

lowa is the latest state to be dragged into a fight over pipelines, under the guise of a false climate solution: carbon capture and sequestration/storage (CCS). Proponents claim CCS is key to boosting lowa's ethanol market while benefiting Midwestern landowners.¹ In reality, CCS is another scheme to generate corporate pipeline profits at taxpayer expense, while landowners face land damages and threats to their health and safety from pipelines crossing their land.²

One proposed pipeline is Summit Carbon Solutions' Midwest Carbon Express, a \$4.5 billion, 2,000-mile pipeline that would impact over 8,777 acres in Iowa alone.³ A second is Navigator CO₂ Ventures' \$3 billion, 1,300-mile pipeline with a misleadingly homey name, Heartland Greenway — which would cross 900 miles of Iowa.⁴ A third proposal is a joint 350-mile pipeline put forward by Wolf Carbon Solutions and Archer Daniels Midland (ADM).⁵

The pipelines would transport carbon dioxide (CO₂) gas generated primarily from ethanol plants throughout the Midwest for underground storage in North Dakota and Illinois.⁶ Captured carbon is also used for enhanced oil recovery (EOR), an oil production method that injects the gas into oil reservoirs to drive the crude oil to the surface. The primary goal of EOR is to maximize oil production, not to store carbon. Summit Carbon is said to still be considering EOR, leaving the door open for a dangerous polluting practice with a big price tag.⁷

Landowners Lose Out

Without full landowner approval, pipeline construction requires use of eminent domain, where private land is seized for use by, in this case, private corporations. As of the time of writing, more than half of the counties along the route of Summit's pipeline had filed objections, and legislation introduced in lowa's legislature would ban eminent domain for CO₂ pipelines for one year.⁸ Communities in the pipeline's path are rightly concerned, both about the corrupt seizure of property and about the disastrous implications for agriculture.

With roughly 8,000 acres of cultivated crop land at risk from the pipelines, lowa landowners can anticipate disruptions and harms to their land like those brought by the construction of the Dakota Access Pipeline (DAPL).⁹ The DAPL reduced crop yields along its route by 25 and 15 percent for soybeans and corn, respectively, two years following construction, and even smaller pipelines caused similar declines up to four years later. Impacted soils contain increased rock fragments and have lower soil moisture and higher compaction, inhibiting crop growth.¹⁰ Land repair is not

cheap — one landowner still has persistent drainage problems radiating outward from the DAPL, costing him over \$100,000.¹¹

Despite promises by Summit Carbon to engage Indigenous communities in project development, local Indigenous leaders worry that the pipeline may still threaten their waterways and resources. Pipelines can do irreparable damage to ancestral lands that hold cultural, historical and religious significance. Despite this, few culturally oriented assessments of pipelines exist. 13

Safety Questions Linger

Harms are not limited to stolen land and damaged crops. CCS infrastructure poses numerous health and safety risks from carbon leaks during transport, injection and long-term storage.¹⁴ Pipeline accidents resulting from human error, natural disasters and material corrosion are all but inevitable.¹⁵ Accidents could release large quantities of dense CO₂, which accumulates and remains undetected in low-lying areas like basements.¹⁶ Air with CO₂ concentrations of 17 percent or more is immediately fatal, and even trace amounts can have health effects. Extreme accidents could have impacts up to two miles away.¹⁷

Historically, pipelines have been concentrated in areas of high social vulnerability, including rural areas lacking emergency response capacity.¹⁸ When a CO₂ pipeline ruptured in rural Satartia, Mississippi in February 2020, it took 13 minutes for responders to be alerted, 30 minutes to recognize what was in the air, but mere minutes for residents to feel the effects. Fortunately, no one died, but some residents are still experiencing respiratory health effects today.¹⁹

