

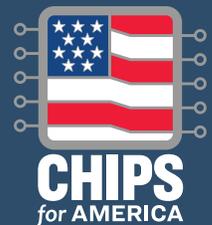
CHIPS *for* AMERICA



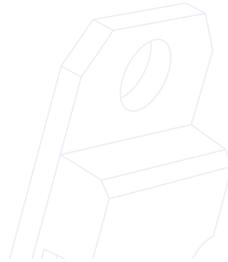
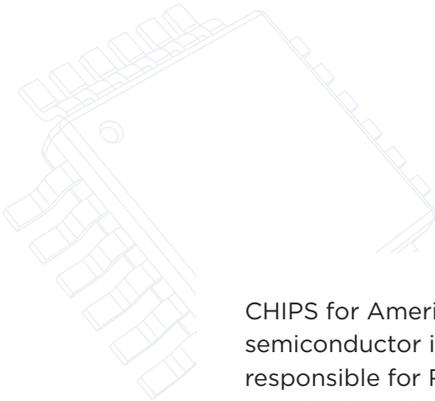
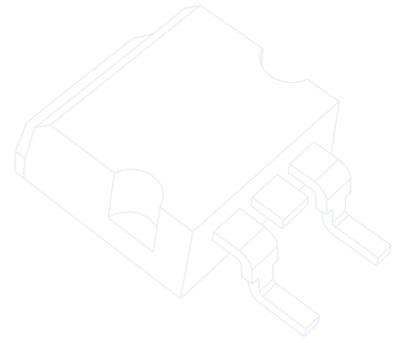
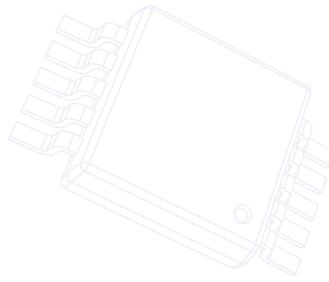
A VISION AND STRATEGY FOR THE NATIONAL SEMICONDUCTOR TECHNOLOGY CENTER

CHIPS Research and Development Office

April 25, 2023



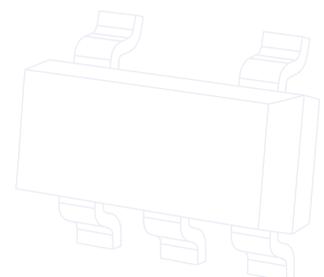
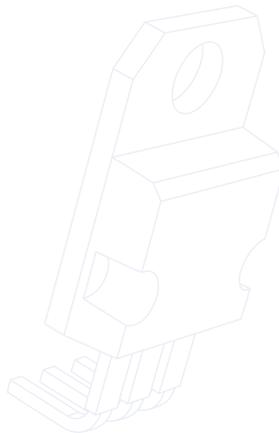
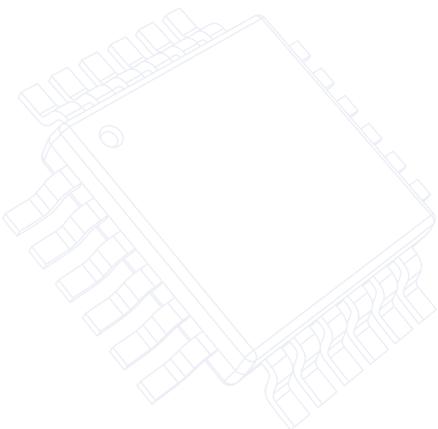
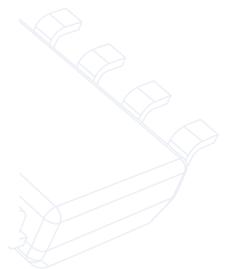
NIST NATIONAL INSTITUTE OF
STANDARDS AND TECHNOLOGY
U.S. DEPARTMENT OF COMMERCE



CHIPS for America includes the CHIPS Program Office, responsible for semiconductor incentives, and the CHIPS Research and Development Office, responsible for R&D programs, that both sit within the National Institute of Standards and Technology (NIST) at the Department of Commerce.

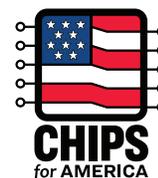
NIST promotes U.S. innovation and industrial competitiveness by advancing measurement science, standards, and technology in ways that enhance economic security and improve our quality of life. NIST is uniquely positioned to successfully administer the CHIPS for America program because of the bureau's strong relationships with U.S. industries, its deep understanding of the semiconductor ecosystem, and its reputation as fair and trusted.

Visit <https://www.chips.gov> to learn more.



A Vision And Strategy For The National Semiconductor Technology Center

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INTRODUCTION

It is hard to imagine a sector more important to the national and economic security of our nation than the semiconductor industry. Nearly every innovation of the future, whether for smarter transportation or better medical devices, for agricultural efficiencies or to address climate risks, or for the technology that powers our national defense capabilities, will depend on semiconductor technology. The Biden administration called out three classes of technology as being particularly critical over the coming decade¹: computing-related technologies including microelectronics, quantum, and artificial intelligence; biotechnologies and biomanufacturing; and clean energy technologies. Each of these fields is dependent on semiconductors, and semiconductor advancements, in turn, are driven by the demands of new applications.

The pace of innovation in the semiconductor technology sector over the past seven decades has been extraordinary. The industry has progressed from building a few transistors in silicon to, today, building billions of transistors on a single wafer. Much of this success is due to advances in the manufacture of ever smaller semiconductors following a consistent progression in scaling known as Moore's Law. Today, the smallest dimensions of leading-edge semiconductor devices have reached the atomic scale and the complexity of the circuit architecture is increasing exponentially with the use of three-dimensional structures, the incorporation of new materials, and improvements in the thousands of process steps needed to make advanced chips. Into the future, as new applications demand higher-performance semiconductors, their design and production will become even more complex. This complexity makes it increasingly difficult and costly to implement innovations because of the dependencies between design and manufacturing, between manufacturing steps, and between front-end and back-end processes.

To accelerate innovation in semiconductor technology, there is a need for a systems-level research and development approach that connects sophisticated tools, resources, and facilities. This provides innovators with the flexibility to explore improvements to complex heterogeneous systems and the confidence that new designs and manufacturing technologies

will be successful. More than ever, research and development activities need to be closely aligned with design and manufacturing processes. For example, a research ecosystem built upon a network of physical and virtual manufacturing tools could reduce the time needed to design new products and processes and shorten the experimentation cycle needed to implement innovations.

Recognizing these needs, Congress appropriated funds for a national semiconductor technology center (NSTC)² to support and extend U.S. leadership in semiconductor research, design, engineering, and advanced manufacturing. By integrating efforts across a complex ecosystem, a successful NSTC will advance critical semiconductor research and development; expand access to design and manufacturing resources and allow industry, academia, and government to build on each other's work; and reduce the time and cost of bringing technologies to market. As an independent public-private consortium, the NSTC will provide a platform where government, national laboratories, industry, customers, suppliers, educational institutions, entrepreneurs, workforce representatives, and investors collaborate.

The NSTC will provide domestic access to advanced prototyping capabilities for the research and development community to advance new concepts and facilitate both the development and production of American technology on shore, energizing domestic manufacturing. Targeted research programs will deliver potentially disruptive and performance-enhancing capabilities. Faculty, students, and researchers will have access to experiential technical learning including state-of-the-art design environments and infrastructure, process design kits, and circuit design libraries to build the workforce needed to power manufacturing growth in the United States.

The U.S. has a once-in-a-generation opportunity to create a transformative center that can endure for decades, accelerate the pace of innovation, and ensure those innovations form the foundations for future industries. This paper outlines the strategy, capabilities, and resources envisioned for the NSTC by the Department of Commerce (hereafter referred to as "the Department"). First, it outlines the NSTC's mission and goals, then identifies how the NSTC relates to other CHIPS-focused programs within the Department

and across the federal government. Second, it describes the core programs that the Department believes that the NSTC should build. Third, it provides an overview of the governance structure and financial and operating model, which the Department will continue to develop.

For information on the interrelated CHIPS Research and Development National Advanced Packaging Manufacturing Program, the NIST Manufacturing USA institute(s) dedicated to semiconductors, and the CHIPS Metrology Research Program, as well as the CHIPS Incentives Program, please visit the [CHIPS for America website](#).³

Mission

The Creating Helpful Incentives to Produce Semiconductors for America (CHIPS) Act⁴ (hereafter referred to as “the Act”) specifies that:

[T]he Secretary of Commerce, in collaboration with the Secretary of Defense, shall establish a national semiconductor technology center to conduct research and prototyping of advanced semiconductor technology and grow the domestic semiconductor workforce to strengthen the economic competitiveness and security of the domestic supply chain. Such center shall be operated as a public private-sector consortium with participation from the private sector, the Department of Energy, and the National Science Foundation. The Secretary may make financial assistance awards, including construction awards, in support of the national semiconductor technology center.

Engagement with the Community

To inform the development of the NSTC, the Department has conducted and continues to conduct significant engagement with stakeholders. The Department received more than 250 responses to “Incentives, Infrastructure, and Research and Development Needs to Support a Strong Domestic Semiconductor Industry,” a Request for Information (RFI) issued on January 2, 2022, which included questions on the scope of the NSTC.⁵ Responses represented input from different sectors of the semiconductor supply chain. To date, the Department has hosted over 30 workshops, listening sessions, and webinars with different parts of the semiconductor value chain. The Department also has considered the recommendations from other federal agencies, the President’s Council of Advisors on Science and Technology (PCAST), public reports like those published by the Semiconductor Industry Association (SIA), the insight and recommendations of the Industrial Advisory Committee (IAC) established by the Act,⁶ and input received from other stakeholders.

