions
- 5 and related information, are consistent with the voluntary
- 6 nature of this section, and furthers the purposes of this
- 7 section, the Secretary shall propose and promulgate, con-
- 8 sistent with such finding, such guidelines, together with
- 9 such findings. In carrying out the provisions of this para-
- 10 graph, the Secretary shall consult with the Secretary of
- 11 Agriculture and the Administrator of the Small Business
- 12 Administration to facilitate greater participation by small
- 13 business and farmers in this subsection for the purpose
- 14 of addressing greenhouse gas emission reductions and re-
- 15 porting such reductions.".
- 16 (6) in subsection (c), by inserting "the Sec-
- 17 retary of the Department of Agriculture, the Sec-
- 18 retary of the Department of Commerce, the Admin-
- 19 istrator of the Energy Information Administration,
- and" before "the Administrator".
- 21 (b) The Secretary shall revise, after opportunity for
- 22 public comment, the guidelines issued under section
- 23 1605(b) of the Energy Policy Act of 1992 to reflect the
- 24 amendments made to such section 1605(b) by subsection
- 25 (a)(2) through (4) of this section not later than 18 months

- 1 after the date of enactment of this Act. Such revised
- 2 guidelines shall specify their effective date.
- 3 (c) The provisions of subsection (a) (5) and (6) of
- 4 this section shall be effective on the date of enactment of
- 5 this Act.
- 6 SEC. 5. CLIMATE TECHNOLOGY RESEARCH, DEVELOPMENT
- 7 AND DEMONSTRATION PROGRAM.
- 8 Subtitle B of title XXI of the Energy Policy Act of
- 9 1992 (42 U.S.C. 13471) is amended by adding the fol-
- 10 lowing new subsection:
- 11 "SEC. 2120. CLIMATE TECHNOLOGY RESEARCH, DEVELOP-
- 12 MENT AND DEMONSTRATION PROGRAM.
- 13 "(a) Purpose.—The purpose of this section is to di-
- 14 rect the Secretary to further the goals of development and
- 15 commercialization of technologies, through widespread ap-
- 16 plication and utilization of which will assist in stabilizing
- 17 global concentrations of greenhouse gases, by the conduct
- 18 of a long-term research, development, and demonstration
- 19 program undertaken with selected industry participants or
- 20 consortia.
- 21 "(b) Program.—The Secretary, in consultation with
- 22 the Advisory Board established under section 2302, shall
- 23 establish a long-term Climate Technology Research, De-
- 24 velopment, and Demonstration Program, in accordance
- 25 with sections 3001 and 3002.

1	"(c) Program Objectives.—The program shall
2	foster—
3	"(1) development of new technologies and the
4	enhancement of existing technologies that reduce or
5	avoid anthropogenic emissions of greenhouse gases
6	and improve energy efficiency;
7	"(2) development of new technologies that are
8	able to remove and sequester greenhouse gases from
9	emissions streams; and
10	"(3) development of new technologies and prac-
11	tices to remove and sequester greenhouse gases from
12	the atmosphere.
13	"(d) Program Plan.—
14	"(1) Initial Plan.—Not later than 180 days
15	after the date of enactment of this section, the Sec-
16	retary, in consultation with appropriate representa-
17	tives of industry, institutions of higher education,
18	Department of Energy national laboratories, and
19	professional and technical societies, shall prepare
20	and submit to the Congress a 10-year program plan
21	to guide activities under this section.
22	"(2) BIENNIAL UPDATE.—The Secretary shall
23	biennially update and resubmit the program plan to
24	the Congress.
25	"(e) Proposals.—

1	"(1) Solicitation.—Not later than one year
2	after the date of submittal of the 10-year program
3	plan, and consistent with sections 3001 and 3002,
4	the Secretary shall solicit proposals for conducting
5	activities consistent with the 10-year program plan
6	and select one or more proposals not later than 180
7	days after such solicitations.
8	"(2) QUALIFICATIONS.—In order for a proposal
9	to be considered by the Secretary, an applicant shall
10	provide evidence that the applicant has in
11	existence—
12	"(A) the technical capability to enable it to
13	make use of existing research support and fa-
14	cilities in carrying out its research objectives;
15	"(B) a multi-disciplinary research staff ex-
16	perienced in—
17	"(i) energy generation, transmission,
18	distribution and end-use technologies; or
19	"(ii) technologies or practices able to
20	sequester, avoid, or capture greenhouse gas
21	emissions; or
22	"(iii) other directly related tech-
23	nologies or practices;
24	"(C) access to facilities and equipment to
25	enable the conduct of laboratory-scale testing or

