To amend and reenact R.S. 30:1108(B), relative to geological sequestration of carbon dioxide; to provide relative to eminent domain; to provide for an exception to eminent domain under certain circumstances in Caldwell Parish; and to provide for related matters.

AN ACT

To amend and reenact R.S. 30:1108(B), relative to geological sequestration of carbon dioxide; to provide relative to eminent domain; to provide for an exception to eminent domain under certain circumstances in Caldwell Parish; and to provide for related matters.

Notice of intention to introduce this Act has been published as provided by Article III, Section 13 of the Constitution of Louisiana.

Be it enacted by the Legislature of Louisiana:

Section 1. R.S. 30:1108(B) is hereby amended and reenacted to read as follows:

§1108. Eminent domain; expropriation

* * *

B.(1) The Except as provided in Paragraph 2 of this Subsection, the exercise of the right of eminent domain granted in this Chapter shall not prevent persons having the right to do so from drilling through the storage facility in such manner as shall comply with the rules of the commissioner issued for the purpose of protecting the storage facility against pollution or invasion and against the escape or migration of carbon dioxide. Furthermore, the right of eminent domain set out in this Section

CODING: Words in struck through type are deletions from existing law; words underscored are additions.
shall not prejudice the rights of the owners of the lands or minerals not acquired for
the storage facility and not reasonably necessary for the use of the acquired property.

(2) The exercise of the right of eminent domain granted in this Section may
prohibit persons having the right to do so from drilling through the storage facility
located in Caldwell Parish only when the following requirements are satisfied:

(a) A period of five years has elapsed from the drilling or operation of any
oil or gas well within the boundaries of the storage facility to depths below the
underground reservoir component of the storage facility.

(b) All reservoirs below the underground reservoir component of the storage
facility that were drilled to and produced in any oil or gas well located within the
boundaries of the storage facility are no longer capable of producing minerals in
paying quantities.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part
of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute
part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

HB 267 Original 2022 Regular Session Riser

Abstract: Provides relative to expropriation requirements of storage facilities in Caldwell
Parish.

Present law provides that any storage operator may exercise the power of eminent domain
and expropriate needed property for the purpose of constructing, operating, or modifying a
storage facility for the purpose of transporting carbon dioxide to a storage facility.

Present law provides that the exercise of the right of eminent domain shall not prevent
persons from having the right to drill through the storage facility in order to protect the
storage facility against pollution or invasion and against the escape or migration of carbon
dioxide.

Proposed law provides that in Caldwell Parish, persons may be prohibited from drilling
through a storage facility only when the following is satisfied:

(1) A period of five years has elapsed from the drilling or operation of any oil or gas
well within the boundaries of the storage facility to the underground reservoir below.

(2) All reservoirs that were drilled to and produced in any oil or gas well located within
the boundaries of the storage facility are no longer capable of producing minerals in
paying quantities.

(Amends R.S. 30:1108(B))