

Legislative Work Group

May 27, 2026



CARBON CAPTURE
IMPACT

Agenda

Housekeeping / CCC Updates

Congressional / Political Update

FY2027 Appropriations

EPA GHGRP Repeal / Treasury Safe Harbor Updates

Class VI Updates

CCC Updates / Housekeeping

- **CCC 2027 Federal Policy Blueprint Work Group**

- Sign-up to partake in the work group to shape the blueprint today!
- First topical discussion: June 17

- **Treasury RFI – 2026/2027 Priorities**

- CCC responding with consensus positions contained in 2023 comment to Treasury on 45Q, and recent positions formed regarding the safe harbor mechanism in February letter to Treasury

- **SEEC Institute – Thriving Economy Submission**

- Carbon Capture Impact submitted a response in early May



Congressional / Political Update



FY27 Appropriations

Permitting Discussions

Budget Reconciliation 2.0 Updates

Implications of Recent Primary Elections

FY2027 Appropriations: House Energy & Water Bill

Reprograms Unobligated IIJA Funding

- **Remaining ~\$594M** in unobligated CIFIA (CO2 transport systems) funding proposed to be reprogrammed to support nuclear

Significant Reduction in Annual R&D Funding

- **\$94 million decrease** in core carbon management R&D funding at Hydrocarbons & Geothermal Energy Office (formerly FECM).

Overview of Carbon Management in FY27 House Energy & Water Bill

Coal & Carbon Utilization	FY2026 House Bill	FY2026 Senate Bill	FY2026 Enacted	FY2027 House Bill	FY2027 House vs. FY2026 Enacted
Point-source Carbon Capture	\$65,000,000	\$100,000,000	\$75,000,000	\$50,000,000	-\$25,000,000
Carbon Dioxide Removal	\$15,000,000	\$72,000,000	\$45,000,000	\$15,000,000	-\$30,000,000
Carbon Utilization	\$35,000,000	\$52,000,000	\$50,000,000	\$35,000,000	-\$15,000,000
Carbon Transport & Storage	\$50,000,000	\$83,700,000	\$59,000,000	\$50,000,000	-\$9,000,000
Advanced Energy Systems	\$85,000,000	\$85,000,000	\$80,000,000	\$65,000,000	-\$15,000,000
TOTAL	\$250,000,000	\$393,200,000	\$309,000,000	\$215,000,000	-\$94,000,000

House FY27 Interior-Environment Bill

- Subcommittee released text of bill last week.
- Full markup on June 3
- Committee report expected ahead of markup
- Text shows 20% **decrease** in funding for EPA
- Impact staff meeting with Senate Maj/Min Subcommittee staff to discuss requests + GHGRP effort



Appropriations: Call-to-Action

- **Impact Call-to-Action:**
 - In the near-term, weigh in with Senate appropriators on need to **preserve funding** for carbon management RDD&D programs, **including IJA-funded demonstration and deployment programs**
 - Impact staff will share updated talking points focused on prioritizing preservation

Updates on EPA GHGRP / ISO Standard for Geologic Storage

- **Timing for final rule: Fall**
- **Congressional momentum: slowed**
- **Treasury development:**
 - Treasury working on new updates to the 45Q guidance
- **UT Austin Effort**
 - Create a public repository of certain GHGRP subparts' data
 - Enable industry to continue public reporting in GHGRP's absence
 - Short-term **stop gap**

ISO Standard & Upcoming CCC Efforts:

- Organizing informational webinars for CCC / Impact members
- Webinars will cover:
 - Newly published ISO Standard
 - Comparison of ISO standard and GHGRP Subpart RR
 - Comparison of ISO standard for geologic storage and ISO standard for EOR
- Will help provide context for CCC positioning

Class VI Update

- **CCC Work Group Update**

- Anticipating wrapping up recommendations by the end of Q2

- **Intel on SDWA Reauthorization**

- House E&C majority exploring a SDWA reauthorization and are looking for potential recommendations on Class VI
- Impact staff setting up a meeting with majority/minority staff to better understand the timeline and Committee needs

- **CCC / Impact meeting with EPA Office of Water**

- Meeting with Senior Counsel, Shawn Waldron on Thursday to discuss new guidance for reviewing Class VI permit applications
- Looking for additional clarity for forthcoming years