118th CONGRESS 1st Session

To require a certain percentage of natural gas and crude oil exports be transported on United States-built and United States-flag vessels, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. WICKER introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

- To require a certain percentage of natural gas and crude oil exports be transported on United States-built and United States-flag vessels, 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 "Energizing American

- 5 Shipbuilding Act of 2023".
- 6 SEC. 2. NATIONAL POLICY ON STRATEGIC ENERGY ASSET
- 7

EXPORT TRANSPORTATION.

8 (a) LNG EXPORTS.—

(1) REQUIREMENT FOR TRANSPORTATION OF
 EXPORTS OF NATURAL GAS ON VESSELS DOCU MENTED UNDER LAWS OF THE UNITED STATES.—
 Section 3 of the Natural Gas Act (15 U.S.C. 717b)
 is amended by adding at the end the following:

6 "(g) TRANSPORTATION OF EXPORTS OF NATURAL
7 GAS ON VESSELS DOCUMENTED UNDER LAWS OF THE
8 UNITED STATES.—

9 "(1) CONDITION FOR APPROVAL.—Except as 10 provided in paragraph (7), with respect to an appli-11 cation to export natural gas under subsection (a), 12 the Commission shall include in the order issued for 13 that application the condition that the person trans-14 port the natural gas on a vessel that meets the re-15 quirements described in paragraph (3).

"(2) PURPOSE.—The purpose of the requirement under paragraph (1) is to ensure that, of all
natural gas exported by vessel in a calendar year,
the following percentage is exported by a vessel that
meets the requirements described in paragraph (3):

21 "(A) In each of the 7 calendar years fol22 lowing the calendar year in which this sub23 section is enacted, not less than 2 percent.

1	"(B) In each of the 8th and 9th calendar
2	years following the calendar year in which this
3	subsection is enacted, not less than 3 percent.
4	"(C) In each of the 10th and 11th cal-
5	endar years following the calendar year in
6	which this subsection is enacted, not less than
7	4 percent.
8	"(D) In each of the 12th and 13th cal-
9	endar years following the calendar year in
10	which this subsection is enacted, not less than
11	6 percent.
12	((E) In each of the 14th and 15th cal-
13	endar years following the calendar year in
14	which this subsection is enacted, not less than
15	7 percent.
16	((F) In each of the 16th and 17th cal-
17	endar years following the calendar year in
18	which this subsection is enacted, not less than
19	9 percent.
20	"(G) In each of the 18th and 19th cal-
21	endar years following the calendar year in
22	which this subsection is enacted, not less than
23	11 percent.
24	"(H) In each of the 20th and 21st cal-
25	endar years following the calendar year in

1	which this subsection is enacted, not less than
2	13 percent.
3	((I) In the 22nd calendar year after the
4	calendar year in which this subsection is en-
5	acted and each calendar year thereafter, not
6	less than 15 percent.
7	"(3) Requirements for vessels.—A vessel
8	meets the requirements described in this para-
9	graph—
10	"(A) with respect to each of the 5 calendar
11	years following the calendar year in which this
12	subsection is enacted—
13	"(i) if—
14	"(I) the vessel is documented
15	under the laws of the United States;
16	and
17	"(II) with respect to any retrofit
18	work necessary for the vessel to ex-
19	port natural gas—
20	"(aa) such work is done in a
21	shipyard in the United States;
22	and
23	"(bb) any component of the
24	vessel listed in paragraph (4)
25	that is installed during the

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1	course of such work is manufac-
2	tured in the United States; or
3	"(ii) if—
4	"(I) the vessel is built in the
5	United States;
6	"(II) the vessel is documented
7	under the laws of the United States;
8	"(III) all major components of
9	the hull or superstructure of the ves-
10	sel are manufactured (including all
11	manufacturing processes from the ini-
12	tial melting stage through the applica-
13	tion of coatings for iron or steel prod-
14	ucts) in the United States; and
15	"(IV) the components of the ves-
16	sel listed in paragraph (4) are manu-
17	factured in the United States; and
18	"(B) with respect to the 6th calendar year
19	following the calendar year in which this sub-
20	section is enacted, and each calendar year
21	thereafter, if the vessel meets the requirements
22	of subparagraph (A)(ii).
23	"(4) COMPONENTS.—The components of a ves-
24	sel listed in this paragraph are the following:
25	"(A) Air circuit breakers.

