The Florida Senate BILL ANALYSIS AND FISCAL IMPACT STATEMENT

(This document is based on the provisions contained in the legislation as of the latest date listed below.)

Pre	pared By: The	Profession	al Staff of the Co	ommittee on Enviro	nment and Natu	ral Resources	
BILL:	SB 1148						
INTRODUCER:	Senator Rodriguez						
SUBJECT:	Carbon Sequestration						
DATE:	March 14,	2025	REVISED:				
ANALYST		STAFF DIRECTOR		REFERENCE		ACTION	
1. Barriero		Rogers		EN	Favorable		
2.				AEG			
3.				RC			

I. Summary:

SB 1148 creates the Carbon Sequestration Task Force as an adjunct to the Department of Environmental Protection to provide recommendations for the development of a statewide carbon sequestration program. The bill specifies who must be included as a member of the task force and requires the task force to convene by September 1, 2025. The bill requires the task force to:

- Identify terrestrial and aquatic environments suitable for carbon sequestration.
- Consider methods to increase carbon sequestration within the natural environment.
- Develop a standardized methodology to establish baseline carbon levels and account for increases in carbon sequestration over time.
- Evaluate additional ecosystem services and benefits of terrestrial and aquatic environments that may promote conservation and ecosystem restoration success.
- Recommend short- and long-term benchmarks for increasing carbon sequestration in terrestrial and aquatic ecosystems.
- Identify existing carbon markets and other considerations relevant to participation by the state in such markets.
- Identify potential funding mechanisms to encourage carbon sequestration.

By October 1, 2026, the task force must submit to the Secretary of Environmental Protection a report summarizing the task force's activities and findings in its first year, including a nonrecurring budget request for the 2026-2027 fiscal year. By October 1, 2027, the task force must submit to the Governor and Legislature a report that compiles the findings and recommendations of the task force. The bill also requires the task force to terminate on April 30, 2028. The bill appropriates \$350,000 from the Department of Environmental Protection's Administrative Trust Fund for fiscal year 2025-2026 to support the task force.

II. Present Situation:

Carbon

Carbon is the foundation of all life and helps regulate the Earth's temperature. It is found in our atmosphere in the form of carbon dioxide. Carbon dioxide is produced both in nature and by human activities. Human-made sources include the burning of fossil fuels such as coal, natural gas, and oil for uses in power generation and transportation. Carbon dioxide is also released through land use changes, biologically through the oceans, the decomposition of organic matter, and forest fires. The build-up of carbon dioxide and other greenhouse gases in the atmosphere can trap heat and contribute to climate change.

Capturing and sequestering carbon dioxide is one way to defer the effects of atmospheric warming.³ The scientific community views this practice as an essential part of solving climate change.⁴

Carbon Sequestration

Carbon sequestration is the storage of carbon dioxide after it is captured from industrial facilities and power plants or removed directly from the atmosphere.⁵ There are two types of carbon sequestration: biologic and geologic.⁶

Biologic Carbon Sequestration

Biologic carbon sequestration is the natural process of capturing and storing carbon dioxide as part of the carbon cycle,⁷ such as in oceans, soil, forests, and grasslands.⁸ In the oceans, carbon dioxide is stored as dissolved gas in the water and carbonate sediments on the seafloor.⁹ Oceans absorb roughly 25 percent of carbon dioxide emitted from human activities annually.¹⁰ Colder, nutrient-rich regions of the ocean absorb more carbon dioxide than warmer areas.¹¹ It has been estimated that by the end of the century much of the global ocean will be a large sink of carbon dioxide, potentially altering the ocean chemistry and making the water more acidic.¹²

¹ University of California, Davis (UC Davis), *What is Carbon Sequestration and How Does it Work?*, https://clear.ucdavis.edu/explainers/what-carbon-sequestration (last visited Mar. 8, 2025).

 $^{^{2}}$ Id.

 $^{^3}$ *Id*.

⁴ *Id*.

⁵ U.S. Dep't of Energy (DOE), *DOE Explains Carbon Sequestration*, https://www.energy.gov/science/doe-explainscarbon-sequestration (last visited Mar. 8, 2025).

⁶ *Id*.

⁷ *Id*.

⁸ UC Davis, What is Carbon Sequestration and How Does it Work?

