| | (Origin | al Signature of Member) |
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| 119TH CONGRESS 1ST SESSION | H. R | |

To strengthen and enhance the competitiveness of cement, concrete, asphalt binder, and asphalt mixture production in the United States through the research, development, demonstration, and commercial application of technologies to reduce emissions from cement, concrete, asphalt binder, and asphalt mixture production, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

| Mrs. | FOUSHEE introduced | tne | ronowing | юш; | wmen | was | reterrea | to | tne |
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| | Committee on $_$ | | | | | | | | |
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A BILL

To strengthen and enhance the competitiveness of cement, concrete, asphalt binder, and asphalt mixture production in the United States through the research, development, demonstration, and commercial application of technologies to reduce emissions from cement, concrete, asphalt binder, and asphalt mixture production, 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,

| 1 | SECTION 1. SHORT TITLE. |
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| 2 | This Act may be cited as the "IMPACT Act 2.0". |
| 3 | SEC. 2. FEDERAL HIGHWAY ADMINISTRATION. |
| 4 | (a) Performance-Based Low-Emissions Trans- |
| 5 | PORTATION MATERIALS GRANTS.— |
| 6 | (1) Purpose.—The purpose of this subsection |
| 7 | is to encourage States to improve State-level cement, |
| 8 | concrete, asphalt binder, and asphalt mixture speci- |
| 9 | fications and standards to facilitate the purchase of |
| 10 | low-emissions cement, concrete, asphalt binder, or |
| 11 | asphalt mixtures. |
| 12 | (2) Establishment.—The Administrator of |
| 13 | the Federal Highway Administration (referred to in |
| 14 | this section as the "Administrator") shall provide to |
| 15 | States— |
| 16 | (A) reimbursement for the additional cost |
| 17 | of using low-emissions cement, concrete, asphalt |
| 18 | binder, and asphalt mixtures used in highway |
| 19 | projects of the State; |
| 20 | (B) incentives for the acquisition of low- |
| 21 | emissions cement, concrete, asphalt binder, and |
| 22 | asphalt mixtures for use in highway projects of |
| 23 | the State; |
| 24 | (C) technical assistance to update the spec- |
| 25 | ifications and standards of the State to be per- |

| 1 | formance-based specifications and standards; |
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| 2 | and |
| 3 | (D) technical assistance to benchmark and |
| 4 | quantify embodied greenhouse gas emissions. |
| 5 | (3) Reimbursement and incentive |
| 6 | AMOUNTS.— |
| 7 | (A) REIMBURSEMENT AMOUNT.—The |
| 8 | amount of reimbursement under paragraph |
| 9 | (2)(A) shall be equal to the incrementally high- |
| 10 | er cost of using such materials relative to the |
| 11 | cost of using traditional materials, as deter- |
| 12 | mined by the State and verified by the Adminis- |
| 13 | trator. |
| 14 | (B) Incentive amount.—The amount of |
| 15 | an incentive under paragraph (2)(B) shall be |
| 16 | equal to 2 percent of the cost of using low-emis- |
| 17 | sions cement, concrete, asphalt binder, and as- |
| 18 | phalt mixtures on a highway project of the |
| 19 | State. |
| 20 | (C) Limitation.—Amounts provided for |
| 21 | reimbursement and incentives under this sub- |
| 22 | section may not exceed the amount authorized |
| 23 | to be appropriated under paragraph (6). |
| 24 | (4) Eligibility.—To be eligible to receive re- |
| 25 | imbursement or incentives under this subsection, a |