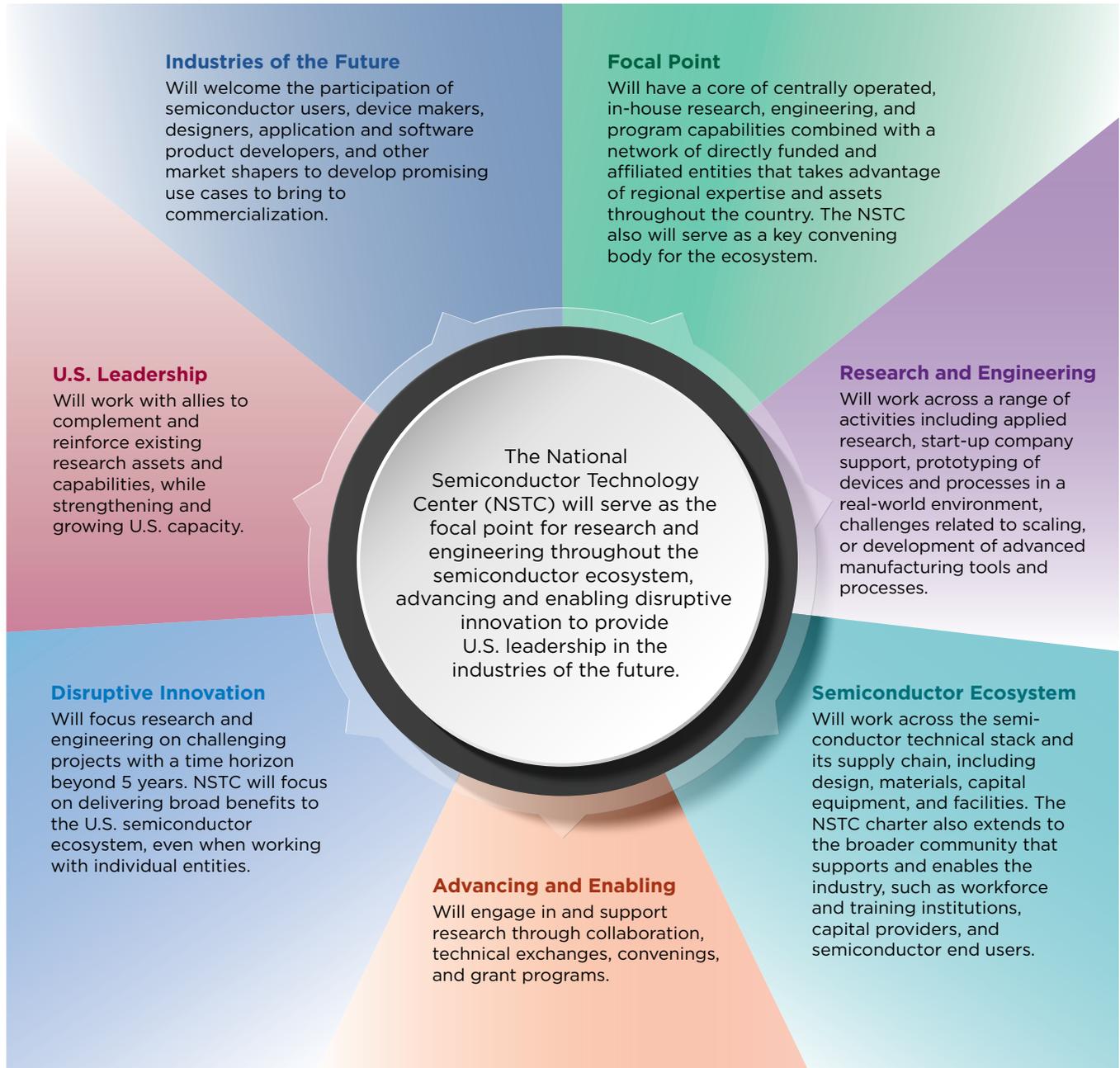
*Mission Statement***National Semiconductor Technology Center Mission**

Figure 1. The Department has created this mission statement to define its approach to meeting the objectives of the Act.⁷

Goals

To fulfill its statutory mission, the Department has identified three high-level goals for the NSTC and expects that the programs needed to implement these goals will be executed through a combination of new capabilities along with affiliated and collaborative relationships with existing entities. The Department expects to build the NSTC in stages, beginning with standing-up the organization, followed by prioritization of early-stage projects, and leading to the development and implementation of focused programs.

1. Extend U.S. leadership in foundational technologies for future applications and industries and strengthen the U.S. semiconductor manufacturing ecosystem.
 - Conduct world-class research at the precompetitive stage, yielding both design and process technology and intellectual property (IP) that can be made available to all participants.
 - Support world-class research across the ecosystem including at academic institutions, government agencies, and government-funded research institutions.
 - Create grand challenges, support targeted industry road maps, and foster standards to facilitate broad ecosystem collaboration on technology development.
2. Reduce significantly the time and cost to prototype innovative ideas for member organizations.
 - Establish and provide access to physical assets such as end-to-end prototyping and other facilities and equipment with capital costs that otherwise make access difficult, or which are not available in the U.S. today.
 - Provide access to digital assets and IP, including design tools, reference flows, process design kits, and data sets.
 - Provide access to in-house technical staff to assist with overcoming technical and process challenges.
 - Create an investment fund that is structured to attract significant private capital into semiconductor-focused emerging companies.
 - Aggregate and manage demand for access to multi-project wafer services at commercial fabs.
 - Enable participation from communities traditionally not a part of the semiconductor industry through targeted access programs.
3. Build and sustain a semiconductor workforce development ecosystem.
 - Serve as a coordination point and resource across industry, academic institutions, government agencies, and government-funded research institutions for semiconductor-related workforce data, training, and development programs.
 - Encourage and promote the adoption of diversity, equity, inclusion, and accessibility (DEIA) best practices and the Department's Good Jobs Principles⁸ as foundational for all workforce investments.
 - Develop and fund workforce programs to provide support to NSTC members in building and sustaining career pathways in the semiconductor sector.

By the decade's end, the NSTC should be viewed throughout the world as an essential resource within the broad semiconductor ecosystem with a network of respected scientists and engineers, state-of-the-art facilities, effective programs, and demonstrated technical achievements.

Landscape

For both small and large organizations, innovation often starts with new concepts for materials, devices, or architectures. However, there are few accessible manufacturing resources to go from concepts to physical devices to demonstrating manufacturing viability. In addition, the ability to transition technologies from new device demonstration to manufacturing that device at higher volumes is limited by high risk and high costs.

The focus of the NSTC is to lower the cost and time to develop semiconductor technologies by providing the R&D community—including the full range of industry, government, academic, and non-profit researchers and technology developers—with access to state-of-the-art capabilities, design and manufacturing expertise, fabrication flows, digital products, and research opportunities to validate concepts from materials to components to system-level prototypes. This access will build manufacturing process knowledge and expertise, and allow the R&D community to develop devices, tools, processes, and designs that are attractive for further investment and support clearly identified economic and national security priorities. Supporting the community of researchers at this step in the development process

within a pre-competitive, collaborative environment will enable validation of material, tool, device, and design technologies to a stage that can attract the private investment needed to reach the marketplace.

Initially, the NSTC will work with the community to identify a set of strategic challenges that are relevant to the industry, government, or the wider commercial ecosystem. The NSTC will target technologies in the proof-of-concept stage that will benefit from prototyping and scale up, and that have the potential to provide significant competitive benefit to customers of microelectronics technology or strategic benefit to the U.S. semiconductor ecosystem. In further sections of this paper, the Department has identified as investment priorities several important technology areas, including advanced packaging and chiplets. In the longer term, the NSTC will create a process to regularly identify strategic challenges, assess capabilities to develop solutions, and invest to close the gaps.

The NSTC will serve the entire semiconductor R&D ecosystem. Members will benefit from access to NSTC research, facilities, multi-project wafer schemes, workforce programs, convenings, shared road maps, standards development, and data sets.

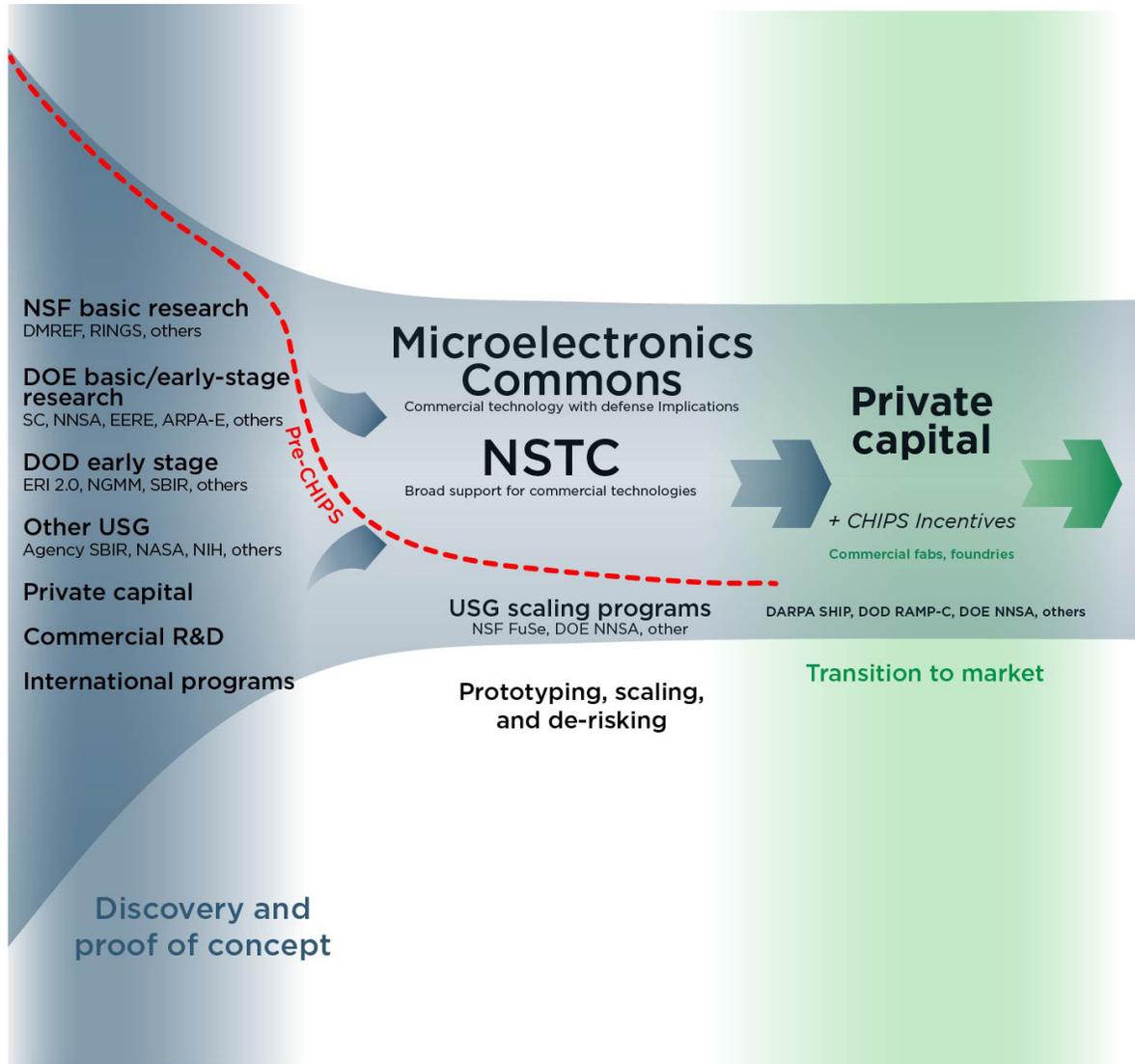


Figure 2. Conceptual diagram illustrating how the NSTC and Microelectronics Commons will expand the number of concepts and ideas that can transition from proof-of-concept to the market.