⁹ DOE, DOE Explains Carbon Sequestration.

¹⁰ UC Davis, What is Carbon Sequestration and How Does it Work?

¹¹ *Id*.

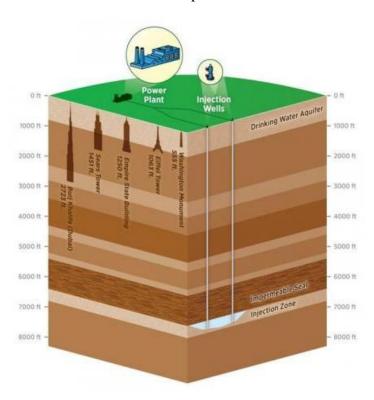
¹² U.S. National Oceanic and Atmospheric Administration (NOAA), *Ocean-Atmosphere CO2 Exchange*, https://sos.noaa.gov/catalog/datasets/ocean-atmosphere-co2-exchange/#:~:text=By%202100%2C%20much%20of%20the,the%20pH%20of%20the%20water (last visited Mar. 8, 2025).

Through photosynthesis, plants capture carbon and store it in the form of matter called soil organic carbon. Soil contains large amounts of soil organic carbon, where a portion is naturally decomposed and released back into the atmosphere as carbon dioxide; however, some of this carbon becomes stabilized and can remain sequestered in the soil for extended periods of time. Soil can also store carbon as carbonates. Carbonates are inorganic and can store carbon for more than 70,000 years, while soil organic matter typically only stores carbon for several decades.

About 25 percent of global carbon emissions are captured by plant-rich landscapes such as forests, grasslands, and rangelands.¹⁷ By encouraging the growth of plants, particularly trees, advocates hope to help reduce the amount of carbon dioxide in the atmosphere.¹⁸

Geologic Carbon Sequestration

Geologic carbon sequestration involves storing carbon dioxide deep underground in porous rock formations. 19 In this approach, the carbon dioxide is compressed to the supercritical phase, where it behaves like a liquid. It is then injected into porous rock formations deep under the ground where it becomes physically trapped in the pore spaces, dissolves in the fluid within the formations, and eventually reacts to form stable minerals. In another approach, carbon dioxide is dissolved into water before being injected into basaltic rock formations to mineralize. In some cases, this carbon dioxide is injected into oilbearing rock formations, offsetting the costs of carbon capture, storing carbon dioxide, and helping to extract oil.²⁰



¹³ UC Davis, What is Carbon Sequestration and How Does it Work?, https://clear.ucdavis.edu/explainers/what-carbon-sequestration.

¹⁴ DOE, DOE Explains Carbon Sequestration, https://www.energy.gov/science/doe-explainscarbon-sequestration.

¹⁵ UC Davis, What is Carbon Sequestration and How Does it Work?

¹⁶ *Id*.

¹⁷ Id.

¹⁸ U.S. Geological Survey, What's the difference between geologic and biologic carbon sequestration?, https://www.usgs.gov/faqs/whats-difference-between-geologic-and-biologic-carbon-sequestration (last visited Mar. 8, 2025). ¹⁹ DOE, DOE Explains Carbon Sequestration.

²⁰ *Id*.

Geologic sequestration of carbon dioxide could play an important role in reducing greenhouse gas emissions, while enabling low-carbon electricity generation from power plants. More than 40 percent of carbon dioxide emissions in the United States are from electric power generation. Geologic sequestration technologies are currently available and can dramatically reduce (by 80-90 percent) carbon dioxide emissions from power plants that burn fossil fuels. Applied to a 500 megawatt coal-fired power plant, the amount of greenhouse gas emissions avoided through geologic sequestration (with a 90 percent reduction efficiency) would be equivalent to:

- Planting more than 62 million trees and waiting at least 10 years for them to grow.
- Avoiding annual electricity-related emissions from more than 300,000 homes.²²

Carbon Markets

Carbon markets may help achieve net-zero emissions.²³ Farmers, ranchers, and forest landowners can generate carbon credits by adopting practices to reduce emissions or sequester carbon on their land. Carbon markets may provide them with new income opportunities through carbon credit sales. Purchasing these carbon credits may also help companies achieve voluntary greenhouse gas reduction goals. The future of voluntary carbon markets will be influenced, in part, by the supply of credits which has varied significantly over time.²⁴