| 1 | State shall have in effect, as appropriate, special |
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| 2 | provisions, specifications, or standards, such as engi- |
| 3 | neering performance standards, or a collection of |
| 4 | embodied greenhouse gas emissions reporting tools, |
| 5 | such as environmental product declarations, that fa- |
| 6 | cilitate the purchase of low-emissions cement, con- |
| 7 | crete, asphalt binder, and asphalt mixtures. |
| 8 | (5) Coordination.—In carrying out this sub- |
| 9 | section, the Administrator shall leverage the Every |
| 10 | Day Counts Initiative of the Department of Trans- |
| 11 | portation to promote the commercialization of low- |
| 12 | emissions cement, concrete, asphalt binder, and as- |
| 13 | phalt mixtures. |
| 14 | (6) Authorization of appropriations.— |
| 15 | There is authorized to be appropriated to the Sec- |
| 16 | retary to carry out this subsection \$15,000,000 for |
| 17 | the period of fiscal years 2025 through 2027. |
| 18 | (b) Directory of Low-emission Cement, Con- |
| 19 | CRETE, ASPHALT BINDER, OR ASPHALT MIXTURES.— |
| 20 | (1) In general.—The Administrator shall es- |
| 21 | tablish and maintain a publicly available directory of |
| 22 | low-emissions cement, concrete, asphalt binder, or |
| 23 | asphalt mixtures submitted by States that the Ad- |
| 24 | ministrator determines to be eligible for reimburse- |
| 25 | ment or incentives under subsection (a). |

| 1 | (2) Submission and approval.— |
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| 2 | (A) In general.—Not later than 180 |
| 3 | days after the date of enactment of this Act, |
| 4 | the Administrator shall establish a procedure |
| 5 | under which States may submit new low-emis- |
| 6 | sions cement, concrete, asphalt binder, or as- |
| 7 | phalt mixtures to be included in the directory |
| 8 | under paragraph (1). |
| 9 | (B) Submission.—To be considered for |
| 10 | inclusion in the directory under paragraph (1), |
| 11 | a State shall submit an application relating to |
| 12 | the low-emissions cement, concrete, asphalt |
| 13 | binder, or asphalt mixture to the Administrator |
| 14 | at such time, in such manner, and containing |
| 15 | such information as the Administrator deter- |
| 16 | mines to be necessary. |
| 17 | (C) DECISION DEADLINE.—Not later than |
| 18 | 180 days after the date on which the Adminis- |
| 19 | trator receives an application under subpara- |
| 20 | graph (B), the Administrator shall— |
| 21 | (i) approve the application and include |
| 22 | the low-emissions cement, concrete, asphalt |
| 23 | binder, or asphalt mixture in the directory |
| 24 | under paragraph (1); or |
| 25 | (ii) deny the application. |

| 1 | (D) Written reasons for denial.—If |
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| 2 | the Administrator denies an application under |
| 3 | paragraph (C)(ii), the Administrator shall pro- |
| 4 | vide the State a written explanation for the de- |
| 5 | nial. |
| 6 | (3) Project selection.—Low-emissions ce- |
| 7 | ment, concrete, asphalt binder, or asphalt mixtures |
| 8 | approved under paragraph (2)(C)(i) and included in |
| 9 | the directory under paragraph (1) may be used in |
| 10 | any highway project. |
| 11 | SEC. 3. ADVANCE PURCHASE COMMITMENT PROGRAM. |
| 12 | (a) Purpose.—The purposes of this section are— |
| 13 | (1) to allow States to purchase or contractually |
| 14 | guarantee the direct purchase of conforming low- |
| 15 | emissions cement, concrete, asphalt binder, or as- |
| 16 | phalt mixtures; and |
| 17 | (2) to encourage continuous innovation and |
| 18 | long-term emissions reductions in the production of |
| 19 | concrete, cement, asphalt binder, and asphalt mix- |
| 20 | tures. |
| 21 | (b) Eligible Projects.—Section 133 of title 23, |
| 22 | United States Code, is amended— |
| 23 | (1) in subsection (b) by adding at the end the |
| 24 | following: |