1	demonstration of technologies or related proc-
2	esses undertaken through the program.
3	"(3) Proposal Criteria.—Each proposal
4	shall—
5	"(A) demonstrate the support of the rel-
6	evant industry by describing—
7	"(i) how the relevant industry has
8	participated in deciding what research ac-
9	tivities will be undertaken;
10	"(ii) how the relevant industry will
11	participate in the evaluation of the appli-
12	cant's progress in research and develop-
13	ment activities; and
14	"(iii) the extent to which industry
15	funds are committed to the applicant's
16	submission;
17	"(B) have a commitment for matching
18	funds from non-Federal sources, which shall
19	consist of—
20	"(i) eash; or
21	"(ii) as determined by the Secretary,
22	the fair market value of equipment, serv-
23	ices, materials, appropriate technology
24	transfer activities, and other assets directly
25	related to the proposal's cost;

1	"(C) include a single-year and multi-year
2	management plan that outline how the research
3	and development activities will be administered
4	and carried out;
5	"(D) state the annual cost of the proposal
6	and a breakdown of those costs; and
7	"(E) describe the technology transfer
8	mechanisms that the applicant will use to make
9	available research results to industry and to
10	other researchers.
11	"(4) Contents of Proposal.—A proposal
12	under this subsection shall include—
13	"(A) an explanation of how the proposal
14	will expedite the research, development, dem-
15	onstration, and commercialization of tech-
16	nologies capable of—
17	"(i) reducing or avoiding anthropo-
18	genic emissions of greenhouse gases;
19	"(ii) removing and sequestering green-
20	house gases from emissions streams; or
21	"(iii) removing and sequestering
22	greenhouse gases from the atmosphere.
23	"(B) evidence of consideration of whether
24	the unique capabilities of Department of En-
25	ergy national laboratories warrant collaboration

1	with those laboratories, and the extent of the
2	collaboration proposed;
3	"(C) a description of the extent to which
4	the proposal includes collaboration with relevant
5	industry or other groups or organizations;
6	"(D) evidence of the ability of the appli-
7	cant to undertake and complete the proposed
8	project;
9	"(E) evidence of applicant's ability to suc-
10	cessfully introduce the technology into com-
11	merce, as demonstrated by past experience and
12	current relationships with industry; and
13	"(F) a demonstration of continued finan-
14	cial commitment during the entire term of the
15	proposal from all industrial sectors involved in
16	the technology development.
17	"(f) Selection of Proposals.—From the pro-
18	posals submitted, the Secretary shall select for funding
19	one or more proposals that—
20	"(1) will best result in carrying out needed re-
21	search, development, and demonstration related to
22	technologies able to assist in the stabilization of
23	global greenhouse gas concentrations through one or
24	more of the following approaches—

1	"(A) improvement in the performance of
2	fossil-fueled energy technologies;
3	"(B) development of greenhouse gas cap-
4	ture and sequestration technologies and proc-
5	esses;
6	"(C) cost reduction and acceleration of de-
7	ployment of renewable resource and distributed
8	generation technologies;
9	"(D) development of an advanced nuclear
10	generation design; and
11	"(E) improvement in the efficiency of elec-
12	trical generation, transmission, distribution,
13	and end use;"
14	"(F) design and use of—
15	"(i) closed-loop multi-stage industrial
16	processes that minimize raw material con-
17	sumption and waste streams;
18	"(ii) advanced co-production systems
19	(such as coal-based chemical processing
20	and biomass fuel processing); and
21	"(iii) recycling and industrial-ecology
22	programs integrating energy efficiency.
23	"(2) represent research and development in spe-
24	cific areas identified in the program plan developed

