HOUSE COMMITTEE AMENDMENTS

2024 Regular Session

Amendments proposed by House Committee on Natural Resources and Environment to Original House Bill No. 492 by Representative Geymann

1 AMENDMENT NO. 1

On page 1, line 2, after "reenact" and before the comma "," delete "R.S. 30:1108(B)(1)" and
insert "R.S. 19:2(9) through (12) and R.S. 30:1103(12), 1104(C), 1107, 1108(A)(2) and
(B)(1) and to enact R.S. 30:1108(A)(3)"

- 4 (B)(1) and to enact K.S. 30.1108(A)(
- 5 AMENDMENT NO. 2
- 6 On page 1, between lines 4 and 5, insert the following:

"Section 1. R.S. 19:2(9) through (12) are hereby amended and reenacted to read as follows:

§2. Expropriation by state or certain corporations, limited liability companies, or other legal entities.

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(9) Any domestic or foreign corporation, limited liability company, or other legal entity created for <u>the purpose of</u>, or engaged in, piping or marketing of coal or lignite in whatever form or mixture convenient for transportation within a pipeline as otherwise provided for in R.S. 30:721 through 723.

(10) Any domestic or foreign corporation, limited liability company, or other legal entity composed of such corporations or wholly owned subsidiaries thereof created for the purpose of, or engaged in, the piping or marketing of carbon dioxide for use in connection with a secondary or tertiary recovery project for the enhanced recovery of liquid or gaseous hydrocarbons approved by the commissioner of conservation, or created for the purpose of, or engaged in the transportation of carbon dioxide by pipeline for underground storage, including but not limited to through connecting to an existing pipeline transporting carbon dioxide for underground storage, whether owned or operated by the same entity, and which has received a certificate of public convenience and necessity pursuant to the provisions of R.S. 30:1107(B). Property located in Louisiana may be so expropriated for the transportation of carbon dioxide for underground injection in connection with such projects located in Louisiana or in other states or jurisdictions.

(11) Any domestic or foreign corporation, limited liability company, or other legal entity engaged in any of the activities otherwise provided for in this Section.

31 (12) Any domestic or foreign corporation, limited liability company, or other 32 legal entity composed of such corporations or wholly owned subsidiaries thereof 33 created for the purpose of, or engaged in, the injection of carbon dioxide for the 34 underground storage of carbon dioxide and that has received a certificate of public 35 convenience and necessity pursuant to the provisions of R.S. 30:1107(A) approved 36 by the commissioner of conservation. Property located in Louisiana may be so 37 expropriated for the underground storage of carbon dioxide in connection with such 38 storage facility projects located in Louisiana, including but not limited to surface and 39 subsurface rights, mineral rights, and other property interests necessary or useful for 40 the purpose of constructing, operating, or modifying a carbon dioxide storage facility 41 or transporting carbon dioxide by pipeline to such storage facility. This Paragraph 42 shall not allow for the expropriation of reservoir storage rights for geologic storage 43 of carbon dioxide, except in connection with any project as to which R.S. 44 <u>30:1108(B)(2) is applicable.</u> This Paragraph shall have no effect on nor does it grant 45 expropriation of the mineral rights or other property rights associated with the 46 approvals required for injection of carbon dioxide into enhanced recovery projects 47 approved by the commissioner under R.S. 30:4.

