

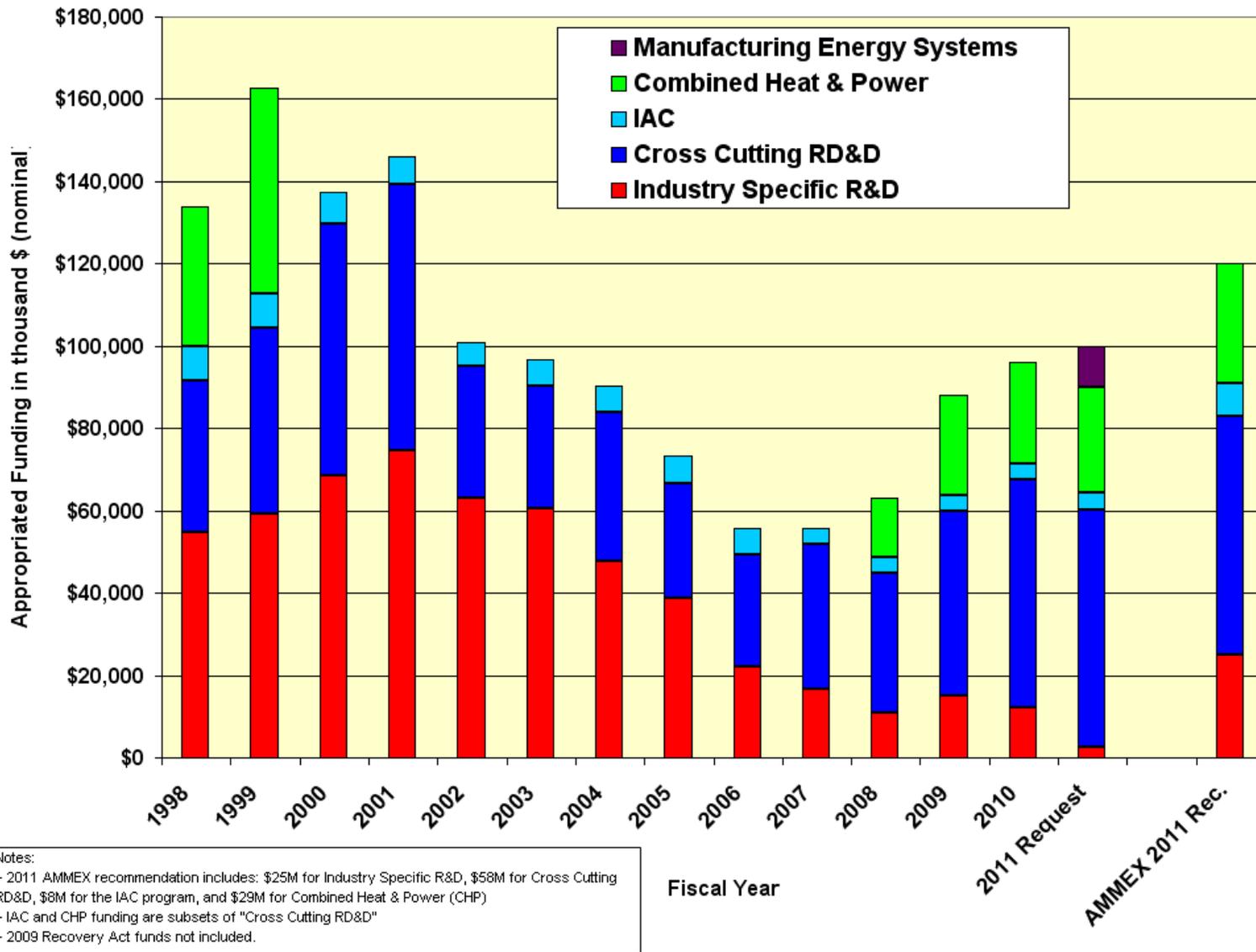


## FY2011 ITP Budget Memo

AMMEX is surprised and disappointed in DOE's 2011 budget request for the Office of Energy Efficiency and Renewable Energy's (EERE) [Industrial Technologies Program](#) (ITP). The budget request is misguided, both in the overall spending level and in the allocation of funds within the program.

- The FY 2011 budget cuts the longstanding Industries of the Future (IOF) program to only \$2,627,000, down from \$12,121,000 in 2009. AMMEX recommends that this be increased to \$25,000,000 in 2011, and scaled up to \$50,000,000 over the next few years.
- The [Industrial Assessment Center \(IAC\) program](#) has historically been funded at \$8,000,000 per year, but its funding has recently been cut by half. AMMEX strongly recommends that the program be returned to its \$8,000,000 funding level for FY 2011 and beyond.
- ITP's [Combined Heat and Power](#) (CHP) program's proposed budget of \$25,727,000 is significantly less than its height of \$65,000,000. While it is understandable that the current economic climate is constraining funding for this program, AMMEX believes that increasing the funding for the CHP program to \$29,000,000 will be a step in the right direction toward allowing the program to operate more effectively and help stimulate investments in efficient CHP and waste heat recovery.
- AMMEX also supports additional funding for [distributed energy](#) grant and loan programs, which were previously authorized in sections 451 and 471 of the [Energy Independence and Security Act of 2007](#).

The following graph displays ITP's budget since 1998, including ITP funding for combined heat and power, IACs, cross-cutting [R&D](#), and Industries of the Future R&D. AMMEX's recommendation for FY 2011 is shown at the right.



The Alliance for Materials Manufacturing Excellence (AMMEX) consists of companies and organizations in the materials manufacturing sector-aluminum, chemicals, forest products, glass, metal casting, and steel-along with several non-profit stakeholders.