1	biennially by the Secretary and submitted to Con-
2	gress under subsection (c);
3	"(3) demonstrate strong industry support;
4	"(4) ensure the timely transfer of technology to
5	industry; and
6	"(5) otherwise best carry out this section.
7	"(g) Annual Progress Reports.—The Director of
8	the Office of Science and Technology, in consultation with
9	the Director of the Office of Management and Budget,
10	shall prepare and submit an annual report to Congress
11	that—
12	"(1) certifies that the program objectives are
13	adequately focused, peer-reviewed and merit-re-
14	viewed, and not unnecessarily duplicative with the
15	science and technology research being conducted by
16	other Federal agencies and agents, and
17	"(2) states whether the program as conducted
18	in the prior year addresses an adequate breadth and
19	range of technologies and solutions to address an-
20	thropogenic climate change, including—
21	"(A) capture and sequestration of green-
22	house gas emissions;
23	"(B) development of photovoltaic, high-ef-
24	ficiency coal, advanced nuclear, and fuel cell
25	generation technologies:

1	"(C) cost reduction and acceleration of de-
2	ployment of renewable resource and distributed
3	generation technologies; and
4	"(D) improvement in the efficiency of elec-
5	trical generation, transmission, distribution,
6	and end use;
7	"(h) AUTHORIZATION OF APPROPRIATIONS.—There
8	are authorized to be appropriated to carry out this section
9	\$200,000,000 for each of fiscal years 2001 through 2010,
10	to remain available until expended. This authorization is
11	supplemental to existing authorities and shall not be con-
12	strued as a cap on the Department of Energy's Research,
13	Development and Demonstration programs.".
13 14	Development and Demonstration programs.".  SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PRO-
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	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PRO-
14 15	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PRO- GRAM FOR ENERGY RESEARCH, DEVELOP-
14 15 16 17	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PRO- GRAM FOR ENERGY RESEARCH, DEVELOP- MENT, AND DEMONSTRATION.
14 15 16 17	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PRO- GRAM FOR ENERGY RESEARCH, DEVELOP- MENT, AND DEMONSTRATION.  Section 6 of the Federal Nonnuclear Energy Re-
14 15 16 17	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PRO- GRAM FOR ENERGY RESEARCH, DEVELOP- MENT, AND DEMONSTRATION.  Section 6 of the Federal Nonnuclear Energy Re- search and Development Act of 1974 (42 U.S.C. 5905)
14 15 16 17 18	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PROGRAM FOR ENERGY RESEARCH, DEVELOPMENT, AND DEMONSTRATION.  Section 6 of the Federal Nonnuclear Energy Research and Development Act of 1974 (42 U.S.C. 5905) is amended—
14 15 16 17 18 19 20	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PROGRAM FOR ENERGY RESEARCH, DEVELOPMENT, AND DEMONSTRATION.  Section 6 of the Federal Nonnuclear Energy Research and Development Act of 1974 (42 U.S.C. 5905) is amended—  (1) in subsection (a)—
14 15 16 17 18 19 20	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PROGRAM FOR ENERGY RESEARCH, DEVELOPMENT, AND DEMONSTRATION.  Section 6 of the Federal Nonnuclear Energy Research and Development Act of 1974 (42 U.S.C. 5905) is amended—  (1) in subsection (a)—  (A) in paragraph (2), by striking "and" at
14 15 16 17 18 19 20 21	SEC. 6. COMPREHENSIVE PLAN AND IMPLEMENTING PROGRAM FOR ENERGY RESEARCH, DEVELOPMENT, AND DEMONSTRATION.  Section 6 of the Federal Nonnuclear Energy Research and Development Act of 1974 (42 U.S.C. 5905) is amended—  (1) in subsection (a)—  (A) in paragraph (2), by striking "and" at the end;

1	"(4) solutions to the effective management of
2	greenhouse gas emissions in the long term by the de-
3	velopment of technologies and practices designed
4	to—
5	"(A) reduce or avoid anthropogenic emis-
6	sions of greenhouse gases;
7	"(B) remove and sequester greenhouse
8	gases from emissions streams; and
9	"(C) remove and sequester greenhouse
10	gases from the atmosphere."; and
11	(2) in subsection (b)—
12	(A) in paragraph (2), by striking "sub-
13	section (a)(1) through (3)" and inserting
14	"paragraphs (1) through (4) of subsection (a);
15	and
16	(B) in paragraph (3)—
17	(i) in subparagraph (R), by striking
18	"and" at the end;
19	(ii) in subparagraph (S), by striking
20	the period at the end and inserting ";
21	and"; and
22	(iii) by adding at the end the fol-
23	lowing:
24	"(T) to pursue a long-term climate tech-
25	nology strategy designed to demonstrate a vari-

