Opposition to Carbon Capture Utilization Parity Act

March 6, 2023

Dear Senator Whitehouse, Senator Cassidy, Representative Schweikert, and Representative Sewell:

The undersigned organizations write to oppose your recently-introduced bill, the Carbon Capture and Utilization Parity Act. This bill does not advance climate solutions, but is rather a giveaway to fossil fuel companies and other corporate polluters under the guise of climate action. Promoting the utilization of captured CO2 in petrochemicals, plastics and fuels, as your legislation would encourage, will perpetuate environmental justice harms and subsidize the oil and gas industry to do it. Rather than perpetuating these climate scams, we encourage you to support the elimination of subsidies for the fossil fuel industry instead of enriching them through carbon capture schemes.

Carbon utilization is a distraction that will not benefit the climate and will further entrench the polluting sources that create carbon dioxide pollution. Regardless of its eventual use, promoting CCU will tether downstream industries to emission sources, making them harder to eliminate. If used for fuels, such carbon dioxide will end up in the atmosphere anyway; if used for plastics or other petrochemical production, it will contribute to the myriad harms of plastic and petrochemical pollution. In the case of many plastics which are burned, and nitrogen fertilizer which decomposes upon field application, that carbon dioxide will again end up in the atmosphere.

Carbon capture has a long history of overpromising and under delivering, failing to deliver any meaningful climate benefit. By its nature, carbon capture will entrench the sources of pollution we need to collectively eliminate if we are to truly confront the climate crisis. Because of its enormous energy requirements, capturing carbon increases demand for, and emissions from, fossil fuel production. The limited number of ostensibly successful carbon capture projects are connected to fossil gas processing plants, and the overwhelming majority of captured carbon to date has been used to increase oil production via enhanced oil recovery (EOR). Ultimately, carbon capture benefits the fossil fuel industry first and foremost, not the climate.

In addition to failing as a climate solution, carbon capture poses additional dangers to the communities in which capture equipment will operate and through which CO2 pipelines will run. Due to its energy consumption, carbon capture increases criteria pollution at the source of capture as well as creates its own emissions of toxic ammonia. The process also consumes significant water and produces chemical waste. Pipelines threaten communities surrounding them with the sudden and dangerous release of carbon dioxide, with impact radii far wider than those of traditional hydrocarbon pipelines. Environmental justice, frontline, and BIPOC communities are already burdened with the brunt of pollution and climate change, and this will continue to exacerbate threats in their communities.

At present, the only market of any significant scale for captured carbon dioxide is EOR. The myth of a massive carbon management paradigm that uses and re-uses carbon dioxide on any large scale serves only to greenwash the reality of how carbon dioxide is used: for oil production. This appears to be reflected in the Joint Committee on Taxation's estimate that, despite the increasing credit, this

bill would only cost \$16 million over ten years. This is an obvious underestimate, but if true would mean that this legislation would result in a paltry amount of CO2 utilization and a waste of time even proposing such a mechanism.

All of this must be considered against the backdrop of the history of the 45Q tax credit and recently-revealed documents from the oil industry indicating their internal views on the technology. As laid bare in an investigation from the U.S. Treasury Inspector General for Tax Administration, the 45Q tax credit is rife with abuse as credits are improperly claimed. Moreover, documents uncovered by the House Oversight Committee's investigation into major oil companies and climate disinformation revealed that the biggest proponents of CCS also understand the technology to be costly, ineffective, and requiring continued and increasing government subsidization.

As noted by the Intergovernmental Panel on Climate Change in its Sixth Assessment Report, in contrast to things like solar power and batteries, carbon capture is not the kind of technology that gets significantly cheaper over time, and increasing public subsidies to spark a carbon management industry will not result in a self-sustaining system. Rather, increasing the 45Q tax credit will just be increasing subsidies for the fossil fuel industry. Moreover, carbon removal using direct air capture is projected to have essentially no significant impact on climate change through 2050, while its wide-scale deployment would require massive quantities of energy, land, and chemicals. The carbon utilization fantasy should be abandoned, with focus restored on the solutions we know will help combat the climate crisis, like renewable energy and storage, electrification, energy efficiency, real zero-waste materials systems, agroecology, and more.