Unproven Technology and Shady Climate Accounting

Ethanol production is a key source of revenue for many farmers, and industry groups have strongly promoted it alongside CCS, despite technical barriers and the extravagant land use required for growing the feedstock crops (mainly corn).²⁰ But the writing is on the wall: U.S. demand for ethanol is stagnating, and lifecycle emissions are at least 24 percent higher than gasoline's when accounting for land-use changes. The current system is unsustainable, and continued attempts to stave off ethanol's decline will only increase crop prices, emissions, nutrient pollution, and soil erosion, and further entrench the fossil fuel industry — not mitigate climate change or protect farmers.²¹

Adding CCS to bioenergy is an expensive boondoggle, as capturing the CO₂ from ethanol facilities adds costs to already expensive biofuel technology.²² U.S. biofuels are poorly suited to CCS, as they need substantial inputs relative to the energy they generate. Far from being carbon negative, biofuels' low energy and high moisture content could make the net CO₂ reduction from biogas worse than fossil-fueled CCS.²³

The feasibility of permanent storage is another flawed piece of the puzzle, as long-term stable storage of CO₂ remains largely unproven. Existing storage projects have not been able to prove

that CCS works because underground CO₂ imaging technology is nascent.²⁴ Undetected gas leakages range from 5 to 30 percent, meaning that "captured" CO₂ will find its way into the atmosphere again.²⁵

ADM already knows this. In 2017, the company began capturing carbon from its Illinois ethanol plant. Proponents often point to this as proof of concept, but the plant's dubious track record says otherwise; the facility consistently captures just half of its yearly CO₂ target.²⁶ Biofuels will still emit CO₂ when combusted,²⁷ and the captured CO₂ accounts for a mere 3 percent of ADM's total CO₂ emissions, barely scraping the surface.²⁸ CCS is no miracle solution to mitigating emissions, and we must change course immediately to protect farmers.

Ethanol's Links to Factory Farms

Ethanol is a byproduct of U.S. farm policies that encourage the overproduction of grains like corn. Programs such as federal crop insurance subsidize farm income rather than addressing the true cause of low crop prices (overproduction). The winners are corporate agribusinesses that profit from a steady supply of artificially cheap grains, which they manufacture into ethanol, feed for factory farms and additives for ultra-processed food.²⁹

CCS's ties to factory farms run deep in Iowa. The CEO of Summit Carbon's parent group, Bruce Rastetter, founded one of the fastest-growing hog operations in the United States, forcing out local small livestock farmers, and has used these profits to curry favor with elected officials. Having previously bought his way onto the Iowa Board of Regents, he is now seeking to seize the land of hardworking farmers for his own gain once again, through his political connections to the Iowa Utilities Board (IUB).³⁰

Limited Regulatory Landscape

Unlike for natural gas, CO₂ pipelines are not under the jurisdiction of the Federal Energy Regulatory Commission. Moreover, the Pipeline and Hazardous Materials Safety Administration delegates siting approval to states. Lack of federal permitting requirements means no guarantee of environmental review and no federal oversight of pipeline routes or locations.³¹

In Iowa, the governor-appointed IUB retains control of permitting and eminent domain, which requires public hearings and information sessions prior to approval and construction. However, there is no oversight of voluntary easements, opening the door to harassment of landowners by pipeline companies seeking to circumvent the eminent domain process.³²

Money Talks

If CO₂ pipelines are unproven, inefficient, and downright dangerous, then why build them? While entrenching fossil fuels is a major part of the calculus, companies producing ethanol with CCS can also generate "carbon credits" that they can sell onto state markets for low-carbon fuels; other companies can then buy these credits to offset their own CO₂ emissions. With credits

selling for as much as \$200 in California, money is a big motivator.³³ Corporate giants like Microsoft and John Deere are already lining up to buy ethanol CCS credits to ensure they do not need to reduce their own emissions.³⁴

Federal initiatives further incentivize CCS on the backs of taxpayers. Under the Sequestration Tax Credit known as 45Q, facilities can receive \$50 per metric ton of CO₂ captured, which can be claimed for 12 years.³⁵ Legislators have been trying to push this to \$85 per metric ton.³⁶ Federal estimates suggest that this scheme would only cost \$2.3 billion through 2029, but this vastly underestimates the true cost to taxpayers. Summit Carbon projects it will sequester 12 million metric tons of CO₂ a year, representing a staggering \$7.2 billion over 12 years. ADM and Navigator's proposals would add a further \$16 billion to the bill. Combined, these would surpass the federally estimated cost for the decade within just two years, while sequestering a measly 0.84 percent of U.S. emissions annually.³⁷