1	ety of technologies by which stabilization of
2	greenhouse gases might be best achieved,
3	including—
4	"(i) the accelerated commercial dem-
5	onstration of low-cost and high efficiency
6	photovoltaic power systems;
7	"(ii) advanced clean coal technology;
8	"(iii) advanced nuclear power plant
9	design;
10	"(iv) fuel cell technology development
11	for cost-effective application in residential,
12	industrial and transportation applications;
13	"(v) low cost carbon sequestration
14	practices and technologies including bio-
15	technology, tree physiology, soil produc-
16	tivity and remote sensing;
17	"(vi) hydro and other renewables;
18	"(vii) electrical generation, trans-
19	mission and distribution technologies and
20	end use technologies; and
21	"(viii) bio-energy technology."
22	SEC. 7. DEFINITIONS.
23	For the purpose of this Act and the provisions of the
24	Energy Policy Act of 1992 (42 U.S.C. 13381, et seq.) and
25	the provisions of the Federal Nonnuclear Energy Research

- 1 and Development Act of 1974 (42 U.S.C. 5901, et seq.)
- 2 which statutes are amended by this Act, these terms are
- 3 defined as follows:

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- "(1) AGRICULTURAL ACTIVITY.—The term 'agricultural activity' means livestock production, cropland cultivation, biogas recovery and nutrient management.
  - "(2) CLIMATE CHANGE.—The term 'climate change' means a change of climate which is attributed directly or indirectly to human activity which is in addition to natural climate variability observed over comparable time periods.
    - "(3) CLIMATE SYSTEM.—The term 'climate system' means the totality of the atmosphere, hydrosphere, biosphere and geosphere and their interactions.
    - "(4) GREENHOUSE GASES.—The term 'greenhouse gases' means those gaseous constituents of the atmosphere, both natural and anthropogenic, that absorb and re-emit infrared radiation.
- "(5) GREENHOUSE GAS REDUCTION.—The term greenhouse gas reduction' means 1 metric ton of greenhouse gas (expressed in terms of carbon dioxide equivalent) that is voluntarily certified to have

been achieved under section 1605 of the Energy Policy Act of 1992 (42 U.S.C. 13385).

"(6) Greenhouse gas sequestration.—The term 'greenhouse gas sequestration' means extracting one or more greenhouse gases from the atmosphere or an emissions stream through a technological process designed to extract and isolate those gases from the atmosphere or an emissions stream; or the natural process of photosynthesis that extracts carbon dioxide from the atmosphere and stores it as carbon in trees, roots, stems, soils, foliage, and durable wood products.

"(7) FOREST PRODUCTS.—The term 'forest products' means all products or goods manufactured from trees.

## "(8) Forestry activity.—

"(A) IN GENERAL.—The term 'forestry activity' means any ownership or management action that has a discernible impact on the use and productivity of forests.

"(B) Inclusions.—Forestry activities include, but are not limited to, the establishment of trees on an area not previously forested, the establishment of trees on an area previously forested if a net carbon benefit can be dem-

1	onstrated, enhanced forest management (e.g.,
2	thinning, stand improvement, fire protection,
3	weed control, nutrient application, pest manage-
4	ment, other silvicultural practices), forest pro-
5	tection or conservation if a net carbon benefit
6	can be demonstrated, and biomass energy
7	(using wood, grass or other biomass in lieu of
8	fossil fuel).
9	"(C) Exclusions.—The term forest ac-
10	tivity' does not include a land use change asso-
11	ciated with—
12	"(i) an act of war; or
13	"(ii) an act of nature, including
14	floods, storms, earthquakes, fires, hurri-
15	canes, and tornadoes.
16	"(9) Management of grasslands and
17	DRYLANDS.—The term 'management of grasslands
18	and drylands' means seeding, cultivation, and nutri-
19	ent management.
20	"(10) OCEAN SEEDING.—The term 'ocean seed-
21	ing' means adding nutrients to oceans to enhance
22	the biological fixation of carbon dioxide.".