WEST VIRGINIA LEGISLATURE

2025 REGULAR SESSION

Introduced

Senate Bill 899

By Senators Rose, Smith (Mr. President), Azinger,

Hart, Martin, Thorne, and Willis

[Introduced March 24, 2025; referred

to the Committee on Energy, Industry, and Mining]

A BILL to amend and reenact §22-11B-4 of the Code of West Virginia, 1931, as amended, relating
 to protecting coal and gas minerals from carbon capture practices.

Be it enacted by the Legislature of West Virginia:

ARTICLE 11B. UNDERGROUND CARBON DIOXIDE SEQUESTRATION AND STORAGE.

§22-11B-4. Permit application requirements and contents; application fee, required findings, and rulemaking.

(a) Every permit application filed under this article shall be on a form as may be prescribed
 by the secretary, shall be verified, and shall contain all information specified by legislative rule.

3 (b) Upon filing an application for a permit, an applicant shall:

4 (1) Pay a fee in an amount set by the secretary. The amount of the fee shall be set by rule
5 and shall be based on the secretary's anticipated cost of processing applications for permits,
6 orders, or determinations under this article. The fee shall be deposited in the Carbon Dioxide
7 Storage Facility Administrative Fund.

8 (2) Pay to the secretary the costs the secretary incurs in publishing notices of applications
9 and notices for hearings on applications submitted under this article.

10 (c) Before a permit application may be approved, the secretary shall determine whether the 11 proposed storage facility contains commercially valuable minerals and, if it does, a permit may be 12 issued only if the secretary is satisfied that the interests of the mineral owners or mineral lessees 13 will not be adversely affected or have been addressed in an written agreement entered into by the 14 mineral owners, mineral lessees, and the storage operator require that the storage operator 15 design the carbon sequestration project to isolate any existing or future production from the 16 commercially valuable mineral, including the coal or oil and gas estate, from the carbon dioxide 17 plume. The application shall indicate whether the storage facility contains commercially valuable 18 mineral, including the coal or oil and gas estates, and, if it does, a permit may be issued only if the

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19	department is satisfied that the interests of the mineral owners and mineral lessees to the
20	commercially valuable mineral estate will not be adversely affected. The application shall include
21	evidence that the mineral owners, mineral lessees, and operators of any commercially valuable
22	mineral within and contiguous to the proposed carbon sequestration project have been notified in
23	writing by the storage operator of the application, boundaries and horizons for the proposed
24	carbon sequestration project, and a copy of the notice of hearing. The mineral owners, mineral
25	lessees, and operators of a commercially valuable mineral may object to the department to the
26	design of the carbon sequestration project based on the potential adverse effect to a commercially
27	valuable mineral the storage operator shall address the objection to the satisfaction of the
28	department;
29	(d) No permit shall be issued under this article unless the secretary finds:
30	(1) That the application and the proposed operations comply with all requirements
31	established by the secretary, including any applicable underground injection rules, and with all
32	applicable provisions of state and federal law;
33	(2) That the storage facility is suitable and feasible for carbon dioxide injection and
34	sequestration;
35	(3) That the storage operator has made a good-faith effort to obtain the consent of all
36	persons who own the storage reservoir's pore space;
37	(4) That the storage operator has obtained the written consent of persons who own at least
38	75 percent of the storage reservoir's pore space and have at least begun the process to obtain the
39	remaining interests through the commission;
40	(5) That the proposed storage facility will not adversely affect surface waters or formations
41	containing fresh water;
42	(6) That the storage facility will not unduly endanger human health or the environment;
43	(7) That adequate horizontal and vertical boundaries of the storage reservoir are defined,
44	including buffer areas, to ensure that the storage facility is operated safely and prudently;

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(8) That the storage operator will establish monitoring facilities and protocols to assess the
location and migration of carbon dioxide injected for storage and to ensure compliance with all
permit, statutory, and administrative requirements;

(9) That all nonconsenting pore space owners are or will be justly and reasonably
compensated in accordance with the rules and procedures set forth in or promulgated under this
article by the secretary and the commission; and

51 (10) That the storage facility is in the public interest.

52 (e) To the extent not inconsistent with state and federal regulations, the secretary shall 53 render a decision on a permit application within one year after submission of a complete 54 application.

55 (f) The secretary shall propose rules for legislative approval, pursuant to the provisions of 56 §29A-3-1 *et seq.* of this code, detailing additional requirements for inclusion in a permit 57 application, such as:

58 (1) Site characterization requirements;

(2) Injection well construction requirements for materials that are compatible with and can
withstand contact with carbon dioxide over the life of a carbon dioxide sequestration project;

61 (3) Well operation requirements;

62 (4) Comprehensive monitoring requirements that address all aspects of well integrity,
63 carbon dioxide injection and storage, as well as air and ground water quality during the injection
64 operation and the post-injection site care period;

(5) Financial responsibility requirements assuring the availability of funds for the life of a
 carbon dioxide sequestration project (including post-injection site care and emergency response);
 and

68 (6) Reporting and recordkeeping requirements that provide project-specific information to
 69 continually evaluate the site operations and confirm environmental protection.

NOTE: The purpose of this bill is to protect coal and gas minerals from carbon capture

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practices.

Strike-throughs indicate language that would be stricken from a heading or the present law and underscoring indicates new language that would be added.