- NSF - National Science Foundation
- DMREF - NSF Designing Materials to Revolutionize and Engineer our Future
- RINGS - NSF Resilient & Intelligent NextG Systems
- DOE - Department of Energy
- SC - DOE Office of Science
- NNSA - National Nuclear Security Administration
- EERE - DOE Office of Energy Efficiency and Renewable Energy
- ARPA-E - DOE Advanced Research Projects Agency-Energy
- DOD - Department of Defense
- ERI 2.0 - DOD Electronics Resurgence Initiative
- NGMM - DOD Next-Generation Microelectronics Manufacturing
- SBIR - Small Business Innovation Research
- NIH - National Institutes of Health
- USG - U.S. government
- FuSe - NSF Future of Semiconductors initiative
- SHIP - State-of-the-art Heterogeneous Integration Prototype
- RAMP-C - DOD Rapid Assured Microelectronics Prototypes - Commercial

Relationship to Other Programs

The NSTC will be part of a whole-of-government strategy to advance and enable innovations in microelectronics R&D.⁹

Whole-of-Government Approach: The Department works with all federal agencies through the White House CHIPS Implementation Steering Council and the White House National Science and Technology Council Subcommittee for Microelectronics Leadership (SML) and is informed by the National Strategy on Microelectronics Research. The Department is working with the Department of Defense (DOD), National Science Foundation (NSF), Department of

Energy (DOE), and others to coordinate programs and future investments to create a well-connected “network of networks” supporting the national strategy developed by the SML. The Department also will pursue interagency agreements and policies that reduce barriers for future NSTC collaboration with agencies and U.S. government-funded institutions such as DOE National Laboratories and other federally funded research and development centers, nano-fabrication facilities, and high-performance computing centers. This framework will facilitate and formalize the NSTC’s role in advancing technologies emerging from NSF, DOE, DOD, and other U.S. government-funded programs and institutions, such as those

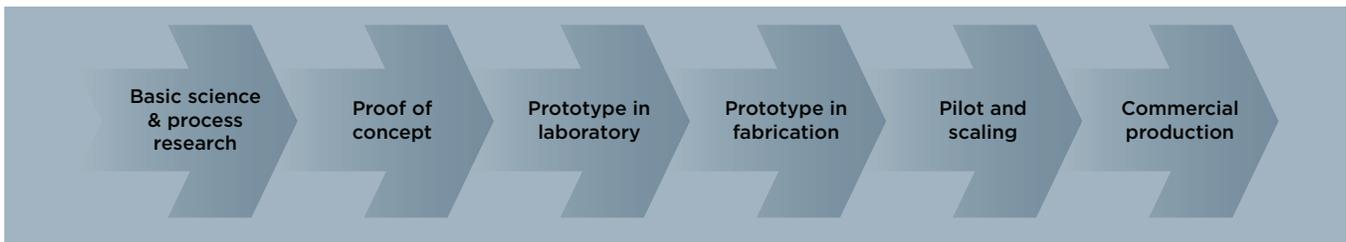
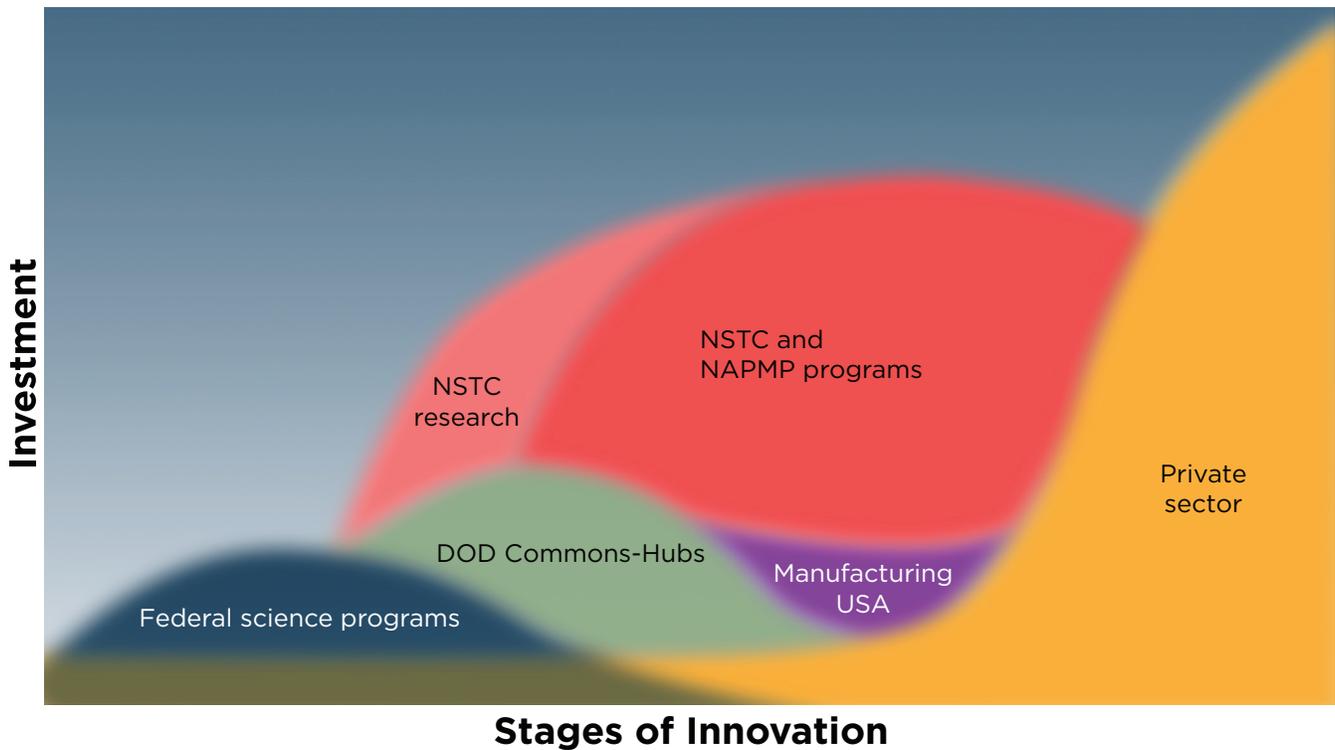


Figure 3. A conceptual diagram of the stages of innovation for a new chip design across various government programs. (Note that the Commons Cores are not displayed. Shading is not to scale of investment.)

from the Defense Advanced Research Projects Agency (DARPA) Next-Generation Microelectronics Manufacturing (NGMM) and other Electronics Resurgence Initiative (ERI) 2.0 efforts.

The Department supports a whole-of-government approach to ensure effective coordination with microelectronic programs beyond the CHIPS legislation. The remaining section briefly describes the other CHIPS-specific programs and offices with which the NSTC will coordinate.

CHIPS R&D Office: To establish and manage the R&D programs authorized by the Act, the National Institute of Standards and Technology (NIST) has created the CHIPS R&D Office led by an R&D director reporting to the Under Secretary of Commerce for Standards and Technology. The CHIPS R&D Office will manage the development of the NSTC, the National Advanced Packaging Manufacturing Program (NAPMP), the semiconductor-focused Manufacturing USA Institute(s) and the CHIPS Metrology Research Program. The separate, but coordinated, CHIPS Program Office is focused on incentives.

*National Advanced Packaging Manufacturing Program (NAPMP):*¹⁰ For many years, the ability to increase the number and density of transistors on a chip, often referred to as Moore's Law,¹¹ has driven the exponential performance growth of the industry. The RFI input and in-depth conversations with industry experts emphasized the importance of advances in packaging to continue this trajectory. Traditional packaging is labor intensive and relatively low margin and has largely moved offshore. Advanced packaging draws upon progress in materials, substrate fabrication, tooling, modeling, design, and processes that allow multiple semiconductors and different types of semiconductors to be combined in a multi-dimensional arrangement on a substrate, all in one package. Advanced packaging is one example of the concept often called "More than Moore,"¹² indicating that performance advances can continue beyond the original feature-size scaling concept embodied by Moore's Law.

The U.S. has a unique opportunity to expand existing and develop new advanced packaging capacity. To support this effort, the Act authorized NIST to establish the NAPMP in coordination with the NSTC.

The Department plans to establish NAPMP as a separate program¹³ within NIST, with a director reporting to the CHIPS R&D director. As a program office, the NAPMP will determine funding priorities both for facilities and for research programs focused on technology areas such as materials, substrates, tools, design, and test. When decisions are made on one or more facilities to be funded, the NAPMP Program Office will evaluate whether these facilities could be best managed by the NSTC as technical centers (as defined below), which could facilitate access for NSTC members.

For example, the NAPMP Program Office is likely to fund the following priorities in coordination with the NSTC:

- **Advanced Packaging Pilot Facility** – A modern, low-volume pilot packaging facility focused on innovations in advanced packaging; a place to test and pilot new equipment and processes.
- **Heterogeneous Integration Technical Center** – A technical center to include research capabilities needed to integrate and package a wide variety of devices and materials systems such as photonics, wide-bandgap and ultra-wide bandgap semiconductors, advanced node logic, and mixed signal and novel memory devices.

*Manufacturing USA:*¹⁴ The Manufacturing USA network currently consists of 16 public-private partnerships where members from industry, educational institutions, and government work together to solve industry-relevant advanced manufacturing challenges to enhance industrial competitiveness, enable economic growth, and strengthen national security. The Act authorizes the establishment of up to three new Manufacturing USA institutes focused on advancing semiconductor manufacturing. The CHIPS R&D Office, in coordination with the NIST Office of Advanced Manufacturing, will determine potential topics for these semiconductor institute(s). In an RFI published in the *Federal Register* on October 13, 2022, NIST requested information to inform the design of, and requirements for, potential Manufacturing USA institutes to strengthen the semiconductor and microelectronics innovation system, which could include design, fabrication, and advanced test, assembly, and packaging capabilities.¹⁵ The topic selection will be designed to be complementary to the NSTC, NAPMP, and CHIPS Metrology Research

programs. The Department anticipates that new semiconductor-related institute(s) will participate with the NSTC as an affiliated technical center(s). The Department also anticipates providing mechanisms for other Manufacturing USA institutes to participate with the NSTC.

Metrology Research: The extraordinary progress of the semiconductor industry has been enabled, in large part, by the ability to measure, and therefore control, all aspects of the integrated circuit manufacturing process. Metrology that is accurate, precise, and fit-for-purpose is fundamental to the production of microelectronic materials, devices, circuits, and systems. Built on decades of world-class metrology work at NIST, the CHIPS Metrology Research Program enabled by the Act is focused on creating advances and breakthroughs in measurement science, standards, materials characterization, instrumentation, testing, and manufacturing capabilities that will accelerate the development of metrology for next-generation microelectronics technology. The program will focus on a set of metrology grand challenges¹⁶ identified through two semiconductor workshops with significant participation from industry stakeholders. The CHIPS Metrology Research Program will address these challenges by leveraging current programs and capabilities, establishing collaborations with institutions such as the DOE national laboratories and academic centers, and working closely with industry.

Through the CHIPS R&D Office, the CHIPS Metrology Research Program will be integrated with the NSTC and NAPMP to ensure that metrology solutions developed in the program are available to members of the community, and that key metrology problems identified are addressed by the program. Finally, the CHIPS Metrology Research Program will build partnerships to accelerate transition of metrology advances from the laboratory to the commercial marketplace.

