Coal Mining Program Amendments Proposed Rulemaking

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Areas of Amendment

 Office of Surface Mining (OSM) Minor Program Deficiencies

Remining Financial Guarantees

Correcting Regulatory Drafting Errors

Office of Surface Mining (OSM) Minor Program Deficiencies

PA Coal Mining Regulations don't meet Federal (OSM) requirements

- Changes needed to maintain Primacy
- Amendments are one of several steps being taken unify our program with OSM's program

Examples of Rule Changes

- Valid existing rights
- Seismic Safety Factor
- Exploration on UFM Land
- Federal Definition of a violation
- Self Bonding

Definitions

- Noncoal Act
 - Added to definition of Acts since the original regulations were in place before 1984 when the Noncoal Act was enacted
- Owned or controlled
 - Revise to correct the federal regulation reference

- § 86.5 Incidental Extraction (i.e. mining coal under a noncoal permit)
 - Notification of final decision on an exemption request
- § 86.36 Review of Permit Applications
 - Delete the "<u>3-year period</u>" reference to outstanding violations

- § 86.37 (a)(8) Criteria for Permit Approval or Denial
 - Add the reference to the federal definition of a violation
- § 86.62 Identification of Interests
 - Correct the reference to the section relating to the Federal Minimum Enforcement Action
 - Requires updated O & C information when a cessation order is issued (or confirmation of no change)
 - Adds the name and address of permittee for the Permit history of an applicant
 - Includes issued permits (not just pending applications).

- § 86.103 (Valid existing rights)
 - Adopts federal procedures by reference
- § 86.129 (Exploration on UFM)
 - Creates permitting framework to allow exploration on areas designated as Unsuitable for Mining
 - DEP will need to develop application form
 - Covers the minimum requirements for a permit

- § 86.133 (Exploration on UFM)
 - Changes <u>written approval</u> to <u>permit has been</u> <u>obtained</u>
- § 86.159 Self-bonding
 - Adds requirement for an indemnity agreement binding corporations
 - Requires additional documentation of the authority to indemnify

- §§ 88.321 & 90.133 Disposal of Noncoal Wastes
 - Deletes the low ignition point concept form what a noncoal waste is
 - Adds <u>impounding structure</u> to the prohibited locations

- § 89.111 Large Impoundments
 - Adds language about being a hazard to miners or the public
 - Adds seismic safety factor (1.2)
- § 90.112 Large Impoundments
 - Adds language about being a hazard to miners or the public
 - Changes capacity requirement from <u>100-year storm</u> to <u>probable maximum precipitation from a 6-hour event</u>

Federal Regulations listing of Program Deficiencies

- 30 CFR 938.16 lists the PA coal mining program deficiencies identified by OSM
- The proposed rulemaking addresses those listed at 938.16 rr, tt, vv, ww, xx, zz, aaa, ccc, iii, jjj, nnn, ppp and ttt. (13)

Remining Financial Guarantees

- Transition program from alternate bonding to a conventional bonding program
 - Change from acres to reclamation cost
 - Remove requirement to spend more than the bond amount
 - RFG applies to permit rather than remining area
- Removes Letter of Credit (LOC) as demonstration of eligibility
- RFG must be replaced if there is a discharge

- §86.281 (RFG-general)
 - Adds the concept that the RFG applies is to the permit area (rather than just the remining area)
 - The amount is based on total reclamation costs (rather than a cost per acre)

- §86.282 Participation Requirements
 - Deletes the LOC as a demonstration that the applicant is financially eligible
 - Demonstration of eligibility proposed is either:
 - Submitting an acceptance letter from a surety or,
 - Posting a surety bond for an equal portion of the remaining (i.e. beyond the remining area) reclamation liability for the permitted site

- §86.283 (RFG procedures)
 - (a)(1) Deletes the <u>acres</u> reference in
 - (d) Clarifies the allocation of reserve funds
 - (e) Deletes restriction of where the RFG can be applied on a permit
 - (f) Requires the replacement of the RFG if discharge liability is incurred

- §86.284 Forfeiture
 - Clarifies that the amount of RFG forfeited is the balance of the RFG-rather than additional funds beyond the RFG amount
- § 86.165 Failure to maintain a proper bond
 - Adds failure to make a RFG payment to the list of things that result in an NOV.

Regulatory Drafting Errors

- General Drafting
- Removed Attorney and expert witness fees from the list of cost that may be recovered under the Surface Mining Conservation and Reclamation Act

- § 87.119 (Water supply replacement)
 - Deletes attorney fees and expert witness fees from the list of costs that can be recovered
 - Reflects revision to SMCRA