Sequestering Carbon and Protecting Florida Land Program

In 2021, the Sequestering Carbon and Protecting Florida Land Program was established to invest in carbon sequestration by offering qualified applicants incentive payments for conducting certain approved forest management practices that create new forest stands, thereby increasing the state's forest acreage and the amount of offset carbon dioxide emissions. The program seeks to increase carbon dioxide storage by an estimated 69,000 tons of carbon dioxide over the current anticipated five-year life of the program, which is the equivalent of removing approximately 3,000 passenger vehicles from the road every year. The program also seeks to maximize climate change mitigation and carbon sequestration while providing intangible social, cultural, civic, and workforce benefits. ²⁶

The program is administered by the Florida Forest Service within the Department of Agriculture and Consumer Services (DACS). Applicants are limited to non-industrial private landowners, county or local governments, or legally organized and registered nonprofit organizations,

²¹ U.S. Environmental Protection Agency (EPA), *Carbon Dioxide Capture and Sequestration: Overview*, https://19january2017snapshot.epa.gov/climatechange/carbon-dioxide-capture-and-sequestration-overview_.html#CCS (last visited Mar. 8, 2025) (showing graphic of geologic sequestration).

²² Id

²³ U.S. Dep't of Agriculture (USDA), *USDA Releases Assessment on Agriculture and Forestry in Carbon Markets*, https://www.usda.gov/media/press-releases/2023/10/23/usda-releases-assessment-agriculture-and-forestry-carbon-markets (last visited Mar. 8, 2025).

²⁴ USDA, Report to Congress: A General Assessment of the Role of Agriculture and Forestry in U.S. Carbon Markets, 2 (2023), available at https://www.usda.gov/sites/default/files/documents/USDA-General-Assessment-of-the-Role-of-Agriculture-and-Forestry-in-US-Carbon-Markets.pdf (last visited Mar. 8, 2025).

²⁵ Florida Dep't of Agriculture and Consumer Services (DACS), Sequestering Carbon and Protecting Florida Land Program, <a href="https://grants.fdacs.gov/viewgrant/?id=4a8ed930-529b-ed11-aacf-001dd8098526#:~:text=The%20primary%20objective%20of%20the%20Sequestering%20Carbon%20and,thus%20increasing%20the%20amount%20of%20offset%20CO2%20emissions (last visited Mar. 8, 2025).

entities, or institutions owning their own lands. Landowners with a minimum of 20 acres (up to a maximum of 500 acres) may apply.²⁷

State Advisory Bodies

A task force is an advisory body created without specific statutory enactment for a time not to exceed one year or created by specific statutory enactment for a time not to exceed three years and appointed to study a specific problem and recommend a solution or policy alternative with respect to that problem.²⁸ A task force terminates upon the completion of its assignment.²⁹

Advisory bodies and other collegial bodies created as an adjunct to an executive agency must be established, evaluated, or maintained in accordance with the following provisions:³⁰

- They may be created only when it is found to be necessary and beneficial to the furtherance of a public purpose.
- They must be terminated by the Legislature when it is no longer necessary and beneficial to the furtherance of a public purpose. The executive agency to which the advisory body is made an adjunct must advise the Legislature at the time the advisory body is no longer essential to the furtherance of a public purpose.
- The Legislature and the public must be kept informed of the numbers, purposes, memberships, activities, and expenses of advisory bodies.

An advisory body may not be created or reestablished unless:

- It meets a statutorily defined purpose;
- Its powers and responsibilities conform with the statutory definitions for governmental units:³¹
- Its members, unless expressly provided otherwise in the State Constitution, are appointed for four-year staggered terms; and
- Its members, unless expressly provided otherwise by specific statutory enactment, serve without additional compensation or honorarium, and are authorized to receive only per diem and reimbursement for travel expenses.³²

The private citizen members of an advisory body that is adjunct to an executive agency must be appointed by the Governor, the head of the department, ³³ the executive director of the department, or a Cabinet officer. ³⁴

²⁷ DACS, Florida Sequestering Carbon and Protecting Florida Land Program: Spring Site Preparation 2023, 5 (2023), available at https://grants.fdacs.gov/ entity/sharepointdocumentlocation/4c8ed930-529b-ed11-aacf-001dd8098526/d3aacca8-314a-ed11-bba0-001dd804db73?file=Spring%202023%20Site%20Prep%20Program%20Final.pdf.