CHIPS Incentives Program within the CHIPS Program Office (CPO): CPO administers the CHIPS Incentives Program, which provides federal funding to incentivize investment in facilities and equipment in the United States for the fabrication, assembly, testing, advanced packaging, production, or research and development of semiconductors, materials used to manufacture semiconductors, or semiconductor manufacturing equipment. Applicants under the Notice of Funding Opportunity released on February 28, 2023,¹⁷ should commit to participating in the NSTC and, if applicable, engage, support, and collaborate with NAPMP-funded projects in an appropriate manner, taking into account the nature of the applicant and the activities of these organizations. Applicants for CHIPS incentives also should propose commitments to support CHIPS R&D efforts.

In addition, the CPO plans to release two additional funding opportunities over the course of 2023: one

The CPO funding notice includes the following suggestions for incentives applicants' R&D plans:

- Applicants for semiconductor production facilities should reserve capacity to support shuttle runs (multi-project wafers) at market rates or below in support of semiconductor startups, academia, government agencies, and potential R&D projects coordinated by the NSTC.
- Applicants for packaging facilities could reserve capacity for use by the NSTC or NAPMP.
- Applicants could rotate technical staff to the NSTC or NAPMP, or train NSTC and NAPMP technical staff through exchanges.
- Applicants could provide process data to the NSTC to support aggregated large-scale datasets for training and manufacturing process optimization.
- Applicants could provide access to existing R&D facilities either as technical centers affiliated with the NSTC, the Microelectronic Commons, or independently.
- Applicants could provide donations or low-cost access to equipment and/or design tools to the NSTC, NAPMP, or Microelectronic Commons.
- Applicants could increase public and industry access to mature-node process design kits, such as through open-source licenses, to foster IP development and improve foundry interoperability.

for semiconductor materials and manufacturing equipment facilities, and one for R&D facilities.

DOD Microelectronics Commons: The Microelectronics Commons of the Department of Defense (the Commons) is a complementary program provided for by the Act that enables the development of microelectronics materials, processes, devices, and architectural designs that are focused on national defense needs. The Commons will address the need for processes, materials, devices, and architectures to be developed and quickly ported and re-characterized as they transition from research to small-volume prototyping in labs and finally to fabrication prototypes that can demonstrate the volume and characteristics required to ensure reduced risk for manufacturing. However, at-scale prototyping is high-risk and expensive. Small and mid-size companies and universities have great difficulty bridging that laboratory to fabrication or ‘lab-to-fab’ transition between research ideas and realization of those ideas into manufacturing. The Commons will leverage non-traditional defense innovators (e.g., startups and universities) and lower some of the existing barriers that hinder their ability to evolve laboratory prototypes to fabrication prototypes. The Commons is a planned network of regional “hubs” with early to mid-stage development capabilities and associated “cores” with later stage capabilities. The cores will work closely with hubs to align them with commercial processes to facilitate transition of technologies. While the Commons will have some efforts in the same range of technologies and device development with those supported by NSTC, the Commons has a different set of targets in its application focus and scope of desired productization to address a set of defense-specific priorities. The Microelectronics Commons is focused in six technical areas important to national defense and emerging commercial markets: electromagnetic warfare, secure-edge computing, artificial intelligence (AI) hardware, quantum technology, 5G/6G technology, and commercial leap-ahead technologies. Additional maturation will occur utilizing subsequent programs and resources that could include the NSTC and DOD demonstration programs.

The NSTC is distinct from the Commons. The NSTC is focused on providing access to manufacturing technologies that support end-to-end wafer-level and die-level prototyping, including full-process and back-end line capabilities, in leading-edge and other technologies. The NSTC will utilize these capabilities to support a wide range of device technologies and R&D in design, tools, process technology, software, and digital products. With a broader scope of commercial device technologies, ecosystem

development, and manufacturing solutions, the NSTC will be able to support technologies emerging from the Commons and will collaborate closely with DOD to ensure program coordination and sharing of resources as part of the broader whole-of-government approach in alignment with the national strategy. For many projects within the Microelectronics Commons, the NSTC will offer capabilities to validate concepts at an increased level of developmental maturity prior to moving into a commercialization track.

Department of Energy (DOE): The Department of Energy’s Office of Science (SC) and National Nuclear Security Administration (NNSA) national laboratories host user facilities and other, unique resources, including X-ray light sources, neutron sources, nanoscale-science centers, and exascale computing providing world-leading imaging, diagnostic, characterization, simulation, and analysis capabilities. The NSTC and its members may leverage these resources to accelerate the development of next-generation semiconductor technologies. In addition, DOE’s R&D investments, including the programs comprising SC’s Microelectronics Initiative and efforts supported by the Advanced Materials and Manufacturing Technologies Office, will feed NSTC’s innovation pipeline. DOE and the NSTC will work to avoid duplication and ensure program coordination.

National Science Foundation (NSF): The NSTC will work closely with NSF to build coordinated programs that support the future workforce needed to realize U.S. leadership in microelectronics and to support fundamental research as well as technology translation. As examples, there are a range of foundational research programs that feed technology into the NSTC, such as the Future of Semiconductors, which the NSF recently launched in collaboration with private industry. There are also use-inspired and translational research programs such as the NSF Regional Innovation Engines, NSF I-Corps, Partnerships for Innovation, Small Business Innovation Research/Small Business Technology Transfer, NSF Entrepreneurial Fellowships, and NSF Convergence Accelerator. All these NSF programs will complement programs of the NSTC: The unique facilities and expertise of the NSTC are expected to be a key resource available to the full breadth of NSF’s programs. As with all federal agency programs, close collaboration with NSF will avoid duplication and ensure program coordination leading to leveraging and sharing of resources.

Partners and allies: The U.S. has a shared interest and many existing joint research programs with the governments of allies and partner nations to drive the future of microelectronics. There are existing or planned organizations similar to the NSTC located around the world. The NSTC will work to establish positive and synergistic relationships with partner nations and allies that share common values and objectives, including building and sustaining the future semiconductor workforce. The NSTC will help facilitate U.S.-based companies' participation in research centers hosted by allies and partner nations, and also facilitate the participation of those centers and international companies in NSTC facilities in the U.S. as appropriate.

The Department, in conjunction with other agency partners, will establish guidelines, safeguards, and securities to enable trusted cooperation and collaboration between the NSTC and allies and partner nations in microelectronics development for national security applications, as needed.

PROGRAMS

The NSTC will have in-house research, engineering, and program capabilities in addition to providing research grants to other entities. The NSTC also will support an integrated network of facilities, including leveraging existing capabilities across the country that are referred to as technical centers. While a high-level summary is provided here, the specific technical objectives, goals, and outcomes will also be informed by the National Strategy on Microelectronics Research and recommendations from technical advisory bodies including the Industrial Advisory Committee.

The Department intends for the NSTC headquarters to have a distinct identity and be a prominent gathering place. Functions that are expected to be housed in the headquarters include the executive leadership of the entity that will operate the NSTC (described in more detail in the [Governance](#) section), financial and legal operations, human resources, program management, government relations, member services, and convening spaces. In addition, NSTC research scientists and engineers, their labs, a prototyping facility, packaging facility, or a technical center may be co-located with the headquarters location. The Department anticipates that the NSTC will focus on three key program areas:

1. [Technology leadership](#)
2. [Managing assets that benefit the community](#)
3. [Workforce programs](#)

Technology Leadership

The first key program area will focus on technology leadership in semiconductors and advanced electronics.

Technology leadership is pivotal to the NSTC's goal of delivering superior science, leading engineering, and breakthrough innovations that can be accessed throughout the community. Working at the NSTC or in collaboration with the NSTC should be considered a highly valued assignment with opportunities for significant impact and substantial career development.

Grand challenges: Grand challenges provide a mechanism to align the semiconductor community's research and development efforts to address larger problems, serving to build new communities of practice and helping to guide further program investment. Grand challenges, such as the DARPA Subterranean Challenge,¹⁸ have a rich history of driving innovation. They can be used to engage participants outside the usual communities to bring fresh insights and expertise. The NSTC will work with federal agencies and with the community to identify and select difficult problems that, when solved, could:

- Lead to dramatic advances for the U.S. microelectronics ecosystem
- Strengthen domestic manufacturing
- Achieve strategic objectives
- Improve national and economic security for the United States and its allies

As an example, the IAC proposed grand challenges to consider such as lowering costs for semiconductor manufacturing and improving environmental sustainability in the industry.

Technical advisors: To determine specific areas of technology focus and grand challenges, the NSTC will rely on technical advice from world-class experts across industry, academia, DOE national laboratories and other federally funded research and development centers, and government agencies. Such advice will be critical to ensuring that prioritization of technical work meets the long-term needs of the U.S. microelectronics R&D ecosystem and NSTC members, and the strategic and national and economic security imperatives of the United States and its allies. The NSTC will determine the appropriate composition and structure of advisory groups. To the extent that the NSTC is able to support national security objectives, the NSTC will engage technical advisors with appropriate clearances.

In-house and funded research: The NSTC will conduct and fund research and collaborations with others, focusing primarily on those developments that will benefit industry approximately 5 to 15 years in the future, with the technical focus guided by advisors and in alignment with grand challenges. Research programs approaching a proof-of-concept stage with the potential to move to the prototyping stage if enabled by the NSTC should be a priority, including programs at universities, community colleges, and minority serving institutions (MSIs). Research will be conducted on design innovation as well as manufacturing process improvements, and all segments of the semiconductor industry will be considered for programs. The Department anticipates that the NSTC will fund research areas that deliver maximum impact across the ecosystem. The R&D portfolio and technical focus of the NSTC will evolve over time to track with industry needs. Strategic investment areas that cut across many types of devices such as energy efficiency, AI, high-performance computing, and secure systems should be considered during program development.

Investment fund: The Act calls for the creation of an investment fund with the private sector to support startups as well as collaborations between new ventures, academia, and established companies, with the goal of commercializing innovations that contribute to the domestic semiconductor ecosystem. More information on the investment fund is included in the [Membership Programs and Services](#) section.

Technical exchanges: Staff researchers may be joined by visiting researchers through fellowships, residencies, and technical exchange programs to build a connected, collaborative community. Universities are encouraged to consider establishing or using existing government service leave programs and other mechanisms to enable students, post-doctoral scholars, faculty, researchers, scientists, and engineers to participate in the NSTC. The NSTC aims to attract early-career scientists and engineers for one- to two-year rotations, offering experiential learning and prototyping, enabling them to become part of the community, training them for leadership positions, expanding their networks, and connecting them with each other and with established scientists and technologists. Close interactions with senior researchers from major companies, universities, NIST laboratories, other federal agencies, allies and partners, and national laboratories will help accelerate the development of top-notch technical talent. In-house staff also can serve as a readily available set of experts to provide technical advice to members and to evaluate potential investment fund opportunities.

