### Iowa Carbon Sequestration Task Force Meeting #2 Meeting Report



Meeting date: September 23, 2021

**Meeting location**: Virtual (Microsoft Teams)

# Chairpersons

Kim Reynolds, Governor

Mike Naig, Secretary of Agriculture

### Task Force:

- 1. Kellie Blair, Blair Farm LLC.
- 2. Nick Bowdish, Elite Octane
- 3. Steve Bruere, Peoples Company
- 4. John Crespi, Iowa State University
- 5. Debi Durham, Iowa Economic Development Authority (IEDA) & Iowa Finance Authority
- 6. Sam Eathington, Corteva Agriscience
- 7. William Fehrman, Berkshire Hathaway Energy
- 8. Sam Funk Iowa Farm Bureau Federation
- 9. Kent Hartwig, Renewable Energy Group
- 10. Geri Huser, Iowa Utilities Board
- 11. Adam Kiel, Soil & Water Outcomes Fund \*Ex officio

- 12. Justin Kirchhoff, Summit Ag Investors
- 13. John Larsen, Alliant Energy
- Kayla Lyon, Iowa Department of Natural Resources
- Scott Marler, Iowa Department of Transportation
- 16. Jill Sanchez, John Deere
- 17. Bryan Sievers, Sievers Family Farms
- 18. Craig Struve, SoilView
- 19. Annette Sweeney\*, Iowa Senate
- 20. Alison Taylor, ADM
- 21. John Wills\*, Iowa House of Representatives
- 22. Jill Zullo, Cargill

## Core Team:

- 1. Taryn Frideres, Office of the Governor (IGOV)
- 2. Matt Gronewald, Iowa Department of Agriculture & Land Stewardship (IDALS)
- 3. Matt Lechtenberg, IDALS
- 4. Shelly Peterson, IEDA
- 5. Brain Selinger, IEDA
- 6. Jake Swanson, IGOV

The Context Network – Laila Down, Sarah Frank, Matt Sutton-Vermeulen, Bill Northey, Jason Delambre Rob Christensen, IEDA – Technology support

# **Key Takeaways**

1. IOWA STATE UNIVERSITY SCOPE OF WORK – lowa State has formed a science team to support and access science information related to the question that has arisen from the Task Force and Work Groups. ISU has reviewed the glossary and frequently asked questions documents, which have been delivered to the work groups and task force. The ISU deliverables were presented in the table below:



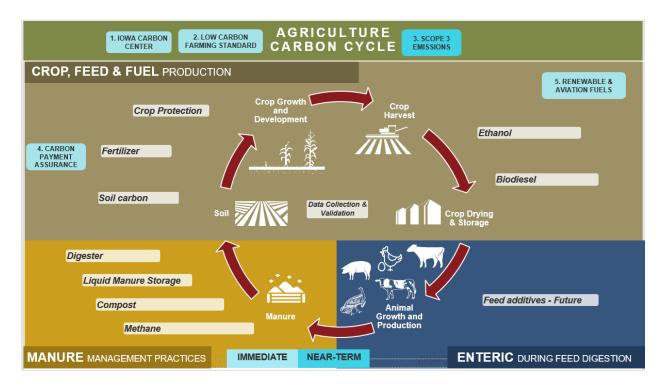
Task	Initial Results		Final Results
Review the Task Force's glossary of terms and make recommendations for improvements	September 17	$\rangle$	November 15
2. Review and summarize existing research and provide an assessment of confidence association with reduction; determine gaps in the current assessment	September 24	$\rangle$	November 15
3. Summarize state-of-the art methods for cost-effective monitoring to track agricultural greenhouse gas emissions and changes in soil carbon	October 15	$\rangle$	November 15
4. Estimate variation in carbon storage potential of agricultural soils within lowa	November 1	$\rangle$	November 15
5. Estimate current rates of adoption for carbon reduction and removal practices by farmers	September 24	$\rangle$	November 15

- 2. TASK FORCE VISION The task force vision is: Iowa will be the leading state for creating carbon value through agricultural stewardship and energy generation.
- 3. WORK GROUP POLICY RECCOMENDATIONS PROCESS: The work groups have brought forward 50 policy recommendations for consideration. A framework of four categories has been used to guide the categorization of the recommendations.
  - a. POLICY: A course or principle of action adopted or proposed by a government, party, business, or individual.
  - b. IMMEDIATE POLICY: Legislative actions that can be acted upon quickly.
  - c. NEAR TERM POLICY: Legislative actions to be further developed for near term implementation.
  - d. LONG TERM POLICY: The legislative action is longer term and can be used in our roadmap.
  - e. NON-POLICY: The recommendation requires action that would be separate from a policy.
- 4. REVIEW OF REFINED PROPOSED POLICY RECOMMENDATIONS Immediate and near-term policy recommendations that had been previously discussed and refined by the work group were presented to the task force for consideration. The table included below contains the recommendations and discussion from the task force meeting.