²⁸ Section 20.03(5), F.S.

 $^{^{29}}$ *Id*.

³⁰ Section 20.052, F.S.

³¹ See section 20.03, F.S., for definitions of governmental units.

³² Section 20.052(4), F.S.

³³ "Department" means the principal administrative unit within the executive branch of state government. Section 20.03(8), F.S.

³⁴ Section 20.052(5)(a), F.S.

Unless an exemption is otherwise specifically provided by law, all meetings of an advisory body must be public.³⁵ Minutes, including a record of all votes cast, must be maintained for all meetings.³⁶

A law creating, or authorizing the creation of, an advisory body must provide for the repeal of the advisory body on October 2nd of the third year after enactment unless the law is reviewed and saved from repeal through reenactment by the Legislature.³⁷

III. Effect of Proposed Changes:

Section 1 creates s. 403.945, F.S., regarding the Carbon Sequestration Task Force. The bill contains the following legislative findings:

- Maintaining coastal and freshwater wetlands, nearshore and offshore aquatic ecosystems, conservation lands, healthy and sustainable agriculture, shellfish aquaculture, and timber and silvicultural industries is vital to the state's economy, environment, and natural resources, including significant environmental contributions to water quality and quantity, air purification, carbon sequestration, blue carbon,³⁸ coastal resilience, and habitat for threatened and endangered wildlife.
- The continued expansion of urban sprawl and the development of coastal areas have led to losses of the state's natural and agricultural lands and decreases in water quality and quantity that have harmed coastal ecosystems and industries, including imperiled wetlands, coral reefs, seagrasses, and shellfish aquaculture.
- To ensure healthy and sustainable agriculture, shellfish aquaculture and silvicultural industries, and natural and working lands and waters, a statewide program is necessary to provide incentives for landowners and managers to continue activities and land uses that sequester carbon.

The bill defines "carbon sequestration" as the long-term storage of carbon in plants, soils, geologic formations, and the ocean through land and aquatic habitat management.

The bill creates the Carbon Sequestration Task Force³⁹ as an adjunct to DEP to provide recommendations for the development of a statewide carbon sequestration program. The task force must operate in a manner consistent with the requirements of s. 20.052, F.S., which governs advisory bodies, commissions, and boards. The task force must be composed of the following members:

- The Secretary of Environmental Protection, or his or her designee.
- The Commissioner of Agriculture, or his or her designee.
- The executive director of the Fish and Wildlife Conservation Commission, or his or her designee.

³⁵ Section 20.052(5)(c), F.S.

³⁶ *Id*.

³⁷ Section 20.052(8), F.S.

³⁸ The bill defines "blue carbon" as carbon sequestered by marine and coastal ecosystems.

³⁹ The bill provides that "task force" has the same meaning as in s. 20.03(5), F.S., namely, an advisory body created without specific statutory enactment for a time not to exceed one year or created by specific statutory enactment for a time not to exceed three years and appointed to study a specific problem and recommend a solution or policy alternative with respect to that problem. Its existence terminates upon the completion of its assignment. Section 20.03(5), F.S.

- The Chief Resilience Officer, or his or her designee.
- The State Geologist.
- A representative from the National Estuary Program,⁴⁰ appointed by the Secretary of Environmental Protection.
- A member of an environmental not-for-profit, appointed by the Secretary of Environmental Protection.
- A landowner of working agricultural lands, appointed by the Commissioner of Agriculture.
- A representative from a state university with expertise in energy or sustainability, appointed by the Secretary of Environmental Protection.
- A representative from the University of Florida Institute of Food and Agricultural Sciences, ⁴¹ appointed by the Commissioner of Agriculture.
- A representative from the Florida Sea Grant Program, ⁴² appointed by the Commissioner of Agriculture.

The bill requires appointments to the task force be made by August 1, 2025. The bill provides that each appointed member serves at the pleasure of the appointing official. A vacancy on the task force must be filled in the same manner as the original appointment. The task force must elect a chair from among the members.

The bill provides that the task force must convene no later than September 1, 2025, and meet quarterly or upon the call of the chair. The bill also requires the task force to hold its meetings in person or through teleconference or other electronic means.