Road maps: Road maps can be effective tools to communicate needs and timelines across industries and establish clear goals and deliverables for both research and commercial activities.¹⁹ Establishing road maps in microelectronics is challenging because the industry has gone through a phase of disaggregation with the diversity of materials, devices, and functions increasing dramatically. Although the complexity of the industry precludes the notion of a single comprehensive road map, certain areas of technical exploration, such as fab virtualization or multi-chip architectures,²⁰ could benefit tremendously from an NSTC-led road map process that is regularly updated with input from industry, government, and academic leaders.²¹

Standards and protocols: The NSTC, working with U.S. and international standards bodies²² and leveraging the standards development expertise within NIST, can unify and focus the efforts of suppliers and developers in emerging areas including chiplets, advanced packaging, and heterogeneous integration. Standards vary widely in purpose and scope but can include documentary test methods, specifications, practices, terminology, classifications, and guides, as well as physical artifacts. Industry standards, when developed carefully and implemented at the right time, provide frameworks for manufacturers and developers that ensure consistency, compatibility, validation, and/or interoperability. Such standards can increase the potential for new entrants to compete in a field, simplify product development, and reduce time to market.

To further advance the electronic design automation (EDA) and circuit-design industries, the NSTC also should work to facilitate the development of standards for process and assembly design kits so that heterogeneous systems can be better integrated in EDA tooling flows. The NSTC should especially ensure these standards are applicable to multi-facility process design kits for wafers integrated across facilities or circuits composed of multiple technologies.

Security: The NSTC will lead efforts to ensure the security and validation of the domestic microelectronics ecosystem, such as developing methods to combat cloning, counterfeiting, and relabeling of semiconductors. Security is especially critical in national defense, energy security, and other national security applications. Furthermore, there is widespread connectivity in the automotive, health care, mobile communications, and other sectors that requires security to be built in at all levels of the hardware and software stacks, including at the lowest levels of hardware. In coordination with NIST, the NSTC

can facilitate the implementation of standards for security features that contribute to the development of, and access to, silicon-proven secure IP. Maximizing the level of protection provided while minimally compromising system performance is a challenge for the whole industry, and one that the NSTC will be well-positioned to address in the precompetitive space.

Managing Assets that Benefit the Community

The Department anticipates that the NSTC will manage a variety of physical and digital assets that will benefit the broad community through better availability, lower cost, strong support for experimentation, and improved technical support.

Technical Centers

As described earlier, the NSTC will consist of a headquarters facility and an integrated network of NSTC-affiliated technical centers with locations geographically distributed to leverage existing capabilities. The Department envisions that the network of NSTC technical centers will be capable of end-to-end fabrication to enable small prototyping and pilot runs, experimentation with and testing of new materials and equipment, and other research-related activities. The scope and quality will exceed what is feasible for universities, semiconductor start-ups, federal R&D facilities, and even some corporate R&D laboratories. Although these technical centers will be similar to industrial R&D fabs in capability, they aim for flexibility and availability over unit cost optimization, with the expectation that proven designs move into larger scale commercial production at private-sector foundry service suppliers. An important role of the technical centers is to enable students to get hands-on experience designing and prototyping semiconductors at a variety of technology nodes.

In addition, the Department imagines a broad range of technical centers where members can offer limited access to specialty equipment or facilities that the NSTC could make available in a programmatic fashion

to members. For example, a specific facility might seek funding for upgraded equipment, and in exchange offer a percentage of the capacity of the facility to be managed by the NSTC and made available to the community.

The exact makeup and number of the NSTC's technical centers has not yet been determined and may change over time. The Department expects that government entities or programs such as the semiconductor-focused Manufacturing USA institute(s) could also serve as technical centers affiliated with the NSTC. As part of the process of evaluating, selecting, or creating technical centers, the NSTC should be driven by the strategic needs identified through efforts such as grand challenges, and include criteria such as local and state support, financial impact, environmental sustainability, and workforce availability. Because there are significant infrastructure costs associated with the construction of new fabrication facilities, the Department is exploring several options to establish technical centers. These include building new facilities, acquiring existing facilities, or collaborating between the NSTC and existing facilities with potential expansion and upgrade funding to meet the desired specifications. Relationships with technical centers may be structured in a variety of ways depending on the needs of the NSTC, with the NSTC determining the ideal structure for each project.

The NSTC should strive to create an open and collaborative research environment while balancing the need to protect proprietary information that will be present in the technical centers. The NSTC should implement processes and practices that are aligned with laws, executive orders, and national research security policies articulated by the Office of Science and Technology Policy.²³

The NSTC technical centers will produce significant quantities of process and test vehicle performance data. Additional details are described in the [Digital Assets](#) section.

TECHNICAL CENTERS: COMMUNITY INPUT

The semiconductor community has provided extensive input to the requirements for potential technical centers. The NSTC will embark on a prioritization process to ensure that the highest priority needs are met with the funds available. Identified needs for the NSTC to consider include:

- Baseline CMOS (complementary metal-oxide semiconductor): Fully functional and supported CMOS process flow at 22 nm or below with a capacity of 10,000 wafer starts per month on 300 mm wafers
- CMOS R&D process: Front-end short loops supporting < 3 nm technology R&D at a capacity of 2,000 wafers per month using extreme ultraviolet technology enabling the development of leading-edge materials, devices, and process and metrology tools
- Manufacturing test vehicles that provide low-cost patterned and functional substrates that can be used to provide data through electrical test, to enable materials, equipment, process, and device development and optimization, especially for CMOS+X enabled technologies
- Extended metrology capacity to enable R&D in a production environment including rapid failure analysis to shorten prototype development cycles, extensive in-line process monitoring capabilities, and off-line characterization facilities
- Space and flexibility to accommodate next-generation or prototype processing and metrology tools so that they can be demonstrated in a production environment
- Back-end short loop processing from specialized capabilities enabling “fab-to-lab”²⁴ finishing of R&D devices and high-quality processing of novel materials and devices while maintaining process and material segregation
- Power electronics: Power management devices often require non-silicon substrates (e.g., silicon carbide, gallium nitride) and specialized designs, tools, and processes
- Radio frequency, mixed signal, and analog: Communication and sensing applications require diverse capabilities distinct from leading-edge CMOS
- Photonics: Advancements in quantum, sensing, and interconnect are all possible at the intersection of light and electronics
- Microelectromechanical systems: Sensors for mobile, automotive, health care, and internet-of-things are all growth areas that require resources distinct from traditional CMOS flow
- Bioelectronics: The convergence of microfabrication and biotechnology brings new opportunities, but also increased complexity and significant integration challenges
- Mature node: The NSTC may seek to have capacity at a mature node (e.g., 130 nm), with such a facility well suited to certain research programs and workforce education
- Design tools: New design tools and methodologies to accelerate the generation of circuit IP; virtualize devices, circuits, and processes; and enable co-design, simulation, and heterogeneous integration

Chipselets: Developments on chiplets cut across many core NSTC and NAPMP activities: standards, road maps, technical centers, and the multi-project wafer program. The Department expects the NSTC to work with the NAPMP to create a chiplet program that plays a leading role in driving standards in 2D and 2.5D heterogeneous integration, as well as establishing a long-term vision in 3D integration of memory and logic beyond existing standards in stacked memory. NSTC-sponsored multi-project wafer programs could be used to grow an expansive library of interoperable

chiplets that can be integrated with custom chiplets to demonstrate innovations with reduced investment and time. The technical center for heterogeneous integration described earlier, combined with an open chiplet platform, could play a central role in prototyping new and emerging complex systems for transition into commercial production. Private-sector companies could be created or expanded to participate in a chiplet ecosystem. In brief, the NSTC, in coordination with the NAPMP, should establish a robust chiplet program to enable an open chiplet

marketplace and maintain U.S. leadership in a broad spectrum of silicon and non-silicon technologies.

Digital Assets: The NSTC Design Enablement Gateway

Today's IP requirements make it difficult for industry participants to share up-to-date circuit designs and software and to cooperate in the development of new technologies. As the cost of integrated circuit design skyrockets and the industry moves toward more complex heterogeneous systems, improved flexibility in the design ecosystem will be an important component of improving the pathway from design to commercialization.

The NSTC could pursue new methods and approaches, some technical and others focused on simplifying

legal compliance, to ensure that IP can be safely shared by establishing a cloud-based, design enablement gateway to serve as the focal point for semiconductor fabless R&D. A priority of NSTC-based research and funding into EDA and circuit design could be aimed at increasing the portability of designs between foundries and technology nodes. Research into this area could reduce the time it takes to spin up new processes at foundries as well as improve the ability to rapidly qualify ported designs.

Such a gateway is complex and many details are yet to be determined, but the overriding goal is to facilitate collaboration, reduce cost and time to market, and broaden access to important tools and information, all while respecting private companies' IP.

DESIGN ENABLEMENT GATEWAY: COMMUNITY INPUT

The semiconductor community has provided extensive input to the requirements for a new hosted design environment. Specifications that have been identified include:

- A complete set of resources needed for the design, simulation, and tape-out of integrated systems to be made in the U.S., without proprietary information leaving the cloud environment
- A well-structured, version-controlled interchange system between all participants within a multi-party "nondisclosure agreement ecosystem" to facilitate sharing IP as needed by the members, especially circuit design-IP surrounding foundry process design kits
- An "app-store"-like environment where users can exchange integrated circuit design-IP under standardized licensing and support terms for basic R&D as well as for commercial use, as determined by the owner of the circuit design-IP
- A catalog of IP generated from NSTC-sponsored projects, along with a pre-defined set of contractual obligations to determine the ownership of that IP; IP may be owned or co-owned by members or the NSTC itself
- A catalog of circuit design-IP from NSTC-sponsored projects and, to the extent possible, of other federal agencies, that is made available for license at a reasonable cost
- A resource to help trace the provenance of circuit design-IP, both to ensure it is secure and to prevent piracy of proprietary information
- Collaboration between commercial EDA vendors and universities or startups to consider interoperability via industry standard tool formats or application programming interfaces (API's) that would allow EDA innovations (open source or proprietary) to more tightly integrate and leverage commercial tool investment, adoption, and support.

The community has suggested options in licensing that the NSTC could consider in partnership with providers of EDA tooling and integrated IP:

- Enabling the contribution of circuit design-IP under standard contributor license agreements
- Allowing NSTC members to access NSTC EDA resources using their own existing licenses ("bring your own license")
- Subsidizing EDA and circuit design-IP license access for U.S. government agencies, universities, and early-stage startups
- Developing, promoting, and supporting existing or new licensing models that improve community access, such as a non-commercial, research-only licenses at low or no cost

Data sets: The Department envisions a role for the NSTC in collecting, aggregating, and sharing data sets that enable benchmarking and operational improvements, tools development, the creation of digital twins, and training AI models. The NSTC could develop a methodology for the voluntary sharing of data that protects the proprietary component and national security while enabling access to appropriate performance data. To start, the NSTC could publish non-proprietary process, materials, and performance data from NSTC-operated and affiliated technical centers. In addition, the NSTC could use the multi-project wafer programs to collect certain process and circuit measurement data to add to the data sets. These data sets should be available to NSTC members under clear guidelines that could dramatically shorten the time and lower the cost to go from circuit design concept to silicon-proven IP.

In addition, the NSTC could create a secure data repository where member operating data is reported and aggregated for return to all data contributors. While being meticulous about protecting data privacy, the NSTC could provide significant value in enabling individual companies to compare their data with aggregate industry data, making benchmarking easier and providing a road map for improved operations.

