$[\sim 112 H6217]$

(Original Signature of Member)

113TH CONGRESS 1ST SESSION



To require 85 percent domestic content in green technologies purchased by Federal agencies or by States with Federal funds and in property eligible for the renewable energy production or investment tax credits.

IN THE HOUSE OF REPRESENTATIVES

Mr. GARAMENDI introduced the following bill; which was referred to the Committee on _____

A BILL

- To require 85 percent domestic content in green technologies purchased by Federal agencies or by States with Federal funds and in property eligible for the renewable energy production or investment tax credits.
 - 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 "Make it in America:5 Create Clean Energy Manufacturing Jobs in America6 Act".

SEC. 2. REQUIREMENTS FOR PURCHASE OF GREEN TECH NOLOGIES WITH 85 PERCENT DOMESTIC CON TENT FOR USE BY FEDERAL GOVERNMENT
 AND STATES.

5 (a) REQUIREMENT FOR PURCHASES BY FEDERAL GOVERNMENT.—Notwithstanding chapter 83 of title 41, 6 7 United States Code (popularly referred to as the Buy 8 American Act), and subject to subsection (c), only green 9 technologies that are 85 percent manufactured in the United States, from articles, materials, or supplies 85 per-10 11 cent of which are grown, produced, or manufactured in the United States, may be acquired for use by the Federal 12 Government. 13

14 (b) REQUIREMENT FOR PURCHASES BY STATES 15 USING FEDERAL FUNDS.—Subject to subsection (c), Fed-16 eral funds may not be provided to a State for the purchase of green technologies unless the State agrees that the 17 funds shall be used to purchase only green technologies 18 19 that are 85 percent manufactured in the United States, 20 from articles, materials, or supplies 85 percent of which 21 are grown, produced, or manufactured in the United 22 States.

(c) PHASE-IN OF REQUIREMENT.—During the first
two fiscal years occurring after the date of the enactment
of this Act, subsections (a) and (b) shall be applied—

1 (1) during the first fiscal year beginning after 2 such date of enactment, by substituting "50 percent" for "85 percent"; and 3 (2) during the second fiscal year beginning 4 5 after such date of enactment, by substituting "60 6 percent" for "85 percent". 7 (d) GREEN TECHNOLOGIES DEFINED.—In this Act, 8 the term "green technologies" means renewable energy and energy efficiency products and services that— 9 10 (1) reduce dependence on unreliable sources of 11 energy by encouraging the use of sustainable bio-12 mass, wind, small-scale hydroelectric, solar, geo-

thermal, and other renewable energy and energy effi-ciency products and services; and

(2) use hybrid fossil-renewable energy systems.
(e) EFFECTIVE DATE.—This section shall apply to
purchases of green technologies on and after October 1
of the first fiscal year beginning after the date of the enactment of this Act.

20SEC. 3. RENEWABLE ENERGY PRODUCTION AND INVEST-21MENT TAX CREDITS LIMITED TO DOMESTI-22CALLY PRODUCED PROPERTY.

23 (a) CREDIT FOR ELECTRICITY PRODUCED FROM
24 CERTAIN RENEWABLE RESOURCES.—Subsection (d) of

section 45 of the Internal Revenue Code of 1986 is amend ed by adding at the end the following new paragraph:

3 "(12) Domestic content requirement.— 4 "(A) IN GENERAL.—In the case of any facility originally placed in service after the date 5 of the enactment of the Make it in America: 6 7 Create Clean Energy Manufacturing Jobs in 8 America Act, such facility shall not be treated 9 as a qualified facility for purposes of this section unless such facility is 85 percent manufac-10 11 tured in the United States, from articles, mate-12 rials, or supplies 85 percent of which are 13 grown, produced, \mathbf{or} manufactured in the 14 United States.

15 "(B) TRANSITIONAL RULE.—In the case of
16 any facility originally placed in service before
17 January 1, 2015, subparagraph (A) shall be applied—
18 plied—

19 "(i) in the case a facility originally
20 placed in service during 2013, by sub21 stituting '50 percent' for '85 percent' both
22 places it appears, and

23 "(ii) in the case a facility originally24 placed in service during 2014, by sub-

1	stituting '60 percent' for '85 percent' both
2	places it appears.".

3 (b) INVESTMENT ENERGY CREDIT.—Section 48 of
4 such Code is amended by adding at the end the following
5 new subsection:

6 "(e) Domestic Content Requirement.—

7 "(1) IN GENERAL.—In the case of any property 8 for any period after the date of the enactment of the 9 Make it in America: Create Clean Energy Manufac-10 turing Jobs in America Act, such property shall not 11 be treated as energy property for purposes of this 12 section unless such property is 85 percent manufac-13 tured in the United States, from articles, materials, 14 or supplies 85 percent of which are grown, produced, 15 or manufactured in the United States.

16 "(2) TRANSITIONAL RULE.—In the case of any
17 property for any period before January 1, 2015,
18 paragraph (1) shall be applied—

19 "(A) in the case of any period during
20 2013, by substituting '50 percent' for '85 per21 cent' both places it appears, and

22 "(B) in the case of any period during
23 2014, by substituting '60 percent' for '85 per24 cent' both places it appears.".

25 (c) Effective Dates.—

(1) PRODUCTION CREDIT.—The amendments
 made by subsection (a) shall apply to facilities origi nally placed in service after the date of the enact ment of this Act.

5 (2) INVESTMENT CREDIT.—The amendments 6 made by subsection (b) shall apply to periods after 7 the date of the enactment of this Act, under rules 8 similar to the rules of section 48(m) of the Internal 9 Revenue Code of 1986 (as in effect on the day be-10 fore the date of the enactment of the Revenue Rec-11 onciliation Act of 1990).