1	"(B) Welded shipboard anchor and moor-
2	ing chain.
3	"(C) Powered and non-powered valves in
4	Federal Supply Classes 4810 and 4820 used in
5	piping.
6	"(D) Machine tools in the Federal Supply
7	Classes for metal-working machinery numbered
8	3405, 3408, 3410 through 3419, 3426, 3433,
9	3438, 3441 through 3443, 3445, 3446, 3448,
10	3449, 3460, and 3461.
11	"(E) Auxiliary equipment for shipboard
12	services, including pumps.
13	"(F) Propulsion equipment, including en-
14	gines, propulsion motors, reduction gears, and
15	propellers.
16	"(G) Shipboard cranes.
17	"(H) Spreaders for shipboard cranes.
18	"(I) Rotating electrical equipment, includ-
19	ing electrical alternators and motors.
20	"(J) Compressors, pumps, and heat ex-
21	changers used in managing and re-liquefying
22	boil-off gas from liquefied natural gas.
23	"(5) WAIVER AUTHORITY.—The Commission
24	may waive the requirement under clause $(i)(II)(bb)$
25	or (ii)(IV), as applicable, of paragraph (3)(A) with

1	respect to a component of a vessel if the Maritime
2	Administrator determines that—
3	"(A) application of the requirement
4	would—
5	"(i) result in an increase of 25 per-
6	cent or more in the cost of the component
7	of the vessel; or
8	"(ii) cause unreasonable delays to be
9	incurred in building or retrofitting the ves-
10	sel; or
11	"(B) such component is not manufactured
12	in the United States in sufficient and reason-
13	ably available quantities of a satisfactory qual-
14	ity.
15	"(6) Opportunities for licensed and unli-
16	CENSED MARINERS.—Except as provided in para-
17	graph (7), the Commission shall include, in any
18	order issued under subsection (a) that authorizes a
19	person to export natural gas, a condition that the
20	person provide opportunities for United States li-
21	censed and unlicensed mariners to receive experience
22	and training necessary to become credentialed in
23	working on a vessel transporting natural gas.
24	"(7) EXCEPTION.—The Commission may not
25	include in any order issued under subsection (a) au-

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1	thorizing a person to export natural gas to a nation
2	with which there is in effect a free trade agreement
2	requiring national treatment for trade in natural gas
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	a condition described in paragraph (1), or a condi-
5	tion described in paragraph (6), if the United States
6	Trade Representative certifies to the Commission, in
7	writing, that such condition would violate obligations
8	of the United States under such free trade agree-
9	ment.
10	"(8) Use of federal information.—In car-
11	rying out paragraph (1), the Commission—
12	"(A) shall use information made available
13	by—
14	"(i) the Energy Information Adminis-
15	tration; or
16	"(ii) any other Federal agency or enti-
17	ty the Commission determines appropriate;
18	and
19	"(B) may use information made available
20	by a private entity only if applicable informa-
21	tion described in subparagraph (A) is not avail-
22	able.".
23	(2) Conforming Amendment.—Section 3(c)
24	of the Natural Gas Act (15 U.S.C. 717b(c)) is
25	amended by striking "or the exportation of natural

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1	gas" and inserting "or, subject to subsection (g), the
2	exportation of natural gas".
3	(b) CRUDE OIL.—Section 101 of title I of division
4	O of the Consolidated Appropriations Act, 2016 (42
5	U.S.C. 6212a) is amended—
6	(1) in subsection (b), by striking "subsections
7	(c) and (d)" and inserting "subsections (c), (d), and
8	(f)''; and
9	(2) by adding at the end the following:
10	"(f) Transportation of Exports of Crude Oil
11	ON VESSELS DOCUMENTED UNDER LAWS OF THE
12	UNITED STATES.—
13	"(1) IN GENERAL.—Except as provided in para-
14	graph (6), as a condition to export crude oil, the
15	President shall require that a person exporting crude
16	oil transport the crude oil on a vessel that meets the
17	requirements described in paragraph (3).
18	"(2) PURPOSE.—The purpose of the require-
19	ment under paragraph (1) is to ensure that, of all
20	crude oil exported by vessel in a calendar year, the
21	following percentage is exported by a vessel that
22	meets the requirements described in paragraph (3):
23	"(A) In each of the 7 calendar years fol-
24	lowing the calendar year in which this sub-
25	section is enacted, not less than 3 percent.