Patents: Patents are an important tool that enable companies to publicly disclose technical information, yet profit from their commercialization. The NSTC will develop rules and procedures that protect the ownership of any underlying IP of its members, including clear procedures and expectations on IP disclosure, licensing, and use. As an incentive to encourage participation, the NSTC should strive to make available IP that is generated as a result of NSTC funding to members at a reasonable cost, and to facilitate appropriate IP sharing amongst members. The NSTC may own or co-own IP generated from NSTC-funded projects that it may later attempt to monetize to generate revenue.

Workforce Programs

An innovative and resilient semiconductor industry will require a robust pool of skilled workers in research, development, and construction that is enabled through effective training and career development programs. Workforce development is a priority across both the CHIPS Incentives and Research and

Development programs. The February 28, 2023, Notice of Funding Opportunity for Commercial Fabrication Facilities requires companies seeking funding from the CHIPS Incentives program to submit workforce development plans for the workers who will construct and operate their facilities. The CHIPS Program Office has provided an informational workforce development planning guide with examples of strategies applicants can use to meet the goals outlined in the Notice of Funding Opportunity.²⁶

The NSTC is envisioned to serve as a coordinating body and center of excellence to help scale the technical workforce—including scientists, engineers, and technicians—while leveraging the many semiconductor-related workforce activities funded by the U.S. government. The CHIPS R&D Office is working closely with federal agencies to coordinate semiconductor workforce programs such as through the SML, with NSF and its extensive portfolio of education and training programs, and with efforts at the DOD and other agencies. The CHIPS R&D Office's workforce strategy document is planned for release at a future date.

The NSTC can facilitate workforce expansion by providing support to scale-up existing quality training programs and to develop and test novel training approaches. Expanding the pool of engineers and technicians necessitates reaching out to individuals from underserved communities who are historically underrepresented in the semiconductor industry. The NSTC workforce programs will include a focus on recruiting, training, and retaining these workers.

To achieve these goals, the NSTC should:

1. Collaborate with industry, educational institutions, government agencies, and government-funded research institutions to identify and scale gold-standard education models, experiential learning, and training programs that consistently meet industry needs
2. Create a clearinghouse to collect and disseminate a wide range of information on research, best practices, and opportunities in education, experiential learning, and workforce training programs
3. Advance opportunities for career exploration in semiconductors and related microelectronics

design fields, including individuals from underserved communities

4. Serve as a collaborative space to solve industry workforce challenges by convening, aligning resources, or otherwise providing support as industry needs arise

The NSTC should strongly encourage adoption and use of the DEIA principles as detailed in the Good Jobs Principles⁸ and the Department's workforce investment best practices.²⁷

Identify and Scale Proven Education Models

The NSTC should convene industry and educational institutions to identify hiring needs, challenges in the existing workforce pipeline, and evidence-based strategies to overcome those challenges. The NSTC should consider convening a group of experts focused on workforce to guide its efforts and investments.

Frameworks. In coordination with stakeholders, the NSTC should facilitate the ongoing development, maintenance, and adoption of common semiconductor industry occupational frameworks to identify significant skills gaps and identify emerging skills needs. A common framework would enable the development of curricula, skills, and credentials for a variety of programs. By adopting a common language, skills, and credentials, a framework would support transferable and consistent education and training that allows employers to easily recruit workers and enable mobility within the industry. An example of this approach is the National Initiative for Cybersecurity Education (NICE) Framework.²⁸

In collaboration with external stakeholders, the NSTC framework will build a common lexicon of tasks, knowledge, and skills for the semiconductor technical workforce. The NSTC should inventory and integrate duplicative efforts already underway by stakeholders and similar models in related fields, such as the Semiconductor-Nanotechnology Manufacturing Competency Model developed by the Competency Model Clearinghouse.²⁹ Such a workforce framework is a key step in developing industry-wide apprenticeships and certificates that can benefit both employers and employees. The NSTC's support of a Learning and Employment Record³⁰ program would similarly help jobseekers communicate their relevant skills to employers. As semiconductor technology

evolves, this model should be updated with skills needs identified by all stakeholders.

Technical training. The NSTC should identify opportunities to scale existing evidence-based training programs, particularly those that have demonstrated an ability to attract potential employees, representative of the United States population. Effective training opportunities are needed to train prospective workers in non-degree and advanced degree programs, and in programs in between. Many career technical education centers and community colleges have partnered with organizations to help reach students from underserved communities. Some engineering schools across the country have expanded access to computing and engineering programs by, for example, changing the structure of introductory mathematics courses or increasing experiential learning. The NSTC should catalogue methods that work and support their adoption. The NSTC should consider a funding process to enable more programs to adopt techniques that have proven successful.

Create a Clearinghouse of Information

The NSTC should create and host a publicly accessible clearinghouse of education and workforce development information to increase standardization and transparency in the field.

Workforce Metrics. The NSTC should collect, review, and disseminate metrics about industry employment and training efforts as provided by members and other appropriate organizations to allow evidence-based decision making for workforce education or training programs. Examples of workforce metrics include, but are not limited to:

- Data about industry employment including geographic and demographic information
- Metrics about the availability, quality, and usage and success rates of training programs, degree programs, internships, apprenticeships, and job openings

General Resources. The NSTC should collect, review, and disseminate shared resources for semiconductor workforce development and outreach. These resources could include:

- Evaluations of relevant workforce training and development programs to give guidance to

industry participants in developing or selecting a workforce advancement program

- Grade-appropriate educational materials for K-12 students to create excitement and curiosity about the semiconductor industry and related microelectronics design career pathways
- Virtual programming like specialized on-demand courses, virtual tours of semiconductor fabs, and interactive tools for post-secondary learners
- Leading practices for diversifying the semiconductor workforce like wraparound services, mentorships, and sponsorship programs
- Information on career pathways for workers wanting to advance their career in the industry, course listings, and options for acquiring industry-recognized credentials
- Listings of internship and apprenticeship programs
- Job postings

Advance Opportunities for Semiconductor Career Exploration and Participation

Many students and prospective workforce participants, particularly those from underserved communities, are not aware of potential career opportunities in the semiconductor industry. The NSTC should provide both financial and non-financial support to increase interest and participation in the industry.

For example, the NSTC could:

- Create campaigns to increase visibility for careers in the semiconductor industry, highlighting representative role models in a wide range of occupations. The campaigns should be regionally based and include member companies to highlight the unique opportunities available in specific locations
- To expand access to jobs in the semiconductor industry, develop programs that provide financial and non-financial support through grants, fellowships, and scholarships³¹ that enhance student success
- Provide programmatic support (e.g., career planning, mentorship, sponsorship, and cohort programs) and additional funding to scholarship and fellowship recipients

- Develop a program for professionals from member companies to guest teach and mentor students at schools, community colleges, or universities in the region or at regional Manufacturing USA institutes
- Create a fund to upgrade educational laboratory facilities at universities, including MSIs and tribal colleges around the country, enabling more experiential learning for both teachers and students

It is expected that the NSTC workforce development portfolio will evolve over time as industry needs change and as the community provides feedback on direct workforce efforts.

Membership Programs and Services

The NSTC will be a membership organization that thrives best with active participation and provides significant value to all its members. The Department expects a flexible membership structure with different fees by scale of institution and by industry sector with the objective of making membership attractive and accessible to all parts of the community including:

- Fabless semiconductor companies
- Semiconductor customers who design their own chips
- Research institutions and community colleges
- State and local governments
- Federal agencies, national labs, and federally-funded labs
- Foundries and integrated device manufacturers
- Equipment vendors and materials suppliers
- Labor unions
- Investors

It is anticipated that specific programs may require additional fee structures.

The Department anticipates that international companies and research organizations will be able to participate in the NSTC subject to restrictions imposed by law. Foreign entities of concern and entities owned, controlled by, or subject to the jurisdiction of a foreign country of concern will not be eligible for membership.³² Additional guidance for international companies will be developed. The Department expects that most NSTC-funded work will take place at facilities and institutions located in the U.S.

MEMBERSHIP STRUCTURE: COMMUNITY INPUT

The following benefits have been requested as part of the membership structure, and could be included either in the base fee or as an *ad hoc* cost:

- Use of technical centers
- Access to research and development programs, technical expertise, emerging materials and process technologies, and manufacturing test vehicles
- Access to digital assets, such as EDA and design enablement tools, IP, and aggregated data sets
- Facilitated access to multi-project wafers at leading-edge and mature foundries
- Access for startups to a nurturing ecosystem, including resources such as incubation support, IP-licensing guidance, convening opportunities that introduce startups to interested investors, and coordination with the efforts of other federal agencies
- Participation in the groups that advise the NSTC leadership on different program objectives
- Participation in industry convenings including groups focused on road maps, standards, and grand challenges
- Participation in training, workforce development, technical exchange programs, and access to the workforce data clearinghouse

Investment Fund and Startup Support

As the costs and time required to progress from idea to commercialization have escalated, it has become harder for universities and emerging companies to bring new ideas to the market. The significant amount of capital required at the early stages requires highly dilutive investment capital, discouraging innovation. Supporting the advancement of many new ideas is an important objective that cuts across many program areas in the NSTC including providing low-cost and reliable access to the physical and digital assets described here, and managing a multi-project wafer program, incubation services, and IP licensing support.

One of the important programs detailed in the Act is the NSTC Investment Fund. The Department foresees the following important characteristics as the Investment Fund strategy is developed:

- A structure designed to help startups reduce risk and accelerate milestones in order to attract significant private capital
- A collaboration with other U.S. government entities that have similar objectives
- A collaboration with private sector venture, corporate, and strategic investors that bring substantial expertise to assessing and structuring financings

- A portfolio approach, with balanced risk across investments
- Entrepreneurial support

The Department expects that the NSTC will hire a manager of the investment fund with substantial private sector investment and technology development experience to guide this effort.

GOVERNANCE

The Department desires to create an NSTC that can be agile, fast-moving, flexible, responsive to industry and researcher needs, and accountable to taxpayers. The integrity of the NSTC is paramount, and it is essential that it is viewed throughout the ecosystem as neutral, trusted, and science-driven. In order to best effectuate the Department's vision to establish the NSTC as a once-in-a-generation, transformative center that can endure for decades, the NSTC must have world-class leadership that is visionary, dedicated to the aims of the NSTC, and committed to the public interest.

The Secretary of Commerce, in collaboration with the Secretary of Defense, will establish the NSTC through the creation of a public-private consortium as required by the Act. The Department has also considered the appropriate governance structure for the operations of the NSTC. It has reviewed governance structures of analogous organizations such as SEMATECH, and

has considered the structures of various consortia, independent research organizations, federally funded research and development centers, universities, and allies' research organizations, among others. In addition, the Department reviewed the input of PCAST, the IAC, industry coalitions and associations, and feedback we received from stakeholders across the country.

Based on this research and stakeholder input, the Department anticipates the creation of a new, purpose-built, independent, nonprofit entity with the requisite neutrality, expertise, leadership, and capacity to serve as the operator of the NSTC. The Department anticipates entering into an agreement with the NSTC operator that, among other things, will detail the processes for receiving government funds to support the NSTC's statutory responsibilities, reporting on NSTC activities, and ensuring taxpayer accountability.