Signed,

350 Bay Area Action

350 New Orleans

350.org

350NJ-Rockland

350NYC

5 Gyres Institute

7 Directions of Service A Community Voice

Action for the Climate Emergency

Alliance for Affordable Energy

Alliance of Nurses for Healthy Environments

Berks Gas Truth

Better Path Coalition
Between the Waters

Beyond Extreme Energy

Beyond Plastics
Bike North Bergen
Biofuelwatch

Bold Alliance

Breast Cancer Action

Breathe Project

Carrizo Comecrudo Tribe of Texas

Catalyst Miami

Catskill Mountainkeeper

Center for Biological Diversity

Center for International Environmental Law Central Jersey Environmental Defenders

Clean Air Action Network of Glens Falls (NY)

Clean Air Coalition of Greater Ravena-

Coeymans

Climate Investigations Center

Climate Reality Project: Susquehanna Valley

PA chapter

Coalition Against Death Alley Coalition to Ban Unsafe Oil Trains

Coalition to Protect New York

Common Ground Rising

Concerned Citizens of St. John

Congress of Communities

CURE (Clean Up the River Environment)

CWA Local 1081

Dakota Rural Action

Divest NJ

Don't Gas the Meadowlands Coalition

Earth Ethics, Inc.

Eco-Justice Collaborative

Ecology Center

Energy Justice Network

Environment Texas
Food & Water Watch

For a Better Bayou

Franciscan Response to Fossil Fuels

FreshWater Accountability Project

Friends of the Earth

Global Alliance for Incinerator Alternatives

(GAIA)

Grand Rapids C4 (Community Collaboration

on Climate Change)

Great Plains Action Society

Greater New Orleans Interfaith Climate

Coalition

Green Education and Legal Fund

Health Professionals for a Healthy Climate

Healthy Gulf

Inclusive Louisiana

Indigenous Environmental Network

Inland Ocean Coalition

Iowa CCI

Ironbound community corporation

JFK Democratic Club - Franklin Twp.

Los Jardines Institute

Louisiana Just Recovery Network

Louisiana League of Conscious Voters

Louisiana Organization for Refugees and

Immigrants

Lower Raritan Watershed Partnership

M-W & Associates

MDC

Micah Six Eight Mission

Michigan Environmental Justice Coalition

Michigan Student Power Alliance Mid-Ohio Valley Climate Action

MN350

MoveOn.org Hoboken RESIST

Native Sun Community Power Development

New Energy Economy

New Jersey Highlands Coalition

NJ Association Environmental Communion Northern NJ NOW. And North Jersey Sierra

Group

Occidental Arts and Ecology Center
One Sotheby's International Realty

Orange RAPP

Our Revolution Ocean County, NJ

PASUP (Pittsburghers Against Single Use

Plastic0

People for a Healthy Environment People's Organization for Progress Physicians for Social Responsibility

Plastic Pollution Coalition

Presente.org/Alianza Americas
Princeton Student Climate Initiative
Progressive Democrats of America
Property Rights and Pipeline Center

Public Goods Institute Ramapo Munsee Nation

Research and Development Resources

ReThink Energy Action Fund Retiree/Community Volunteer

RGISC Inc dba Rio Grande International

Study Center

San Antonio Bay Estuarine Waterkeeper

San Francisco Bay Physicians for Social

Responsibility

SanDiego350

Save Our Illinois Land

Science and Environmental Health Network

Seeding Sovereignty

Skylands Group-Sierra Club NJ Chapter

Society of native nations

Solar Bear

Stand.earth

Stepping Stones Resources Inc.

Stone Crab Alliance

Taproot Earth

Texas Campaign for the Environment

Texas Physicians for Social Responsibility

The Last Plastic Straw

The Vessel Project of Louisiana

Thrive at Life: Working Solutions

Toxic Free NC

Turtle Island Restoration Network

Waterspirit

We Want Green Too

Zero Waste Ithaca