## LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS FISCAL IMPACT STATEMENT

**LS 6088** NOTE PREPARED: Oct 28, 2025

BILL NUMBER: SB 7 BILL AMENDED:

**SUBJECT:** Carbon Sequestration.

FIRST AUTHOR: Sen. Niemeyer BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> The bill provides that a storage operator may not operate a carbon sequestration project that transports or stores carbon dioxide outside the county where the carbon dioxide is generated unless the project is approved by the appropriate county legislative body or plan commission. It makes conforming changes.

Effective Date: July 1, 2026.

**Explanation of State Expenditures:** The bill may minimally increase one-time workload for the Department of Natural Resources to update applications for certain carbon sequestration projects. If a project involves transporting carbon generated in one county to be stored in another county, the application would need to include the requirement for a certified copy of the approval from an area plan commission or the adopted ordinance from the county legislative body.

## **Explanation of State Revenues:**

**Explanation of Local Expenditures:** The bill may increase workload and minimally increase expenditures for an area plan commission or a county legislative body to hold a public meeting to adopt an ordinance approving of a carbon sequestration project that transports carbon dioxide generated outside the county into that county to be stored. Any increase in workload or expenditures should be minimal.

## **Explanation of Local Revenues:**

State Agencies Affected: Department of Natural Resources.

Local Agencies Affected: County legislative bodies; area plan commissions.

## **Information Sources:**

https://indiana.planning.org/resources/citizen-planners-guide/;

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 $https://planning-org-uploaded-media.s3.amazonaws.com/documents/FINAL-CitizenPlannersGuide-3.20. \\ \underline{17-Ch.1-PlanCommissionBasics.pdf;} \\ https://www.extension.purdue.edu/extmedia/id/id-235.pdf.$ 

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