| 1 | "(25) A project that includes the use of innova- |
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| 2 | tive, domestically produced cement, concrete, asphalt |
| 3 | mixture, or asphalt binder manufactured using a |
| 4 | process described in subsection (l). |
| 5 | "(26) Subject to subsection (m), a project that |
| 6 | is carried out through an advance multiyear contract |
| 7 | with a producer for a specified quantity and speci- |
| 8 | fied price of innovative, domestically produced ce- |
| 9 | ment, concrete, asphalt mixture, or asphalt binder |
| 10 | manufactured using a process described in sub- |
| 11 | section (l)."; and |
| 12 | (2) by adding at the end the following: |
| 13 | "(l) REQUIREMENTS FOR CERTAIN PROJECTS.—The |
| 14 | process referred to in paragraphs (25) and (26) of sub- |
| 15 | section (b) is a manufacturing process that— |
| 16 | "(1) produces materials with— |
| 17 | "(A) superior durability to conventional |
| 18 | materials; and |
| 19 | "(B) superior performance with respect |
| 20 | to— |
| 21 | "(i) compressive strength; |
| 22 | "(ii) tensile strength; or |
| 23 | "(iii) workability; or |

| 1 | "(2) produces materials that meet the engineer- |
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| 2 | ing specifications of the State and achieve superior |
| 3 | performance with respect to— |
| 4 | "(A) environmental performance; or |
| 5 | "(B) energy efficiency.". |
| 6 | (c) State Flexibility.—Section 133(h)(6) of title |
| 7 | 23, United States Code, is amended by adding at the end |
| 8 | the following: |
| 9 | "(D) Procurement for innovative |
| 10 | BUILDING MATERIALS.— |
| 11 | "(i) In general.—A State may use |
| 12 | the funds set aside under this subsection |
| 13 | to enter into an advance multi-year con- |
| 14 | tract described in subsection (m) for a |
| 15 | specified quantity and specified price of in- |
| 16 | novative, domestically produced cement, |
| 17 | concrete, asphalt mixture, or asphalt bind- |
| 18 | er. |
| 19 | "(ii) Use of funds.—States may not |
| 20 | provide payments to the producer as part |
| 21 | of the advance procurement under clause |
| 22 | (i) unless materials have been delivered ac- |
| 23 | cording to contract terms and conditions.". |

| 1 | (d) Limitation.—Section 133 of title 23, United |
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| 2 | States Code, is further amended by adding at the end the |
| 3 | following: |
| 4 | "(m) Advance Multi-Year Contracts.—Except |
| 5 | as otherwise provided in this section, none of the funds |
| 6 | made available under this section may be used for a multi- |
| 7 | year contract unless— |
| 8 | "(1) cancellation provisions in the contract do |
| 9 | not include consideration of recurring manufacturing |
| 10 | costs of the producer associated with the production |
| 11 | of unfunded units to be delivered under the contract; |
| 12 | "(2) the contract provides that payments to the |
| 13 | producer under the contract shall not be made in ad- |
| 14 | vance of incurred costs on funded units; |
| 15 | "(3) the contract does not provide for a price |
| 16 | adjustment based on a failure to award a follow-on |
| 17 | contract; |
| 18 | "(4) the producer submits a statement describ- |
| 19 | ing the quantity and cost of the cement, concrete, |
| 20 | asphalt mixture, and asphalt binder; |
| 21 | "(5) the producer demonstrates material steps |
| 22 | towards commercial production and operational ca- |
| 23 | pacity of cement, concrete, asphalt mixture, or as- |
| 24 | phalt binder production with respect to logistics, |
| 25 | planned material storage, handling capacities, and |

| 1 | delivery mechanisms, of which failure to demonstrate |
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| 2 | material progress towards commercial production |
| 3 | and operational capacity may result in termination |
| 4 | of a portion or all of the advance procurement at the |
| 5 | sole discretion of the State; and |
| 6 | "(6) the contract fulfills, to the maximum ex- |
| 7 | tent possible, preference criteria set by the State.". |
| 8 | (e) Low-emissions Cement, Concrete, and As- |
| 9 | PHALT DEFINED.—In this Act, the term "low-emissions |
| 10 | cement, concrete, and asphalt" means cement, concrete, |
| 11 | asphalt binder, or asphalt mixture that reduces, to the |
| 12 | maximum extent practicable, greenhouse gas or directly |
| 13 | related pollutant emissions to levels below commercially |
| 14 | available cement, concrete, or asphalt. |