In addition, the bill provides that the duties of the task force must include all of the following:

- Identify and inventory terrestrial and aquatic environments suitable for carbon sequestration in this state.
- Consider possible methods of increasing carbon sequestration within the natural environment through state land and marine resource use policies; agricultural, aquacultural, and silvicultural practices; and other practices to achieve restoration of natural resources and long-term conservation.
- Develop a standardized methodology, including appropriate technology and existing research, to establish baseline carbon levels and account for increases in carbon sequestration over time.
- Evaluate additional ecosystem services and benefits of terrestrial and aquatic environments that may promote conservation and ecosystem restoration success, including water recharge, stormwater filtration, threatened or endangered wildlife habitat, nutrient reduction, flood mitigation and protection, coastal resilience, air quality, soil health, and food security.

⁴⁰ The National Estuary Program is a non-regulatory program established by Congress under the Clean Water Act to pioneer a broad and innovative approach to respond to threats to the nation's 28 estuaries. EPA, *Overview of the National Estuary Program*, https://www.epa.gov/nep/overview-national-estuary-program (last visited Mar. 8, 2025).

⁴¹ The University of Florida's Institute of Food and Agricultural Sciences (UF/IFAS) is a federal-state-county partnership dedicated to developing knowledge in agriculture, human and natural resources, and the life sciences. UF/IFAS, *About UF/IFAS*, https://ifas.ufl.edu/about-us/ (last visited Mar. 8, 2025).

⁴² Florida Sea Grant is a university-based program that supports research, education, and outreach to conserve coastal resources and enhance economic opportunities for the people of Florida. It is a partnership between the state, the state's university system, and the National Oceanic and Atmospheric Administration. Sea Grant Florida, *About Us*, https://www.flseagrant.org/about-us/ (last visited Mar. 8, 2025).

• Recommend short-term and long-term benchmarks for increasing carbon sequestration in terrestrial and aquatic ecosystems.

- Identify existing carbon markets and other considerations relevant to participation by the state in such markets.
- Identify potential funding mechanisms to encourage carbon sequestration practices and activities in this state.

By October 1, 2026, the task force must submit to the Secretary of Environmental Protection a report summarizing the task force activities and findings in its first year, including a nonrecurring budget request for the 2026-2027 fiscal year.

The bill provides that, by October 1, 2027, the task force must submit to the Governor and Legislature a report that compiles the findings and recommendations of the task force. The bill also provides that the task force must terminate on April 30, 2028.

Section 2 creates an undesignated section of law providing that, for the 2025-2026 fiscal year, the sum of \$350,000 in nonrecurring funds is appropriated from the Administrative Trust Fund to DEP for the purpose of providing administrative and support services to the Carbon Sequestration Task Force.

Section 3 provides an effective date of July 1, 2025.

IV. Constitutional Issues:

A.	Municipality/County	Mandates	Restrictions:
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None.

B. Public Records/Open Meetings Issues:

None.

C. Trust Funds Restrictions:

None.

D. State Tax or Fee Increases:

None.

E. Other Constitutional Issues:

None.

V. Fiscal Impact Statement:

A. Tax/Fee Issues:

None.

B.	Private	Sector	Impact:

None.

C. Government Sector Impact:

The Department of Environmental Protection (DEP), the University of Florida Institute of Food and Agricultural Services, the Department of Agriculture and Consumer Services, the Fish and Wildlife Conservation Commission, and other members of the task force may incur costs related to participating in the task force, conducting research, and preparing the report required under this bill. Such costs may be offset by appropriations provided in this bill. The bill appropriates, for the 2025-2026 fiscal year, the sum of \$350,000 in nonrecurring funds from the Administrative Operating Trust Fund to DEP to provide administrative and support services to the task force.

VI. Technical Deficiencies:

None.

VII. Related Issues:

None.

VIII. Statutes Affected:

This bill creates section 403.945 of the Florida Statutes.

IX. Additional Information:

A. Committee Substitute – Statement of Changes:

(Summarizing differences between the Committee Substitute and the prior version of the bill.)

None.

B. Amendments:

None.

This Senate Bill Analysis does not reflect the intent or official position of the bill's introducer or the Florida Senate.