# Second Regular Session Sixty-ninth General Assembly STATE OF COLORADO

# **REVISED**

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 14-0462.01 Thomas Morris x4218

**SENATE BILL 14-076** 

### SENATE SPONSORSHIP

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## **HOUSE SPONSORSHIP**

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### **Senate Committees**

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### **House Committees**

Agriculture, Natural Resources, & Energy

Agriculture, Livestock, & Natural Resources

# A BILL FOR AN ACT CONCERNING THE CREATION OF A HARD ROCK MINING PERMIT ISSUED BY THE DIVISION OF RECLAMATION, MINING, AND SAFETY FOR MINING OPERATIONS DISTURBING NO MORE THAN FIVE ACRES OF SURFACE AREA.

# **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://www.leg.state.co.us/billsummaries">http://www.leg.state.co.us/billsummaries</a>.)

The mining statutes used to include 2 limited-impact permit categories, the smaller of which was for operations that affected less than

HOUSE nd Reading Unamended February 27, 2014

SENATE 3rd Reading Unamended January 29, 2014

SENATE Amended 2nd Reading January 28, 2014 2 acres and extracted less than 70,000 tons of mineral or overburden. (The larger limited-impact permit category comprises operations of less than 10 acres and extractions of 70,000 tons or less. That category is not affected by the bill.) Beginning in 1993 no new applications could be filed for the smaller category, but several such operations continue to be active.

**Section 1** of the bill authorizes a new limited-impact permit for operations that affect 5 acres or less of surface acres and subjects new applicants to the same permitting standards as the existing larger limited-impact permit category. The existing small limited-impact permit operations have until July 1, 2015, to comply with the new permit standards with regard to financial warranties and demonstrating the operator's right to conduct mining operations.

**Section 3** increases the annual fee for new small limited-impact permits for operations from \$86 to \$172. Existing small limited-impact permit operations have until July 1, 2015, to begin paying the \$172 annual fee.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 34-32-110, amend 3 (1) (a), (1) (d), (2) (a) introductory portion, (2) (a) (II), (6), and (7) (b); 4 and **add** (1) (f) as follows: 5 34-32-110. Limited impact operations - expedited process -6 **repeal.** (1) (a) (I) Any person desiring to conduct mining operations 7 pursuant to an application submitted prior to July 1, 1993, on less than 8 two acres which mining operations THAT will result in the extraction of 9 less than seventy thousand tons per year of mineral or overburden may 10 apply for the expedited processing of such THE person's permit. On and 11 after By July 1, 2015, A PERSON WITH A PERMIT ISSUED PURSUANT TO 12 THIS SUBPARAGRAPH (I) SHALL FILE WITH THE OFFICE: 13 (A) EVIDENCE OF THE SOURCE OF THE PERSON'S LEGAL RIGHT TO 14 ENTER AND INITIATE A MINING OPERATION ON THE AFFECTED LAND; AND 15 (B) A FINANCIAL WARRANTY THAT COMPLIES WITH SUBSECTION 16 (3) OF THIS SECTION.

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1	(II) From July 1, 1993, to June 30, 2014, all applications for
2	permits pursuant to this section shall MUST be submitted in accordance
3	with subsection (2) of this section. THIS SUBPARAGRAPH (II) IS REPEALED,
4	EFFECTIVE JULY 1, 2014.
5	(III) EFFECTIVE JULY 1, 2014, A PERSON DESIRING TO CONDUCT
6	MINING OPERATIONS ON FIVE ACRES OR LESS MAY FILE WITH THE OFFICE
7	AN APPLICATION FOR A PERMIT TO CONDUCT LIMITED-IMPACT MINING
8	OPERATIONS; EXCEPT THAT A PERSON DESIRING TO CONDUCT IN SITU
9	LEACH MINING OR A DESIGNATED MINING OPERATION MUST FILE AN
10	APPLICATION PURSUANT TO SECTION 34-32-112.5. A PERSON SHALL NOT
11	COMMENCE MINING OPERATIONS SUBJECT TO THIS SUBPARAGRAPH (III)
12	UNLESS THE PERSON HAS FILED AN APPLICATION PURSUANT TO THIS
13	SECTION. THE APPLICATION FOR A PERMIT MUST BE ON A FORM APPROVED
14	BY THE BOARD AND MUST CONTAIN THE FOLLOWING:
15	(A) THE ADDRESS AND TELEPHONE NUMBER OF THE OPERATOR'S
16	GENERAL OFFICE AND THE OPERATOR'S LOCAL ADDRESS OR ADDRESSES
17	AND TELEPHONE NUMBER;
18	(B) THE NAME, ADDRESS, AND TELEPHONE NUMBER OF THE OWNER
19	OF THE SURFACE OF THE AFFECTED LAND AND THE SOURCE OF THE
20	APPLICANT'S LEGAL RIGHT TO ENTER AND INITIATE A MINING OPERATION
21	ON THE AFFECTED LAND;
22	(C) THE NAME OF THE OWNER OF THE SUBSURFACE RIGHTS OF THE
23	AFFECTED LAND;
24	(D) A STATEMENT THAT THE OPERATIONS WILL BE CONDUCTED
25	PURSUANT TO THE TERMS AND CONDITIONS LISTED ON THE APPLICATION
26	AND IN ACCORDANCE WITH THIS ARTICLE AND THE RULES PROMULGATED
27	PURSUANT TO THIS ARTICLE AT THE TIME THE PERMIT WAS APPROVED OR