1	"(B) In each of the 8th, 9th, and 10th cal-
2	endar years following the calendar year in
3	which this subsection is enacted, not less than
4	6 percent.
5	"(C) In each of the 11th, 12th, and 13th
6	calendar years following the calendar year in
7	which this subsection is enacted, not less than
8	8 percent.
9	"(D) In the 14th calendar year following
10	the calendar year in which this subsection is en-
11	acted and each calendar year thereafter, not
12	less than 10 percent.
13	"(3) Requirements for vessels.—A vessel
14	meets the requirements described in this para-
15	graph—
16	"(A) with respect to each of the 4 calendar
17	years following the calendar year in which this
18	subsection is enacted—
19	"(i) if—
20	"(I) the vessel is documented
21	under the laws of the United States;
22	and
23	"(II) with respect to any retrofit
24	work necessary for the vessel to ex-
25	port crude oil—

1	"(aa) such work is done in a
2	shipyard in the United States;
3	and
4	"(bb) any component of the
5	vessel listed in paragraph (4)
6	that is installed during the
7	course of such work is manufac-
8	tured in the United States; or
9	"(ii) if—
10	"(I) the vessel is built in the
11	United States;
12	"(II) the vessel is documented
13	under the laws of the United States;
14	"(III) all major components of
15	the hull or superstructure of the ves-
16	sel are manufactured (including all
17	manufacturing processes from the ini-
18	tial melting stage through the applica-
19	tion of coatings for iron or steel prod-
20	ucts) in the United States; and
21	"(IV) the components of the ves-
22	sel listed in paragraph (4) are manu-
23	factured in the United States; and
24	"(B) with respect to the 5th calendar year
25	following the calendar year in which this sub-

1	section is enacted and each calendar year there-
2	after, if the vessel meets the requirements of
3	subparagraph (A)(ii).
4	"(4) Components.—The components of a ves-
5	sel listed in this paragraph are the following:
6	"(A) Air circuit breakers.
7	"(B) Welded shipboard anchor and moor-
8	ing chain.
9	"(C) Powered and non-powered valves in
10	Federal Supply Classes 4810 and 4820 used in
11	piping.
12	"(D) Machine tools in the Federal Supply
13	Classes for metal-working machinery numbered
14	3405, 3408, 3410 through 3419, 3426, 3433,
15	3438, 3441 through 3443, 3445, 3446, 3448,
16	3449, 3460, and 3461.
17	"(E) Auxiliary equipment for shipboard
18	services, including pumps.
19	"(F) Propulsion equipment, including en-
20	gines, propulsion motors, reduction gears, and
21	propellers.
22	"(G) Shipboard cranes.
23	"(H) Spreaders for shipboard cranes.
24	"(I) Rotating electrical equipment, includ-
25	ing electrical alternators and motors.

1	"(5) WAIVER AUTHORITY.—The President may
2	waive the requirement under clause $(i)(II)(bb)$ or
3	clause (ii)(IV), as applicable, of paragraph $(3)(A)$
4	with respect to a component of a vessel if the Mari-
5	time Administrator determines that—
6	"(A) application of the requirement
7	would—
8	"(i) result in an increase of 25 per-
9	cent or more in the cost of the component
10	of the vessel; or
11	"(ii) cause unreasonable delays to be
12	incurred in building or retrofitting the ves-
13	sel; or
14	"(B) such component is not manufactured
15	in the United States in sufficient and reason-
16	ably available quantities of a satisfactory qual-
17	ity.
18	"(6) EXCEPTION.—The President may not,
19	under paragraph (1), condition the export of crude
20	oil to a nation with which there is in effect a free
21	trade agreement requiring national treatment for
22	trade in crude oil if the United States Trade Rep-
23	resentative certifies to the President, in writing, that
24	such condition would violate obligations of the
25	United States under such free trade agreement.

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1	"(7) Opportunities for licensed and unli-
2	CENSED MARINERS.—The Maritime Administrator
3	shall ensure that each exporter of crude oil by vessel
4	provides opportunities for United States licensed and
5	unlicensed mariners to receive experience and train-
6	ing necessary to become credentialed in working on
7	such vessels.
8	"(8) Use of federal information.—In car-
9	rying out paragraph (1), the President—
10	"(A) shall use information made available
11	by—
12	"(i) the Energy Information Adminis-
13	tration; or
14	"(ii) any other Federal agency or enti-
15	ty the Commission determines appropriate;
16	and
17	"(B) may use information made available
18	by a private entity only if applicable informa-
19	tion described in subparagraph (A) is not avail-
20	able.".
21	SEC. 3. ENERGY INFORMATION ADMINISTRATION INFOR-
22	MATION.
23	The Secretary of Energy, acting through the Admin-
24	istrator of the Energy Information Administration (re-
25	ferred to in this section as the "Secretary"), shall collect,

and make readily available to the public on the internet
 website of the Energy Information Administration, infor mation on exports by vessel of natural gas and crude oil,
 including—

5 (1) forecasts for, and data on, those exports for
6 the calendar year following the calendar year in
7 which this Act is enacted and each calendar year
8 thereafter; and

9 (2) forecasts for those exports for multiyear pe10 riods after the date of enactment of this Act, as de11 termined appropriate by the Secretary.