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Date: 6/8/2013

L.D. 1302 (Filing No. S-307)

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STATE OF MAINE

SENATE

126TH LEGISLATURE

FIRST REGULAR SESSION

SENATE AMENDMENT "A " to COMMITTEE AMENDMENT "B" to H.P. 929, L.D. 1302, Bill, "An Act To Amend the Maine Metallic Mineral Mining Act To Protect Water Quality"

Amend the amendment by striking out all of sections 1 and 2 and inserting the following:

13 'Sec. 1. 38 MRSA §490-OO, sub-§2, ¶C, as enacted by PL 2011, c. 653, §23
 14 and affected by §33, is amended to read:

C. An environmental protection, reclamation and closure plan for the proposed mining operation, including beneficiation operations, that will reasonably avoid, minimize and mitigate the actual and potential adverse impacts on natural resources, the environment and public health and safety within the mining area and the affected area. The plan must address unique issues associated with mining and must include, but not be limited to, the following:

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(1) A description of materials, methods and techniques that will be used;

(2) Information that demonstrates that the methods, materials and techniques proposed to be used are capable of accomplishing their stated objectives in protecting the environment and public health. The required information may consist of results of actual testing, modeling, documentation by credible independent testing and certification organizations or documented applications in similar uses and settings;

(3) Plans and schedules for interim and final reclamation of the mining area and the affected area following cessation of mining operations and plans and schedules for measures taken during suspension of operations, including contemporaneous reclamation, to the extent practicable;

32 (4) A description of the geochemistry of the ore, waste rock, overburden,
33 peripheral rock, spent leach material and tailings, including characterization of
34 leachability, reactivity and acid-forming characteristics;

35 (5) A mining operations closure plan, including provisions to minimize post 36 closure water treatment to the extent practicable, which may not include a plan
 37 for perpetual water treatment;

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1	(6) Provisions for the prevention control and monitoring of acid-forming

1 2 3	(6) Provisions for the prevention, control and monitoring of acid-forming waste products and other waste products from the mining process in accordance with standards in subsection 4, paragraphs D and E;
4	(7) Storm water and surface water management provisions;
5	(8) A water quality monitoring plan;
6	(9) A description of the wastewater discharge management plan;
7 8	(10) A description of any tailings impoundment and the methods, materials and techniques to be used;
9	(11) A plan for the storage of hazardous materials; and
10 11	(12) An estimate of costs for reclamation, closure and environmental protection $\frac{1}{3}$ and
12 13	(13) A waste rock management plan that includes a plan to ensure that waste rock is not used in the construction of roads;
14	Sec. 2. 38 MRSA §490-OO, sub-§2, ¶D-1 is enacted to read:
15	D-1. An estimate of the costs to close the mining operation, including estimated
16 17	costs sufficient for the department to undertake the activities and measures identified in section 490-RR, subsection 2, and a verification of the adequacy of the estimate by
18	a qualified 3rd party selected by the department. The department shall ensure the 3rd
19	party does not have a conflict of interest with the applicant. The applicant shall pay
20	the costs associated with producing the estimate;
21 22	Sec. 3. 38 MRSA §490-OO, sub-§2, $\P\PE$ and F, as enacted by PL 2011, c. 653, §23 and affected by §33, are amended to read:
23	E. Financial assurance as described in section 490-RR; and
24	F. A list of other state and federal permits or approvals anticipated by the applicant
25	to be required- <u>; and</u>
26	Sec. 4. 38 MRSA §490-OO, sub-§2, ¶G is enacted to read:
27	G. An estimate of the number and types of direct and indirect jobs expected to be
28	created by the mining operation and estimates of the expected duration of those jobs
29 30	and the number of jobs by type that will likely be filled by individuals in the State's workforce who have the necessary expertise.
31	Sec. 5. 38 MRSA §490-OO, sub-§2-A is enacted to read:
32	2-A. Identification of responsible mining operations. In addition to the
33	requirements in subsection 2, an application for a mining permit for a mining operation in
34	a sulfide ore body must include an analysis and description of at least 3 mines operating
35 36	in the United States that the applicant believes represent responsible mining operations and demonstrate the use of best practices for preventing contamination of groundwater
37	and surface water and other negative impacts on the environment. The analysis must
38	describe the environmental issues present at each of the 3 mines, the practices and

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technologies used to minimize pollution and environmental impacts and how the applicant will use those best practices in the proposed mining operation.

Sec. 6. 38 MRSA §490-OO, sub-§4, ¶K is enacted to read:

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K. The applicant has designed the mining operation to ensure that waste rock is not used in the construction of roads.