Bolstering either credit system would almost certainly cause massive growth in CCS, and corporations would make out like bandits, since most carbon can be transported for under \$32 per ton.³⁸ They know it, too. Rastetter has said Summit Carbon's pipeline would not be possible without federal tax credits to support it, and they estimate that 45Q would account for a fifth of their revenue.³⁹

Conclusion

It is becoming increasingly apparent that CCS is all about propping up a set of polluting but profitable industries. Summit Carbon's board is riddled with political connections, from Rastetter to former lowa Governor Terry Branstad to the son of U.S. Agriculture Secretary Tom Vilsack.⁴⁰ Navigator takes funding from fossil fuel companies like Valero Energy Corporation and BlackRock, the latter of which helped emit 330 million tons of greenhouse gases in 2020 through their investment portfolio.⁴¹

Keeping communities safe and preventing climate collapse will not come from false solutions that merely keep cogs turning in the fossil fuel and factory farm industries. Every dollar spent on CCS scams is a dollar not spent on the transition to renewable energy solutions.

Food & Water Watch recommends:

- lowa should ban the use of eminent domain for carbon pipelines in order to protect property owners from having their land seized for the use of private corporations.
- Congress must eliminate public subsidies that support carbon capture and storage development, including the 45Q tax credit and billions in new subsidies for CCS authorized in the Infrastructure Investment and Jobs Act.

• States and the federal government must instead focus regulatory efforts on eliminating carbon emissions at the source. This includes transitioning to 100 percent clean, renewable energy accompanied by widescale deployment of energy efficiency.

