## WEST VIRGINIA LEGISLATURE 2025 REGULAR SESSION

## Introduced

## Senate Bill 730

By Senators Tarr and Woodrum

[Introduced March 10, 2025; referred to the Committee on Energy, Industry, and Mining; and then to the Committee on Finance]

A BILL to amend the Code of West Virginia, 1931, as amended, by adding a new article, 1 designated §19-1D-1, §19-1D-2, §19-1D-3, and §19-1D-4, relating to the establishment of a Forest Carbon Registry under the administration of the West Virginia Division of Forestry; providing for the registration of carbon offset agreements and projects affecting West Virginia forestlands; requiring the inclusion of geographic information system shapefiles for encumbered properties; assigning responsibility to purchasers 7 and certain landowners to record such agreements or projects; establishing a deadline for recording; and imposing civil penalties for noncompliance.

Be it enacted by the Legislature of West Virginia:

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## ARTICLE 1D. WEST VIRGINIA FOREST CARBON REGISTRY.

§19-1D-1. Purpose and definitions. 1 (a) The purpose of this article is to establish a Forest Carbon Registry to track properties in 2 West Virginia encumbered by carbon offset agreements or projects, ensuring transparency and 3 accountability in the management of forest carbon resources. 4 (b) For the purposes of this article: 5 "Carbon offset agreement" means a contractual arrangement in which a landowner agrees 6 to maintain or enhance carbon sequestration on their property in exchange for compensation from 7 a purchaser. 8 "Carbon offset project" means an undertaking by a landowner, including a carbon trading 9 company, to generate and sell carbon offsets directly from their own property without a separate 10 purchaser. 11 "Purchaser" means the entity or individual acquiring rights to carbon offsets under a carbon 12 offset agreement from a landowner. 13 "Landowner" includes any entity or individual, such as a carbon trading company, that 14 owns forestland and engages in a carbon offset agreement or project.

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15	"Registry" means the Forest Carbon Registry established under this article.
16	"GIS shapefile" means a geospatial data file format that contains the boundaries and
17	location of a property in a format compatible with geographic information systems.
	§19-1D-2. Establishment and Administration of the Forest Carbon Registry.
1	(a) The West Virginia Division of Forestry shall establish and administer a Forest Carbon
2	Registry to record all carbon offset agreements and carbon offset projects affecting forestlands
3	within the state.
4	(b) The Registry shall include, at a minimum:
5	(1) The legal description of the property encumbered by the carbon offset agreement or
6	project;
7	(2) A GIS shapefile delineating the boundaries of the encumbered property;
8	(3) The names and contact information of the landowner and the purchaser;
9	The date of execution of the agreement or initiation of the project; and The duration and
0	terms of the carbon offset obligation.
11	(c) The Division of Forestry may promulgate rules to (1) implement and maintain the
2	Registry, including specifications for the submission of GIS shapefiles and (2) to establish
13	reasonable fees to cover administrative costs.
	§19-1D-3. Responsibility and Deadline for Recording.
1	(a) The following parties shall record their carbon offset activities with the Forest Carbon
2	Registry:
3	(1) The purchaser under a carbon offset agreement, when the agreement involves a
4	separate landowner; or
5	(2)The landowner, including a carbon trading company, when the landowner directly
6	initiates and sells carbon offsets through a carbon offset project on their own property.
7	(b) The responsible party under subsection (a) of this section shall submit the required
8	information, including the GIS shapefile, to the Registry within 60 days of the execution of a carbon

9	offset agreement or the initiation of a carbon offset project.
0	(c) Where there is a carbon offset agreement between a landowner and a purchaser, the
11	landowner may not bear responsibility or liability for the purchaser's failure to comply with this
2	section.
	§19-1D-4. Penalties for Noncompliance.
1	(a) Any purchaser or landowner who fails to record a carbon offset agreement or carbon
2	offset project, including the required GIS shapefile, with the Forest Carbon Registry within 60 days
3	of execution or initiation, as applicable, shall be subject to the following penalties:
4	(1) For the first offense, a civil penalty of \$5,000;
5	(2) For any subsequent offense, permanent suspension of the responsible party's West
6	Virginia business license.
7	(b) Each 30-day period following the initial 60-day deadline during which the agreement or
8	project remains unrecorded I constitutes a separate offense.
9	(c) The Division of Forestry shall notify the West Virginia Secretary of State of any
0	subsequent offense resulting in a business license suspension, and the Secretary of State shall
11	effectuate the suspension in accordance with state law.
2	(d) Penalties collected under subsection (a)(1) of this section shall be deposited into the
3	West Virginia Division of Forestry's operating fund to support the administration of the Registry.
4	(e) The Division of Forestry may pursue enforcement actions through the appropriate
15	courts to ensure compliance with this article.
	NOTE: The purpose of this bill is to establish of a Forest Carbon Registry under the administration of the West Virginia Division of Forestry.
	Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.