Operating Model

The NSTC seeks to encourage broad participation across the entire semiconductor ecosystem. Specific benefits for different categories of members will vary, but all members should benefit from being part of the community. The NSTC will stay relevant only if it is serving the needs of its members. The NSTC should be structured with a careful balance between the proprietary interests of individual companies and the interests of the community.

The NSTC will determine the appropriate mix of programs and whether they are executed through in-house resources or in collaboration with other entities. The Department envisions the NSTC utilizing several approaches to achieve its goals including providing funding for collaborative projects, providing fee-for-service capabilities to members and the community, and convening and facilitating joint program development and road mapping activities.

NSTC OPERATING STRUCTURE

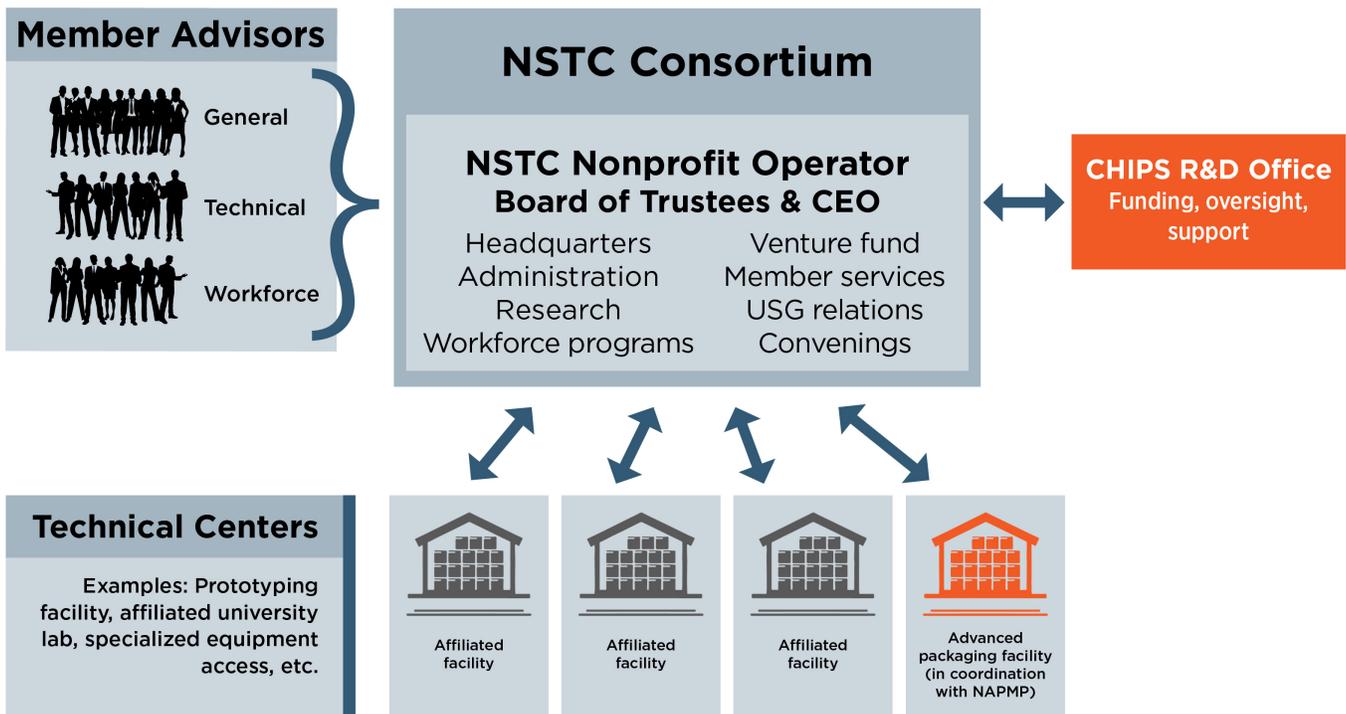


Figure 4. A conceptual model of the operational structure of the NSTC.

The NSTC will develop a network of technical centers with input from stakeholders. The network should ensure effective integration and workflow between centers and accessibility to all members.

The NSTC should determine how best to engage advisors from industry and educational institutions to provide input on technical programs, workforce development, or other activities as needed.

Financial Model

The Department is developing a financial model to inform the broad strategic direction for the NSTC. The Act appropriated funding for five years. Using these funds as a catalyst, the Department's ambition is to create a consortium that can fund multi-year research programs to tackle long-term strategic challenges, enable major facilities and virtual assets, and create a program that can last for decades. The Department's financial model will explore potential revenue sources and enumerate likely costs over a period of ten years. Possible revenue sources for the NSTC, beyond funding from the Department as detailed in the Act, include membership fees, program service fees, returns from the investment fund, IP licensing fees, royalties, state and local government support, other federal agency participation, and philanthropy. The Department will work closely with the NSTC to ensure a financial model that serves the needs of the nation.

Measures of Success and Metrics

The NSTC represents a substantial investment for U.S. taxpayers. As such, it will be critical for the NSTC operator and the CHIPS R&D Office to work together to establish appropriate metrics and a common understanding of what constitutes success. In addition, a good set of metrics will enable the NSTC to better communicate its value to stakeholders and to provide guidance for future program activities. The Department proposes some principles to determine those metrics.

Measure Against Mission

Once established, the NSTC will continue to refine its mission and goals and prioritize programs and projects. The CHIPS R&D director will work directly with the NSTC operator to define specific measures of success that are consistent with the Act's goals and the interests of the taxpayers, and to ensure

accountability toward delivering them. The NSTC will need to define key milestones and metrics that show progress relative to its defined measures of success. The NSTC should regularly assess its defined measures of success and derive metrics to ensure that program efforts align with NSTC objectives and current program efforts. The NSTC should establish a policy to conduct these assessments as part of establishing new programs or revising existing programs.

Establish Measurement Infrastructure

The NSTC should establish the organizational infrastructure (e.g., systems and processes) necessary to assess progress toward meeting the defined measures of success. The NSTC should leverage existing resources and established best practices to enhance and guide the development of this infrastructure. The NSTC should coordinate and collaborate on these efforts with relevant organizations while ensuring the protection of proprietary information. The NSTC should use the capabilities provided by this infrastructure to support program efforts, when appropriate.

Metrics Should Include Both Quantitative and Qualitative Measurements

In addition to reporting on a wide range of specific activities, the NSTC should include qualitative measures in addition to counts of activities and outputs when defining metrics to show success. For example, data elements should include measures of program activities (e.g., number of individuals who receive certification in NSTC-sponsored training programs), leading indicators (e.g., data on post-training job placements), evidence of downstream impacts (e.g., research output of trainees), and qualitative factors such as the support and respect of industry members. In addition, metrics should be established for both short- and long-term timeframes.

Regularly Report and Follow Evaluation Leading Practices

The NSTC will produce annual reports of its progress toward accomplishing its goals using the measures of success and related metrics, relying primarily on performance measures. These annual evidence-building activities will provide regular, systematic updates on the extent to which the NSTC is achieving its intended outcomes and, if not, provides critical

markers that enable the NSTC to adjust its activities as needed.

In addition, the NSTC should engage in the practice of conducting rigorous, systematic evaluations via experienced, independent external experts. Rigorous program evaluation activities complement the annual reporting by seeking to answer overall questions of effectiveness. These evaluation activities may include formative, process, outcome, and impact evaluations, as defined by the Office of Management and Budget (OMB), as appropriate for the stage of the component of the NSTC under review and the evaluation questions being asked.³³ Consistent with OMB guidance and the Department of Commerce Program Evaluation policy, these reports should be made available to the public. Evaluation activities should be conducted on a regular cycle with a longer time horizon (e.g., every three to five years) than the schedule on which NSTC publishes its own performance reports.

GOING FORWARD

The Department's vision is to create an NSTC that can endure for generations. While that will take time, this vision and strategy document provides a critical guide to the path forward. This calendar year, the Department will work to establish the NSTC consortium with public and private representation, and will encourage the establishment of a new, purpose-built, non-profit entity with world-class leadership to operate the consortium.

The Department encourages members of the semiconductor community to plan on becoming part of the NSTC, and to consider which program areas are of particular interest and how they will be able to participate in building this important consortium. As the Department proceeds with refining and finalizing these plans, it will continue to engage with participants in the broad ecosystem to ensure that the needs of the community are being addressed.

CONCLUSION

The NSTC will provide systems-level research and development with the sophisticated tools, resources, and capabilities needed to build the foundational semiconductor technologies of the future. The NSTC is a challenging and multifaceted endeavor that seeks to balance the needs of a wide range of constituents including government, the private sector, workforce entities, and educational institutions. The Department's leadership believes that the best way to use the Act's substantial appropriations, in accordance with the authority granted by the statute, is to create a long-lived center that can manage this complexity and become an engine of innovation for the nation. Such an effort will generate substantial new technology and broad benefits in fulfillment of this exciting mission.

The Department anticipates that the NSTC will create an open and transparent process to engage the community in building the NSTC, including the following possible areas of collaboration:

- Participating in research programs, grand challenges, and standard-setting activities
- Providing a headquarters location and administrative services
- Proposing a variety of structures for affiliated technical centers
- Creating the framework for new digital assets, such as the Design Enablement Gateway
- Proposing assets to be included in the Design Enablement Gateway
- Executing programs desired by the NSTC, such as providing incubation support to start-ups
- Participating in programs desired by the NSTC, such as participating in the investment fund

APPENDIX: DEFINITIONS OF ACRONYMS

AEC - Automotive Electronics Council

AI - artificial intelligence

API - application programming interface

ARPA-E - DOE Advanced Research Projects Agency-Energy

CEO - chief executive officer

CHIPS - Creating Helpful Incentives to Produce Semiconductors

CMOS - complimentary metal-oxide semiconductor

CPO - CHIPS Program Office

DARPA - Defense Advanced Research Projects Agency

DEIA - diversity, equity, inclusion, and accessibility

DMREF - Designing Materials to Revolutionize and Engineer our Future, and NSF program

DOD - Department of Defense

DOE - Department of Energy

EDA - electronic design automation

EERE - DOE Office of Energy Efficiency and Renewable Energy

ERI - Electronics Resurgence Initiative

ESDA - Electrostatic Discharge Association (also known as EOS/ESD Association)

EUV - extreme ultraviolet

FuSe - NSF Future of Semiconductors initiative

IAC - Industrial Advisory Committee

IEC - International Electrotechnical Commission

IEEE - Institute for Electrical and Electronic Engineers

IP - intellectual property

JEDEC - JEDEC Solid State Technology Association (formally Joint Electron Device Engineering Council)