Endnotes

- 1 Payne, Kate. "Proposed carbon dioxide pipeline draws opposition from lowa farmers and environmentalists alike." *Iowa Public Radio*. October 13, 2021.
- 2 Bui, Mai et al. "Carbon capture and storage (CCS): The way forward." Energy & Environmental Science. Vol. 11. 2018 at 1063 and 1109; Culman, Steve and Theresa Brehm. Agronomic Crops Network, Ohio State University Extension. "Does pipeline installation have a lasting effect on crop yields?" Ohio State College of Food, Agricultural, and Environmental Sciences. 2021; Vinca, Adriano et al. "Bearing the cost of stored carbon leakage." Frontiers in Energy Research. Vol. 6, Art. 40. May 2018 at 3.
- 3 Payne (2021); Summit Carbon Solutions. Iowa Utilities Board (IUB). Petition for Hazardous Liquid Pipeline Permit. Docket No. HLP-2021-0001, Exhibit F. January 28, 2022 at 3.
- 4 Eller, Donnelle. "ADM proposes an Iowa carbon-capture pipeline, bringing state's total to three." *Des Moines Register.* January 11, 2022; Heartland Greenway. "Heartland Greenway." Available at https://heartlandgreenway.com. Accessed February 2022.
- 5 Eller (2022).
- 6 Douglas, Leah. "U.S. carbon pipeline proposals trigger backlash over potential land seizures." Reuters. February 7, 2022.
- 7 Clark, Jennifer A. and Erik E. Santiso. "Carbon sequestration through CO₂ foam-enhanced oil recovery: A green chemistry perspective." *Engineering.* Vol. 4, Iss. 3. June 2018 at 336 and 337; Bui et al. (2018) at 1116; MacPherson, James. "Oil driller invests in carbon-capture pipeline for Midwest." *Associated Press.* March 2, 2022; Edwards, Ryan W. J. and Michael A. Celia. "Infrastructure to enable deployment of carbon capture, utilization, and storage in the United States." *PNAS.* Vol. 155, No. 38. 2018 at E8815.
- 8 Douglas. "U.S. carbon pipeline proposals" (2022); Gruber-Miller, Stephen. "Iowa bill would block carbon pipeline developers from using eminent domain power for a year." Des Moines Register. March 16, 2022.
- 9 Basu, Rekha. [Opinion]. "Carbon pipeline projects are 'pie in the sky' plans to benefit deep pockets, opponents say." *Des Moines Register.* January 22, 2022; Summit Carbon Solutions (2022) at 3; Culman and Brehm (2021).
- 10 Brooker, Jena. "Pipelines keep robbing the land long after the bulldozers leave." Grist. January 7, 2022; Culman and Brehm (2021).
- 11 Basu (2022).
- 12 Moen, Mike. "Carbon pipeline plan spurs organized opposition from tribes." Public News Service. January 3, 2022.
- Emanuel, Ryan E. et al. "Natural gas gathering and transmission pipelines and social vulnerability in the United States." *GeoHealth.* Vol. 5. April 2021 at 7.
- 14 Vinca et al. (2018) at 3.
- 15 Oldenburg, Curtis M. Lawrence Berkeley National Laboratory. "Health, safety, and environmental risks from energy production: A year-long reality check." *Greenhouse Gases: Science and Technology.* Vol. 1, lss. 2. April 2011 at 4.
- Hillebrand, Marcus et al. "Toxicological risk assessment in CO₂ capture and storage technology." *International Journal of Greenhouse Gas Control.* Vol. 55. December 2016 at 3 to 5; Mahgerefteh, Haroun et al. "Pressurized CO₂ Pipeline Rupture." *IChemE*. Symposium Series No. 154. 2008 at 3.
- Thang, Yindi et al. "Correlative comparison of gas CO₂ pipeline transportation and natural gas pipeline transportation." AMSE JOURNALS 2017-Series: Modelling B. Vol. 86, No. 1. April 2017 at 68; Payne, Heather. "Chasing squirrels in the energy transition." Environmental Law. Vol. 52. 2022 at 14; Koornneef, J. et al. "Uncertainties in risk assessment of CO₂ pipelines." Energy Procedia. Vol. 1. 2009 at 1593.
- 18 Emanuel et al. (2021) at 6 and 8.
- 19 Zegart, Dan. "The gassing of Satartia." *Huffpost*. August 26, 2021.
- 20 Vaughan, Carson. "Ethanol market is disturbing to American farmers. And now there's COVID-19." Successful Farming. March 30, 2020; American Coalition for Ethanol. [Press release]. "ACE: New CCS venture puts ethanol on path to net-zero emissions." February 18, 2021; Creutzig, Felix et al. "The underestimated potential of solar energy to mitigate climate change." Nature Energy. Vol. 2, No. 8. August 2017 at 1.
- Lark, Tyler J. et al. "Environmental outcomes of the US Renewable Fuel Standard." *PNAS*. Vol. 119, No. 9. 2022 at 3 and 4; U.S. Department of Agriculture. "USDA Agricultural Projections to 2031." OCE-2022-1. February 2022 at 4.
- 22 Fuss, Sabine et al. "Negative emissions Part 2: Costs, potentials and side effects." *Environmental Research Letters*. Vol. 13. May 2018 at 12; U.S. Energy Information Administration. "Levelized Cost and Levelized Avoided Cost of New Generation Resources in the Annual Energy Outlook 2019." February 2019 at Table 1a at 7.
- 23 Dias de Oliveira, Marcelo E. et al. "Ethanol as fuel: Energy, carbon dioxide balances, and ecological footprint." BioScience. Vol. 55, No. 7. July 2005 at 595; National Research Council. (2016). Climate Intervention: Carbon Dioxide Removal and Reliable Sequestration. Washington, DC: National Academies Press at 66.
- 24 Verdon, James P. et al. "Comparison of geomechanical deformation induced by megatonne-scale CO₂ storage at Sleipner, Weyburn, and In Salah." PNAS. Vol. 110, No. 30. July 2013 at E2762; Vinca et al. (2018) at 3; Bui et al. (2018) at 1113.
- 25 Payne (2022) at 11 and 12.
- Archer Daniels Midland Company (ADM). [Press release]. "ADM begins operations for second carbon capture and storage project." April 7, 2017; Hettinger, Jonathan. "Despite hundreds of millions in tax dollars, ADM's carbon capture program still hasn't met promised goals." Midwest Center for Investigative Reporting. November 19, 2020.