### DRAFT POLICY RECOMMENDATIONS

### **AGRICULTURE**



Recommendation	Policy Categorization	Task Force Discussion Notes
IOWA CARBON CENTER -     Put together funding     package to facilitate a     structure and teams to     create an environment     enabling lowa farmers and     companies to thrive in the     carbon economy. (consider     ecosystem services)	Immediate Action	<ol> <li>Leverage existing resources while bringing clear, concise and comprehensive carbon A center has tremendous value and has the potential to grow in the future.</li> <li>What is the criteria to make a decision?</li> <li>Link it to ecosystem services but enable carbon to thrive</li> <li>Keep the governance simple so it gets work done at the speed of business.</li> </ol>
<ol> <li>LOW CARBON FARMING - lowa sets a science-based, practical emission scoring</li> </ol>	Immediate Action	Focus on creating positive opportunities to pay for performance and create

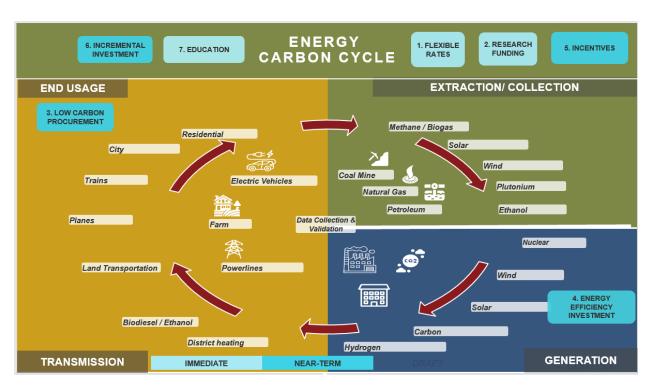


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system that enables positive market signals to be sent to farmers who choose to voluntarily participate this should include innovators and early adopters. It should include the use of a practical tool, data management agreements protecting data integrity and ownership, facilitating collection, analysis, reporting and verification.		carbon value while ensuring it cannot become punitive, nor regulatory.  2. This requires scientific rigor (e.g., baselines) and there are case studies to learn from.  3. Explore the role Certified Crop Advisers, Retailers and supply chains can play  4. Enable it to add value to existing protocols, registries, programs and initiatives  5. Enable lowa to set the bar for how this can be done right and let existing markets thrive
6. SCOPE 3 EMISSIONS - Beyond Soil Organic Carbon storage, additional food and agriculture companies need to make commitments to reduce scope 3 emissions from their supply chains.	Near Term	Consider separating out the multiple policies that are in this topic
7. CARBON PAYMENT ASSURANCE - Assure that ecosystem service or carbon payments can be received on working lands.	Near Term Policy	No additional comments or questions.
8. RENEWABLE & AVIATION FUELS	Immediate Action	<ol> <li>Consider broadening to include food ingredients derived from corn fermentation?</li> <li>Expand to address all types of renewable energy produced</li> <li>Be specific to support agriculture with clean fuel standards to incentivize biofuels and products in the market</li> <li>Broaden to benefit from developing fuels and the producer.</li> <li>The goal should consider state certification and</li> </ol>



programs to benefit from new
practices rather than being
penalized.

### **ENERGY**



Recommendation	Policy Categorization	Task Force Discussion Notes
FLEXIBLE RATES -     Flexible Rates for     Customers Issue to Solve	Immediate	Staying within the guidelines of the Iowa Utilities Board. No additional comments or questions.
RESEARCH FUNDING -     Provide funding for     research for new     technologies and     techniques that actively     contribute to carbon     sequestration	Immediate	Research to bring forward new, innovative technologies. The policy can also be applicable to the ag work group.
LOW CARBON     PROCUREMENT - Low-     carbon procurement of     concrete and fuel	Near-Term	Leveraging state procurement budgets to drive adoption and create a critical mass for demand



4. ENERGY EFFICIENCY INVESTMENT – Create an environment where lowa is continued to be recognized as a leading state for rewarding investments in clean, efficient energy use. Build on existing programs.	Near-Term	<ol> <li>Clarify who will receive the credit – purchaser or seller?</li> <li>Consider the differences in measurement for how accounting occurs.</li> <li>Clarify how low carbon resources (e.g., concrete) can be recognized? Is certification an option/requirement? If yes, how will equivalency of certifications and standards be managed?</li> <li>The most cost-effective carbon reductions are the carbon emissions that are avoided.</li> <li>The intent is for business energy efficiency.</li> <li>We are already doing this but there are opportunities to improve and refine.</li> <li>Explore opportunities to create ag-specific opportunities</li> </ol>
5. INCENTIVES - Provide funding and incentives to implement solar and other low carbon energy sources and to reduce carbon emissions by placing regulatory limits	Near-Term	No additional comments or questions.
6. INCREMENTAL INVESTMENT FOR LOW- CARBON GENERATION - Incremental Investment Issue to Solve	Near-Term	No additional comments or questions.
7. EDUCATION - Create and Implement Educational Programs	Immediate	Farmer education is an important component as well. Education is crucial to incentives.