What is Senate Bill 201 ("SB201")?

1. **Compensation for Landowners:** Requires carbon capture pipelines to pay landowners $500 to access their land for surveying (HB1185) and at least $0.50 per linear foot of pipeline through the form of property tax relief, **annually**.

2. **Compensation for Counties:** Allows counties to **annually** collect $1.00 per linear foot of pipeline that runs through their county. At least $0.50 per linear foot must be used for property tax relief for landowners on the route. The remaining revenue can be spent by counties at their discretion. **See Charts to the Right.*

3. **Indemnity for Landowners:** Requires pipeline companies to indemnify landowners for liability.

4. **Minimum Burial Depth:** Requires pipeline to be buried at least 4 ft deep, exceeding federal regulations of 3 ft.

5. **Disclosure of Dispersion Models:** Requires carbon pipeline companies to make dispersion modeling public.

6. **Lifetime Drain Tile Repairs:** Requires pipeline companies to repair any damage to drain tile.

7. **Impact Mitigation:** Requires pipeline companies to file an impact mitigation plan.

8. **Leak Liability:** Makes carbon pipeline companies liable to the landowner for any damage caused by leaks.

9. **Land Surveyors Must be from South Dakota:** Requires land surveyors be South Dakota residents.

10. **Easements Terminate if Not Used in 5 years:** Easements for pipelines terminate if pipeline does not receive PUC permit in 5 years or easement terminates after 5 years of non-use.

11. **Bans Perpetual Easements:** Limits easements to a maximum of 99 years.

12. **Information Disclosure:** Requires carbon pipeline companies to report linear footage of pipes in counties and disclose if they claim a tax credit. (SB 201) Landowner will also receive results of survey and examination and contact information for person in charge of inspection. (HB1185)

13. **Mortgage Limitations:** Protects landowners by restricting mortgages held by an easement holder so the mortgage only attaches to the easement holders' rights and not to the land or obligate the property owner. (HB1186)

14. **Easements Must Be Written:** Requires companies to put easements in writing. (HB1186)

15. **Survey and Access Limits:** Landowners reserve right to challenge the right to survey in circuit court. Landowners must be given 30 days written notice and include details about date, time, duration, location, and contact information. (HB1185)

BY COUNTY

The following table shows the projected amount of new property taxes each county will realize as part of the Summit Carbon Solutions project.

County	New Property Taxes
Beadle	$1,124,000
Brookings	$377,000
Brown	$1,523,000
Clark	$266,000
Codington	$669,000
Davison	$355,000
Edmunds	$1,161,000
Grant	$560,000
Hamlin	$159,000
Hand	$282,000
Hyde	$170,000
Kingsbury	$1,250,000
Lake	$1,205,000
Lincoln	$1,207,000
McCook	$82,000
McPherson	$2,085,000
Miner	$744,000
Minnehaha	$1,149,000
Moody	$106,000
Sanborn	$128,000
Spink	$2,702,000
Sully	$481,000
Turner	$882,000
Union	$11,000

Estimation of Funds Generated per Linear Foot per County

County	Distance	Annual Payment Amount
Beadle	37.81	$ 199,645
Brookings	8.08	$ 42,637
Brown	48.91	$ 258,232
Clark	22.01	$ 116,189
Codington	36.12	$ 190,688
Davison	5.67	$ 29,949
Edmunds	26.06	$ 137,616
Grant	28.47	$ 150,326
Hamlin	13.17	$ 69,518
Hand	31.36	$ 165,603
Hyde	18.82	$ 99,345
Kingsbury	50.17	$ 264,881
Lake	42.73	$ 225,631
Lincoln	29.65	$ 156,542
McCook	2.24	$ 11,808
McPherson	65.38	$ 345,202
Miner	36.10	$ 190,607
Minnehaha	29.61	$ 156,362
Moody	11.72	$ 61,892
Sanborn	14.12	$ 74,574
Spink	83.96	$ 443,310
Sully	19.77	$ 104,411
Turner	20.39	$ 107,648
Union	1.21	$ 6,403