- 27 Dias de Oliveira et al. (2005) at 596.
- 28 Food & Water Watch (FWW) analysis of WSP Global Inc. Prepared for ADM. "Carbon reduction feasibility study." R001. March 2020 at 5.
- 29 Schaffer, Harwood D. et al. Agricultural Policy Analysis Center. "An Analysis of a Market-Driven Inventory System (MDIS)." April 2012 at 60 to 61; Ayazi, Hossein and Elsadig Elsheikh. Haas Institute for a Fair and Inclusive Society. "The US Farm Bill: Corporate Power and Structural Racism in the United States Food System." October 2015 at 26 to 27.
- 30 Kilen, Mike. "Bruce Rastetter: The quiet, fierce man behind ag summit." *Des Moines Register*. February 28, 2015; Philpott, Tom. "USDA Secretary Vilsack's son now works for a controversial ethanol pipeline project." *Mother Jones*. January 5, 2022.
- 31 IUB. "Hazardous liquid pipeline permit process." Updated December 2020; Garofalo, Jada F. and Madeleine Lewis. "Sources to sinks: Expanding a national CO₂ pipeline network." *Environmental Law Reporter.* 50 ELR 10060. 2020 at 6.
- 32 IUB (2020); Summit-Tribune Staff. "Sierra Club decries Summit pipeline petition filing without list of properties." Summit Tribune. February 1, 2022.
- 33 Pontecorvo, Emily. "A Midwest pipeline promises to return carbon dioxide to the ground." Grist. March 10, 2021.
- 34 Clayton, Chris. "Pipelines seek to hit net-zero ethanol." DTN Progressive Farmer. August 24, 2021.
- 35 Congressional Research Service. [Fact sheet]. "The tax credit for carbon sequestration (Section 45Q)." June 2021 at 1.
- 36 Douglas, Leah. "Factbox: Biden administration sees carbon capture as key tool in climate fight." Reuters. February 7, 2022.
- 37 FWW analysis of Summit Carbon Solutions. "Frequently asked questions." Available at https://summitcarbonsolutions.com/frequently-asked-questions. Accessed February 2022; Heartland Greenway (2022); Plume, Karl and Caroline Stauffer. "ADM signs CO₂ pipeline deal to capture, store ethanol plant emissions." *Reuters.* January 11, 2022; CRS (2021) at 1; International Energy Agency. Global Energy Review CO₂ Emissions in 2021. March 8, 2022. Available at https://www.iea.org/data-and-statistics/data-product/global-energy-review-co2-emissions-in-2021#data-sets. Accessed March 11, 2022.
- 38 Sanchez, Daniel et al. "Near-term deployment of carbon capture and sequestration from biorefineries in the United States." PNAS. Vol. 115, No. 19. April 2018 at 4877.
- 39 Sisk, Amy R. "Proposal would capture CO₂ from Midwestern ethanol plants to store in North Dakota." *Bismarck Tribune*. March 2, 2021; Beach, Jeff. "World's largest carbon capture pipeline aims to connect 31 ethanol plants, cut across Upper Midwest." *AgWeek*. December 6, 2021
- 40 Summit Carbon Solutions. "Our team." Available at https://summitcarbonsolutions.com/our-team. Accessed February 2022 and on file with FWW; Philpott (2022).
- 41 Eller, Donnelle, and Danielle Gehr. "CO₂ pipeline official tells concerned Polk crowd that project likely won't need permanent tax subsidies." Des Moines Register. January 7, 2022; Hiar, Corbin. "BlackRock tells clients to embrace global energy transition." E&E News. February 4, 2022.



FOODANDWATERWATCH.ORG

info@fwwatch.org

202.683.2500 (DC) • 510.922.0720 (CA)