1 (12) Any domestic or foreign corporation, limited liability company, or other 2 legal entity created for the purpose of, or engaged in, any of the activities otherwise 3 provided for in this Section. 4 AMENDMENT NO. 3 5 On page 1, line 5, change "Section 1." to "Section 2." and delete "R.S. 30:1108(B)(1) is hereby amended and reenacted" and insert "R.S. 30:1103(12), 1104(C), 1107, 1108(A)(2) 6 7 and (B)(1) are hereby amended and reenacted and R.S. 30:1108(A)(3) is hereby enacted" 8 AMENDMENT NO. 4 9 On page 1, between lines 5 and 6, insert the following: 10 "§1103. Definitions 11 12 (12) "Storage operator" means the person authorized recognized by the 13 commissioner to operate a as the operator of a proposed or existing storage facility. 14 A storage operator can, but need not be, the owner of carbon dioxide injected into 15 a storage facility. Ownership of carbon dioxide and use of geologic storage is a matter of private contract between the storage operator and owner, shipper, or 16 17 generator of carbon dioxide, as applicable. 18 19 §1104. Duties and powers of the commissioner; rules and regulations; 20 permits 21 C. Prior to the use of any reservoir for the storage of carbon dioxide and 22 23 prior to the exercise of eminent domain pursuant to the provisions of R.S. 19:2(11) 24 and R.S. 30:1108 by any person, firm, or corporation having such right under laws 25 of the state of Louisiana, and as a condition precedent to such use or to the exercise 26 of such rights of eminent domain pursuant to the provisions of R.S. 19:2(11) and 27 R.S. 30:1108, the commissioner, after public hearing pursuant to the provisions of 28 R.S. 30:6, held in the parish where the storage facility is to be located, shall have 29 found at least one of the following: 30 §1107. Certificates of public convenience and necessity; certificate of 31 32 completion of injection operations 33 A. The commissioner shall issue a certificate of public convenience and 34 necessity or a certificate of completion of injection operations to each person 35 applying therefor if, after a public hearing pursuant to the provisions of R.S. 30.6 36 <u>30:6</u>, held in the parish where the storage facility is to be located, he determines that 37 it is required by the present or future public convenience and necessity, and such 38 decision is based upon the following criteria; (1) the proposed storage facility meets 39 the requirements of R.S. 30:1104(C) and (2) the proposed storage facility meets the 40 requirements of any rules adopted under this Chapter. However, if any person has 41 previously been issued a certificate of public convenience and necessity or a 42 certificate of completion of injection operations by the commissioner, that certificate 43 continues to remain valid and in force. 44 B. The commissioner shall issue a certificate of public convenience and 45 necessity to each transporter of carbon dioxide applying therefore, whether or not 46 such transporter is also the storage operator for the laying, maintaining, and 47 operating of a pipeline for the transportation of carbon dioxide to a storage facility, 48 and such rights necessary and incidental thereto, if after a public hearing pursuant 49 to the provisions of R.S. 30:6, he determines that it is or will be in the present or 50 future public interest to do so. 51 B. C. The commissioner shall issue a certificate of completion of injection 52 operations to the operator applying therefor, if after a public hearing pursuant to R.S. 53 30:6, it is determined that such operator has met all of the conditions required for such certificate, including the requirements of R.S. 30:1109. 54

1 C. D. Notwithstanding any provision of this Chapter or any rule, regulation, 2 or order issued by the commissioner under this Chapter to the contrary, accepting or 3 acting pursuant to a certificate of public convenience and necessity or a certificate 4 of completion of injection operations issued under this Chapter, compliance with the provisions of this Chapter or with rules, regulations, or orders issued by the 5 commissioner under this Chapter or voluntarily performing any act which could be 6 7 required by the commissioner pursuant to this Chapter or rules, regulations, or orders 8 issued by the commissioner under this Chapter shall not have the following 9 consequences:

10 (1) Cause any storage operator or transporter of carbon dioxide for storage 11 to become or be classified as a common carrier or a public utility for any purpose 12 whatsoever.

(2) Subject any storage operator or transporter of carbon dioxide for storage to any duties, obligations, or liabilities as a common carrier or public utility under the constitution and laws of this state.

16 (3) Increase the liability of any storage operator or transporter of carbon 17 dioxide for storage for any taxes otherwise due to the state of Louisiana in the 18 absence of any additions or amendments to any tax laws of this state. *

20 AMENDMENT NO. 5

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21 On page 1, delete line 7 in its entirety and insert the following:

"A.

(2) The exercise of eminent domain or expropriation powers under this Section shall not allow for the expropriation of reservoir storage rights for geologic storage. This prohibition against the use of expropriation of reservoir storage rights for geologic storage shall not apply to the exercise of expropriation powers in connection with any parish as to which Paragraph (B)(2) of this Section is applicable.

29 (2) (3) In the exercise of the privilege herein conferred, owners or operators 30 of such storage facilities and pipelines shall compensate the parish, municipality, or 31 road district, respectively, for any damage done to a public road, in the construction 32 of storage facilities, and the laying of pipelines, utility, telegraph, or telephone lines, 33 along, under, over, or across the road. Nothing in this Chapter shall be construed to grant any transporter the right to use any public street or alley of any parish, 34 35 incorporated city, town, or village, except by express permission from the parish, 36 city, or other governing authority."