S.B. No. 1762 By: Blanco (Darby)

A BILL TO BE ENTITLED

1	AN ACT

- relating to the authority of the Railroad Commission of Texas to 2
- 3 designate certain persons as the operator of an orphaned oil or gas
- 4 well.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5
- 6 SECTION 1. Section 89.047(a)(1-a), Natural Resources Code,
- is amended to read as follows: 7
- "Geothermal energy [Energy] conservation well" 8
- means a well used for the retention of energy that may be used to 9
- 10 provide dispatchable generation of electricity for the power grid.
- A geothermal energy conservation well is not a battery energy 11
- 12 storage resource.
- 13 SECTION 2. Section 89.047(f), Natural Resources Code, is
- 14 amended to read as follows:
- 15 (f) The commission shall designate the person as
- operator of the well if the person files with the commission: 16
- 17 a factually supported claim based on a recognized
- legal theory to a continuing possessory right in: 18
- 19 (A) the mineral estate accessed by the well, as
- established by a current oil and gas lease, a recorded deed 20
- conveying a fee interest in the mineral estate, or any other 21
- 22 documentation of an interest in the mineral estate;
- 23 (B) the geothermal energy and associated
- 24 resources estate accessed by the well, as established by a current

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- 1 geothermal lease, a recorded deed conveying a fee interest in the
- 2 geothermal estate, or any other documentation of an interest in the
- 3 geothermal estate; or
- 4 (C) the geologic space accessed by the well for
- 5 the purpose of <u>a geothermal</u> [an] energy conservation well, as
- 6 established by a recorded deed conveying a fee interest in the space
- 7 accessed by the well or any other documentation of an interest in
- 8 that space;
- 9 (2) a completed certificate of compliance; and
- 10 (3) a nonrefundable fee in the amount of \$250.
- 11 SECTION 3. This Act takes effect immediately if it receives
- 12 a vote of two-thirds of all the members elected to each house, as
- 13 provided by Section 39, Article III, Texas Constitution. If this
- 14 Act does not receive the vote necessary for immediate effect, this
- 15 Act takes effect September 1, 2025.