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1	AMENDED;
2	(E) A MAP SHOWING INFORMATION SUFFICIENT TO DETERMINE THE
3	LOCATION OF THE AFFECTED LAND AND EXISTING AND PROPOSED ROADS
4	OR ACCESS ROUTES TO BE USED IN CONNECTION WITH THE MINING
5	OPERATION;
6	(F) THE APPROXIMATE SIZE OF THE AFFECTED LAND;
7	$(G)\ Information  sufficient  to  describe  or  identify  the  type  identify  identify  the  type  identify  identifies  identifies $
8	OF MINING OPERATION PROPOSED AND HOW THE OPERATOR INTENDS TO
9	CONDUCT IT;
10	(H) A STATEMENT THAT THE OPERATOR HAS APPLIED FOR
11	NECESSARY LOCAL GOVERNMENT APPROVALS; AND
12	(I) MEASURES TO BE TAKEN TO RECLAIM ANY AFFECTED LAND
13	CONSISTENT WITH THE REQUIREMENTS OF SECTION 34-32-116.
14	(d) (I) The office may require the mine operator to post $\imath$
15	financial warranty may be required to be posted by the mine operator,
16	which warranty shall not exceed EXCEEDING one thousand five hundred
17	dollars. Such warranty, if forfeited pursuant to section 34-32-118, may be
18	utilized by the board to reclaim any mined land subject to this subsection
19	(1).
20	(II) This paragraph (d) shall be applicable APPLIES to financial
21	warranties provided for permits applied for pursuant to this subsection (1)
22	before July 1, 1993.
23	(III) THIS PARAGRAPH (d) IS REPEALED, EFFECTIVE JULY 1, 2015
24	(f) EXCEPT AS SPECIFIED IN PARAGRAPH (d) OF THIS SUBSECTION
25	(1), FEES AND FINANCIAL WARRANTIES FOR PERMIT APPLICATIONS
26	SUBMITTED PURSUANT TO THIS SUBSECTION (1) ARE GOVERNED BY
27	SUBSECTION (3) OF THIS SECTION.

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(2) (a) Any A person desiring to conduct mining operations NOT COVERED BY SUBSECTION (1) OF THIS SECTION on less than ten acres, which mining operations will result in the extraction of less than seventy thousand tons of mineral or overburden per calendar year, prior to commencement of mining, shall MAY file with the office, on a form approved by the board, an application for a permit to conduct mining operations; except that applications for in situ leach mining shall OR A DESIGNATED MINING OPERATION MUST be filed pursuant to section 34-32-112.5. This application shall MUST contain the following:

- (II) The name, address, and telephone number of the owner of the surface of the affected land AND THE SOURCE OF THE APPLICANT'S LEGAL RIGHT TO ENTER AND INITIATE A MINING OPERATION ON THE AFFECTED LAND;
- (6) THE OFFICE SHALL PROCESS AND TAKE FINAL ACTION ON applications for permits made pursuant to subsection SUBSECTION (1) OR (2) of this section shall be processed and final action taken thereon within thirty days of AFTER the filing of such THE application. If action upon the application is not completed within thirty days, the permit shall be IS deemed approved and shall be promptly issued upon presentation by the applicant of a financial warranty in the amount provided in subsection (3) of this section. The provisions of Sections 34-32-112, 34-32-114, and 34-32-115 concerning publication, notice, written objections, petitions, and supporting documents shall, so far as practicable, apply to this section, but the board shall, by regulation RULE, provide simplified and reduced procedures and requirements which THAT are applicable to the thirty-day period. Within the thirty-day period, the board may make a determination on an application as provided in sections 34-32-114 and

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1	34-32-115.
2	(7) (b) THE OFFICE SHALL PROCESS AND TAKE FINAL ACTION ON
3	applications for conversion of a permit under this subsection (7) shall be
4	processed and final action taken thereon in accordance with subsection
5	(2) of this section or section 34-32-115, as appropriate. If THE OFFICE
6	DOES NOT TAKE action upon the conversion of the permit is taken in
7	accordance with the time limits of this subsection (7) or section
8	34-32-115, the conversion shall be IS deemed approved, and a permit for
9	the life of the mine shall be promptly issued upon presentation by the
10	applicant of a financial warranty subject to the limitations provided in
11	subsection (3) of this section OR section 34-32-115 (3) or section
12	34-32-117 (4).
13	SECTION 2. In Colorado Revised Statutes, 34-32-127, amend
14	(2) (a) introductory portion, (2) (a) (IV) introductory portion, and (2) (a)
15	(IV) (A); and <b>add</b> (2) (a) (IV) (A.5) and (2) (a.1) as follows:
16	34-32-127. Mined land reclamation fund - created - fees - fee
17	adjustments - rules - repeal. (2) (a) THE OFFICE SHALL COLLECT fees for
18	fiscal year <del>2007-08</del> 2014-15 and for each subsequent year of operation
19	shall be collected by the office for operations according to the following
20	schedule:
21	(IV) Annual fees for fiscal year <del>2007-08</del> 2014-15 and for each
22	subsequent year for operations pursuant to:
23	(A) Section 34-32-110 (1) (IF THE PERMIT WAS ISSUED PRIOR TO
24	JULY 1, 1993, excluding designated mining operations) \$ 86
25	(A.5) Section 34-32-110 (1) (IF THE FEE IS NOT SUBJECT TO
26	SUB-SUBPARAGRAPH (A) OF THIS SUBPARAGRAPH (IV), EXCLUDING
27	DESIGNATED MINING OPERATIONS)

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1	(a.1) This paragraph (a.1) and sub-subparagraph (A) of
2	SUBPARAGRAPH (IV) OF PARAGRAPH (a) OF THIS SUBSECTION (2) ARE
3	REPEALED, EFFECTIVE JULY 1, 2015.
4	SECTION 3. Applicability. This act applies to conduct occurring
5	on or after the effective date of this act.
6	SECTION 4. Safety clause. The general assembly hereby finds,
7	determines, and declares that this act is necessary for the immediate
8	preservation of the public peace, health, and safety.

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