Sec. 7. 38 MRSA §490-QQ, sub-§3, as enacted by PL 2011, c. 653, §23 and affected by §33, is amended to read:

3. Water quality monitoring. Through rulemaking the department shall establish standards for monitoring groundwater as close as practicable to any mining area that may pose a threat to groundwater except, in the case of downgradient monitoring, compliance monitoring wells must be placed no greater than 100 feet away from such a mining area, unless placing such wells at a greater distance enhances the ability to detect a release from the mining area. A permittee shall conduct groundwater and surface water monitoring in accordance with the provisions of a mining permit during mining operations, during suspension of mining operations, during closure and during the post-closure monitoring period. The post-closure monitoring period must be at least 30 years following cessation of mining, subject to the following conditions.

18A. The permittee shall provide to the department a written request to terminate post-19closure monitoring not less than 18 months before the proposed termination date and20shall provide the department with technical data and information demonstrating the21basis for the termination of the post-closure monitoring.

B. The department may shorten the post-closure monitoring period at any time upon
determining that there is no significant potential for water contamination resulting
from the mining operation.

C. The department shall extend the post-closure monitoring period in increments of up to 20 years unless the department determines, approximately one year before the end of a post-closure monitoring period or post-closure incremental monitoring period, that there is no significant potential for surface water or groundwater contamination resulting from the mining operation.

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 Sec. 8. 38 MRSA §490-RR, sub-§3, as enacted by PL 2011, c. 653, §23 and

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 affected by §33, is amended to read:

32 3. Form of financial assurance. The financial assurance may consist of Before any 33 construction for the mining operation may begin, the applicant shall provide the financial 34 assurance required under subsection 1 through the following instruments, either alone or 35 in combination: a surety bond, escrow, cash, certificate of deposit, trust, and irrevocable 36 letter of credit issued by a financial institution acceptable to the department, or other 37 equivalent security, or combination thereof, as long as the department approves the 38 financial assurance as proposed by the applicant. The instruments must provide the total 39 amount of the required financial assurance upon demand of the State to cover the costs 40 identified in subsection 2. When determining the appropriate security to require, the 41 department shall take into consideration the type and location of the mining operation and 42 the type of security that is adequate to protect the State's financial interest. The financial 43 assurance must be in a form that cannot be cancelled, withdrawn, revoked or otherwise

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reduced without the express written consent of the commissioner after a finding that the reduced amount is appropriate given the conditions related to the mining operation, including, but not limited to, the potential cost of long-term maintenance and monitoring, closure and any necessary response to episodic maintenance. A permittee shall provide the department with notice 90 days prior to the expiration of a financial assurance instrument and within 2 business days of the renewal and execution of an instrument.

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Sec. 9. 38 MRSA §490-RR, sub-§3-A is enacted to read:

<u>3-A.</u> Standby trust fund requirements. A permittee using any of the financial assurance instruments authorized in subsection 3, except a trust, shall establish a standby trust fund that stands ready to receive funds from a financial assurance instrument required pursuant to subsection 3 for costs to undertake the activities and measures identified in section 490-RR, subsection 2. The standby trust fund must provide for administration and oversight identical to those for an active trust fund.

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Sec. 10. Effective date. This Act takes effect June 1, 2014.'

SUMMARY

- 16 This amendment strikes Committee Amendment "B" and makes the following 17 changes to the Maine Metallic Mineral Mining Act.
- 18 1. It requires a mining operations closure plan to include provisions to minimize 19 post-closure water treatment to the extent practicable, which may not include a plan for 20 perpetual water treatment.
- 2. It requires that, in the case of downgradient monitoring, compliance monitoring
 wells must be placed no greater than 100 feet away from a mining area that may pose a
 threat to groundwater, unless placing such wells at a greater distance enhances the ability
 to detect a release from the mining area.
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- 3. It requires an application to include a waste rock management plan.
- 4. It adds to the approval criteria to require that the Department of Environmental
 Protection find the mining operation is designed to ensure that waste rock is not used in
 the construction of roads.
- 5. It requires an application to include information related to the number and types
 of jobs expected to be created.
- 31 6. For an application for a mining operation in a sulfide ore body, it requires an
 32 application to include information related to 3 responsible mining operations.
- 7. It requires an application to include an estimate of the costs to close the mining
 operation, including estimated costs sufficient for the department to undertake the
 activities and measures specified in the financial assurance requirements, and a 3rd-party
 verification of the adequacy of the estimate.
- 8. It amends the financial assurance provisions to require that financial assurance
 must be provided before any construction may begin.
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 9. It provides that the financial assurance instruments must provide the total amount
 40 of the required financial assurance upon demand of the State to cover the costs for

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activities necessary for the investigation, monitoring, closure, treatment, remediation, reclamation, operation and maintenance and any other necessary environmental protection measures.

10. It requires a permittee to provide the department with notice prior to the expiration of a financial assurance instrument and the renewal and execution of an instrument.

11. It requires the establishment of a standby trust fund, except when a trust is the financial assurance instrument used.

9 **SPONSORED BY** 10 (Senator JACKSON, T.)

COUNTY: Aroostook

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