CCUS and DAC: Climate Risks and Needed Community Protections



#### Climate Risks of DAC and CCUS

Use carbon for EOR (as the state's LCFS and federal 45Q incentivize)
 Opportunity cost—generally very expensive

 DAC and CCS are unlikely to benefit much from economies of scale

#### Climate Risks of DAC

#### Moral hazard/mitigation deterrence

Unless DAC is done with solar/wind and storage, most likely net positive; uses a *ton* of energy. At scale, would deny these resources to the grid.



#### Climate Risks of CCUS (General)

Distraction and delay

Lock-in effects

(The IPCC does <u>NOT</u> recommend smokestack CCUS!)





### Climate Risks of CCS on Refineries

- Of hundreds of emissions streams, each needing CC apparatus, only 1-2 good candidates for capture
- CARB has modeled 70% reductions, which is impossible, delaying needed phaseout

#### Climate Risks of CCS on Methane Power Plants

- Actual emissions reductions of 30-40%, with energy burden of 25-30%, so reduction per unit of energy production of ~10%
- Lock in ~90% of emissions with heavy investment



# Climate Risks of BECCS

- A shell game with unrealistic assumptions
- Very expensive and inefficient
- Phony "reductions" that hide real emissions



#### Ensure a Strong CARB SB 905 Rulemaking

- Communities need strong protections!
- Dozens of projects coming to the Valley and across the state



#### Per SB 905:

39741.1. (a) The state board shall...(3) Ensure that all [CCUS/DAC] projects include the following, as appropriate:

- (A) Strategies to minimize, to the maximum extent technologically feasible, copollutant emissions from [CCUS/DAC] facilities...
- (B) Strategies to ensure that [CCUS/DAC] projects minimize, to the maximum extent technologically feasible, local water pollution or air pollution from construction- and transportation-related impacts...



(c) The state board shall adopt regulations to implement this section.

### Protections Needed for CCUS and DAC

- Can't increase local air and water pollution
- At least 10 miles between homes and capture, storage, or pipelines
- Powered by excess, clean, renewable energy
- Financial assurances that do not count on a company maintaining strong fiscal health for over a century (bonds, 3<sup>rd</sup> party ins)
  - Responsive to continuous reevaluation of costs of closure, remediation, and leaks/other harms



### Protections Needed for CCUS and DAC

- Government process
  - Ensure it's not used to drag our heels on direct emission reductions (e.g., no LCFS or other offset crediting)
  - Ensure additionality
  - Polluter pays, not consumers through increased utility rates or gas prices



# Protections Needed for CCUS and DAC

- Informed consent and good process
  - Notify community members at least 6 months before permit application
  - At least 3 public workshops before gov decisions made
  - Community benefits required
  - Full EIR on all projects
  - Require worst-case scenario modeling

## Protect



#### STORAGE: Protections Needed for DAC and BECCS

- Study storage statewide before beginning (e.g., safe storage rates, minimizing leakage and seismicity, distance from homes and sensitive receptors, impacts on microbiota in rock formations, etc.)
- Assess and prove stable geology—no leak risk, cause no increase in geological risks
- Permanent—at least 1,000 years
- Ensure proper site characterization
- Monitoring, reporting, and verification
  - Pause injections if plume extends beyond projected storage area until all rights attained and all applicable law met for new area
- Certify that project is unlikely to harm groundwater supplies

#### TRANSPORTATION: Protections Needed for DAC and BECCS

- Keep moratorium in place
- Add odorant (or colorant)
- Community burdens and resources must be considered during siting
- Prove stable geology where projects are to be sited
- CO2 regulatory definition must apply to all phases
- Do not convert old pipelines to CO2
- Require pure CO2 streams
- Don't use other modes of transportation