MSI - minority serving institution

NAPMP - National Advanced Packaging Manufacturing Program

NDAA - National Defense Authorization Act

NGMM - Next-Generation Microelectronics Manufacturing

NICE - National Initiative for Cybersecurity Education

NIH - National Institutes of Health

NNSA - National Nuclear Security Administration

NSF - National Science Foundation

NSTC - National Semiconductor Technology Center

OMB - Office of Management and Budget

PCAST - President's Council of Advisors on Science and Technology

R&D - research and development

RAMP-C - DOD Rapid Assured Microelectronics Prototypes - Commercial

RFI - Request for Information

RINGS - Resilient & Intelligent NextG Systems, and NSF program

SBIR - Small Business Innovation Research

SC - DOE Office of Science

SEMI - formally Semiconductor Equipment and Materials International

SHIP - State-of-the-art Heterogeneous Integration Prototype

SIA - Semiconductor Industry Association

SML - Subcommittee on Microelectronic Leadership

USG - United States government

CITATIONS

¹ Remarks by National Security Advisor Jake Sullivan at the Special Competitive Studies Project Global Emerging Technologies Summit, Speeches and Remarks, The White House, available at <https://www.whitehouse.gov/briefing-room/speeches-remarks/2022/09/16/remarks-by-national-security-advisor-jake-sullivan-at-the-special-competitive-studies-project-global-emerging-technologies-summit/>

² The William M. (Mac) Thornberry National Defense Authorization Act for Fiscal Year 2021 authorized funding, while the CHIPS Act of 2022 appropriated funding. Pub. L. 116-283, §§ 9901-9908, 134 Stat. 3388, 4843-4860 (2021) (codified at 15 U.S.C. §§ 4651-4657), as amended by the CHIPS Act of 2022, Pub. L. 117-167, §§ 101-107, 136 Stat. 1366, 1372-1390 (2022) (codified as amended at 15 U.S.C. §§ 4651-4843)

³ CHIPS for America, available at <https://www.chips.gov>

⁴ “The CHIPS Act” or “the Act” refers to the William M. (Mac) Thornberry National Defense Authorization Act for Fiscal Year 2021, Pub. L. 116-283, §§ 9901-9908, 134 Stat. 3388, 4843-4860 (2021) (codified at 15 U.S.C. §§ 4651-4657), as amended by the CHIPS and Science Act of 2022, Pub. L. 117-167, §§ 101-107, 136 Stat. 1366, 1372-1390 (2022) (codified as amended at 15 U.S.C. §§ 4651-4843).

⁵ See National Institute of Standards and Technology (2022) Incentives, Infrastructure, and Research and Development Needs to Support a Strong Domestic Semiconductor Industry: Summary of Responses to Request for Information. (Department of Commerce, Washington, D.C.), NIST Special Publication (SP) NIST SP 1282, available at <https://doi.org/10.6028/NIST.SP.1282>

⁶ Under 15 U.S.C. 4656(b), the IAC shall be established as an advisory committee to be composed of not fewer than 12 members, including representatives of industry, federal laboratories, and academic institutions, who are qualified to provide advice to the United States Government on matters relating to microelectronics research, development, manufacturing, and policy.

⁷ The graphic describing the NSTC mission appears as a reproduction from the NSTC Update to the

Community released on November 16, 2022 at <https://www.nist.gov/document/chips-america-national-semiconductor-technology-center-update-community>

⁸ See Department of Commerce and Department of Labor Good Jobs Principles, available at <https://www.dol.gov/sites/dolgov/files/goodjobs/Good-Jobs-Summit-Principles-Factsheet.pdf>

⁹ See also Draft National Strategy on Microelectronics Research (for Public Comment (September 14, 2022), available at <https://www.whitehouse.gov/wp-content/uploads/2022/09/SML-DRAFT-Microelectronics-Strategy-For-Public-Comment.pdf>

¹⁰ Under 15 U.S.C. 4565(d), “ National Advanced Packaging Manufacturing Program

Subject to the availability of appropriations for such purpose, the Secretary of Commerce shall establish a National Advanced Packaging Manufacturing Program led by the Director of the National Institute of Standards and Technology, *in coordination with the national semiconductor technology center established under subsection (c)*, to strengthen semiconductor advanced test, assembly, and packaging capability in the domestic ecosystem, *and which shall coordinate with a Manufacturing USA institute established under subsection (f), if applicable.*” (emphasis added) The Director may make financial assistance awards, including construction awards, in support of the National Advanced Packaging Manufacturing Program.

¹¹ G. E. Moore, Cramming More Components Onto Integrated Circuits, Electronics, volume 38, number 8, April 19, 1965, pp. 114 ff.

¹² W. Arden, M. Brillouët, P. Coge, M. Graef, B. Huizing, R. Mahnkopf, “More-than-Moore” White Paper, SIA/ITRS (2010).

See also Bennett, H. and Hutcheson, G. (2011), More than Moore or More Moore: a SWOT analysis, AIP Conference Proceedings, [online], https://tsapps.nist.gov/publication/get_pdf.cfm?pub_id=909225 (Accessed March 23, 2023)

¹³ 15 U.S.C. 4565(d) National Advanced Packaging Manufacturing Program
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of Standards and Technology, *in coordination with the national semiconductor technology center established under subsection (c)*, to strengthen semiconductor advanced test, assembly, and packaging capability in the domestic ecosystem, *and which shall coordinate with a Manufacturing USA institute established under subsection (f), if applicable*. The Director may make financial assistance awards, including construction awards, in support of the National Advanced Packaging Manufacturing Program.

¹⁴ Under 15 U.S.C. 4656(f), the Manufacturing USA Institutes “*may emphasize the following: (1) Research to support the virtualization and automation of maintenance of semiconductor machinery. (2) Development of new advanced test, assembly and packaging capabilities. (3) Developing and deploying educational and skills training curricula needed to support the industry sector and ensure the United States can build and maintain a trusted and predictable talent pipeline.*” (emphasis added)

¹⁵ See Manufacturing USA Semiconductor Institutes, 87 FR 62080 (October 13, 2022), available at <https://www.federalregister.gov/d/2022-22221>

¹⁶ See National Institute of Standards and Technology (2022) Strategic Opportunities for U.S. Semiconductor Manufacturing: Facilitating U.S. Leadership and Competitiveness through Advancements in Measurements and Standards. (Department of Commerce, Washington, D.C.), available at <https://doi.org/10.6028/NIST.CHIPS.1000>

¹⁷ <https://www.nist.gov/news-events/news/2023/02/biden-harris-administration-launches-first-chips-america-funding>

¹⁸ <https://www.darpa.mil/program/darpa-subterranean-challenge>

¹⁹ P. Gargini, “Roadmap evolution: From NTRS to ITRS, from ITRS 2.0 to IRDS.” 2017 Fifth Berkeley Symposium on Energy Efficient Electronic Systems & Steep Transistors Workshop (E3S). IEEE, 2017.

²⁰ DOI: 10.1109/VLSITechnologyandCir46769.2022.9830253

²¹ See Report to the President, Revitalizing the U.S. Semiconductor Ecosystem, President’s Council of Advisors on Science and Technology, available at <https://www.whitehouse.gov/wp-content/>

[uploads/2022/09/PCAST_Semiconductors-Report_Sep2022.pdf](https://www.whitehouse.gov/wp-content/uploads/2022/09/PCAST_Semiconductors-Report_Sep2022.pdf), see page 22.

²² Primary standards developing organizations with international technical activity in semiconductors/microelectronics include the following: Automotive Electronics Council (AEC), ASTM International (ASTM), Electrostatic Discharge Association (ESDA), Institute of Electrical and Electronics Engineers (IEEE), IPC International, Inc. (IPC), JEDEC Solid State Technology Association (JEDEC), International Electrotechnical Commission (IEC), and SEMI.

²³ See the Report by the Subcommittee on Research Security Joint Committee on the Research Environment, available at <https://www.whitehouse.gov/wp-content/uploads/2022/01/010422-NSPM-33-Implementation-Guidance.pdf>

²⁴ The fab-to-lab concept captures the idea of using advanced fabrication technology on full wafers to produce high-quality device substrates that can then be cored or diced to enable processing in research systems. These test coupons are then returned to a special back-end-of-line facility to complete device fabrication.

²⁵ The DARPA Toolbox Initiative has established a precedent for the use of R&D licenses for targeted projects.

²⁶ See <https://www.nist.gov/document/workforce-development-planning-guide>

²⁷ See the Department of Commerce three-pronged approach to workforce development and highly effective workforce investments at <https://www.commerce.gov/issues/workforce-development>

²⁸ See NIST Special Publication 800-181, Revision 1: National Initiative for Cybersecurity Education Workforce Framework for Cybersecurity (NICE Framework), available at <https://doi.org/10.6028/NIST.SP.800-181r1>

²⁹ See the Semiconductor-Nanotechnology Manufacturing Competency Model at <https://www.careeronestop.org/CompetencyModel/Competency-Models/semiconductor-nanotechnology.aspx>

³⁰ Learning and Employment Records are a secure and detailed record of verified achievements, whether education or training processes, formal or informal, classroom-based or workplace-based, that can easily

transfer from one job or learning experience to another. See <https://www.commerce.gov/sites/default/files/2020-09/LERwhitepaper09222020.pdf>

³¹ <https://doi.org/10.1177/0002764219869417>; <https://files.eric.ed.gov/fulltext/EJ1234479.pdf>; Ceyhan, Gaye D., Alia N. Thompson, Jeremy D. Sloane, Jason R. Wiles, and John W. Tillotson. “The Socialization and Retention of Low-Income College Students: The Impact of a Wrap-Around Intervention.” *International Journal of Higher Education* 8, no. 6 (2019): 249-261.

³² See definition for the term “foreign entity of concern” under 15 USC § 4651(8).

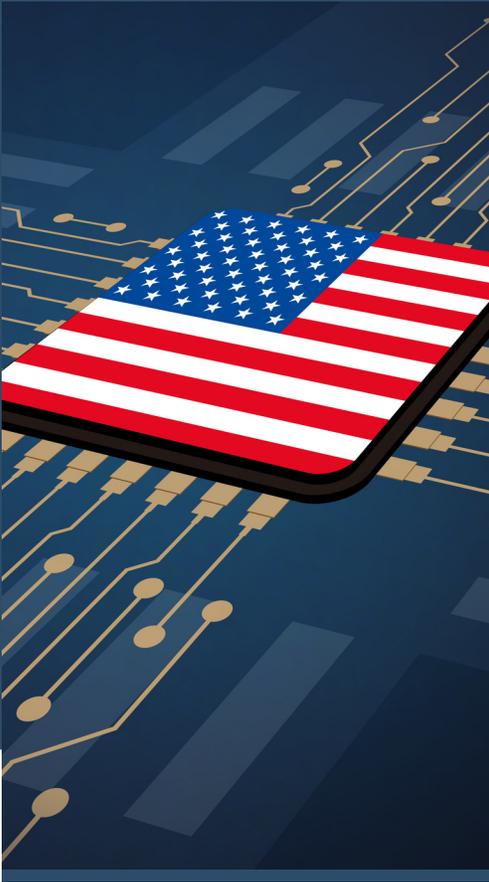
³³ See the Memorandum for Heads of Executive Departments and Agencies describing “Phase 4 Implementation of the Foundations for Evidence-Based Policymaking Act of 2018: Program Evaluation Standards and Practices” at <https://www.whitehouse.gov/wp-content/uploads/2020/03/M-20-12.pdf>

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