September 28, 2023

Re: Hydrogen-ready LNG is a dangerous distraction

Secretary Granholm,

The emergence of the US as the world's leading LNG exporter undermines the Biden Administration's commitment to global climate leadership, domestic climate goals, and environmental justice. The runaway growth of LNG export infrastructure is expanding and worsening fossil fuel sacrifice zones and putting a 1.5 degree world out of reach. The Department of Energy (DOE) must protect communities and our climate against industry efforts to expedite and greenwash the buildout of LNG exports.

When the Group of Seven (G7) met in May, it opened a dangerous new front in the industry-led campaign to greenwash LNG. The <u>final communique</u> alleged that new LNG infrastructure could avoid carbon lock-in effects "...by ensuring that projects are integrated into national strategies for the development of low-carbon and renewable hydrogen." This commitment to so-called "hydrogen ready LNG" is a dangerous distraction that the DOE should decline to support in any form.

The biggest risk of federal hydrogen investments is that they will prolong the life of fossil fuel assets while locking-in, or even increasing, our unsustainably high level of emissions. This is undeniably true of hydrogen-ready LNG. The term itself is a misnomer, as even proposed 'hydrogen ready' terminals would require significant and expensive repurposing to handle either liquid hydrogen or ammonia. <u>Both</u> liquid hydrogen and ammonia have different temperature, pressure, safety, and infrastructure material requirements than LNG, and even once transported to a terminal, would require extensive additional steps to convert and transport the hydrogen to its destination consumer.

Billions of federal dollars are at the DOE's disposal for hydrogen investments, including \$8 billion under the hydrogen hub program. It is deeply concerning that the DOE publicly declared in October 2022 that hydrogen liquefaction and exports were eligible <u>"connective infrastructure"</u> under the program. It is equally concerning that some of the largest fossil fuel corporations in the country are among the current finalists — including LNG producers with explicit ambitions to pair hydrogen and LNG exports.

The Gulf Coast is once again ground zero for fossil fuel projects that endanger public health and community wellbeing. Sempra Infrastructure is a partner in multiple finalist hub proposals and intends to <u>"aggressively explore"</u> how to connect hydrogen exports with their LNG terminals in Port Arthur, TX and Cameron, LA. The leading US LNG exporter, <u>Cheniere</u>, has separately expressed interest in hydrogen exports, specifically naming its ability to utilize LNG market access and infrastructure. These LNG majors must not receive social license or subsidies from the DOE for their greenwashing bait-and switch.

Every dollar counts when it comes to government investment to tackle climate change, and DOE cannot afford to overlook the risks of misspent billions in the Regional Clean Hydrogen

Hubs and other programs. Fossil fuel interests, eager to co-opt clean hydrogen funding and subsidize the lock-in of decades of expanded LNG production, must receive no help from taxpayers.

Respectfully,

350 Bay Area Action350.orgAccelerate Neighborhood Climate ActionAlliance for Affordable EnergyBold Alliance

Businesses for a Livable Climate Call to Action Colorado CatholicNetwork US Center for International Environmental Law Center for Oil and Gas Organizing

Chispa LCV Climate Investigations Center Climate Justice Alliance Colorado Businesses for a Livable Climate Community for Sustainable Energy

Earth Action, Inc. Eco-Justice Collaborative Food & Water Watch For a Better Bayou Friends of the Earth US

Greater New Orleans Housing Alliance Green House Connection Center Healthy Gulf Indivisible Ambassadors Institute for Policy Studies Climate Policy Program

Interstate 70 Citizens Advisory Group Larimer Alliance for Health, Safety, & Environment League of Conservation Voters Littleton Business Alliance Louisiana Bucket Brigade Mayfair Park Association Board Mental Health & Inclusion Ministries Montbello Neighborhood Improvement Association North Range Concerned Citizens

Oil Change International Our Sacred Earth Private Equity Stakeholder Project Public Citizen RapidShift Network

Rise to Thrive Save the Environmental Protection Agency Science and Environmental Health Network Sierra Club Southwest Organization for Sustainability

SouthWings Spirit of the Sun Sunrise New Orleans System Change Not Climate Change Texas Campaign for the Environment

Turtle Island Restoration Network Unite North Metro Denver Wall of Women Western Slope Businesses for a Livable Climate Womxn from the Mountain

Working for Racial Equity Zero Hour