2025 SENATE ENERGY AND NATURAL RESOURCES

SB 2117

2025 SENATE STANDING COMMITTEE MINUTES

Energy and Natural Resources Committee

Peace Garden Room, State Capitol

SB 2117 1/17/2025

Relating to abandoned surface mine reclamation.

9:30 a.m. Chairman Patten opened the hearing.

Members present:

Chairman Patten, Vice Chairman Kessel, Senators: Beard, Boehm, Enget, Gerhardt, and Van Oosting.

Discussion Topics:

- Eligible Bipartisan Infrastructure Law projects
- Projects current funding
- Federal language compliance
- Updates from Bipartisan Infrastructure Law
- Types of coal mines

9:30 a.m. Jonathan Emmer, Director of the Reclamation and Abandoned Mine Lands Division at the Public Service Commission, testified in favor and submitted testimony #29593.

9:38 a.m. Chairman Patten closed the hearing.

9:39 a.m. Senator Gerhardt moved to adopt amendment LC# 25.8067.01001.

9:40 a.m. Senator Van Oosting seconded.

Senators	Vote
Senator Dale Patten	Υ
Senator Greg Kessel	Υ
Senator Todd Beard	Υ
Senator Keith Boehm	Υ
Senator Mark Enget	Υ
Senator Justin Gerhardt	Υ
Senator Desiree Van Oosting	Υ

Motion Carried 7-0-0.

9:46 a.m. Senator Enget moved a Do Pass as Amended.

9:46 a.m. Senator Boehm seconded the motion.

Senators	Vote
Senator Dale Patten	Υ
Senator Greg Kessel	Υ
Senator Todd Beard	Υ
Senator Keith Boehm	Υ
Senator Mark Enget	Υ
Senator Justin Gerhardt	Υ
Senator Desiree Van Oosting	Υ

Motion Carried 7-0-0.

9:46 a.m. Senator Boehm will carry the bill.

Additional written testimony:

Zachary Cassidy, Carbon Pipeline Organizer and lobbyist, submitted testimony #29542 in favor.

9:47 a.m. Chairman Patten closed the hearing.

Kendra McCann, Committee Clerk

25.8067.01001 Title.02000

Adopted by the Energy and Natural Resources Committee January 17, 2025

Sixty-ninth Legislative Assembly of North Dakota

PROPOSED AMENDMENTS TO

Ash 1.12.26

SENATE BILL NO. 2117

Introduced by

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Energy and Natural Resources Committee

(At the request of the Public Service Commission)

- 1 A BILL for an Act to amend and reenact subsection 1 of section 38-14.2-02, and sections
- 2 38-14.2-04, 38-14.2-06, and 38-14.2-07 of the North Dakota Century Code, relating to
- 3 abandoned surface mine reclamation.

4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 5 **SECTION 1. AMENDMENT.** Subsection 1 of section 38-14.2-02 of the North Dakota 6 Century Code is amended and reenacted as follows:
 - 1. "Abandoned mine reclamation plan" means a plan for the reclamation of lands and water adversely affected by past coal mining and noncoal mining practices. The plan must generally identify all areas to be reclaimed in the state of North Dakota, the purposes for which the reclamation is proposed, the relationship of the lands to be reclaimed and the proposed reclamation to surrounding areas, and the specific criteria for ranking and identifying projects to be funded, and the legal authority and programmatic capability to perform such work as required by the Surface Mining Control and Reclamation Act of 1977 [Pub. L. 95-87; 30 U.S.C. 1235].
 - **SECTION 2. AMENDMENT.** Section 38-14.2-04 of the North Dakota Century Code is amended and reenacted as follows:
- 17 38-14.2-04. State abandoned mine reclamation fund.
- There is hereby created the state abandoned mine reclamation fund.
- Revenue to the fund must include:

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b.

Alm 2066 1 Moneys applied for and received by the commission pursuant to title IV of Public a. 2 Law 95-87 [91 Stat. 456; 30 U.S.C. 1231 et seq.], for the purposes of this 3 chapter. 4 Moneys donated to the commission by persons, corporations, limited liability b. 5 companies, associations, and foundations for the purposes of this chapter. 6 Moneys collected by the commission from charges for uses of lands acquired or C. 7 reclaimed with moneys from the fund, after expenditures for maintenance have 8 been deducted. 9 Moneys recovered by the commission through satisfaction of liens filed against d. 10 privately owned lands reclaimed with moneys from the fund. 11 Moneys recovered by the commission from the sale of lands acquired with е. 12 moneys from the fund. 13 f. Such other moneys as may be deposited in the fund for use in carrying out the 14 purposes of the abandoned mine reclamation program. Moneys in the fund may be used for the following purposes: 15 2. 16 Reclamation and restoration of land and water resources as defined by section a. 17 38-14.2-06 and adversely affected by past mining, including but not limited to: 18 (1) Reclamation and restoration of abandoned surface mined areas, 19 abandoned coal processing areas, and abandoned coal refuse disposal 20 areas. 21 Reclamation of lands affected by underground mine subsidence. (2)22 (3) Planting of land adversely affected by past coal mining or noncoal mining to 23 prevent erosion and sedimentation. 24 (4) Prevention, abatement, treatment, and control of water pollution created by 25 coal mine or noncoal mine drainage including restoration of streambeds, 26 and construction and operation of water treatment plants. 27 Prevention, abatement, and control of burning coal refuse disposal areas (5) 28 and burning coal in situ.

Acquisition or lease of land as provided for in this chapter.

Prevention, abatement, and control of coal mine subsidence.

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- c. Studies by the commission by contract with public and private organizations to provide information, advice, and technical assistance, including research and demonstration projects, conducted for the purposes of this chapter.
- d. All other necessary expenses to accomplish the purposes of this chapter, including administrative expenses and costs incurred in the development of the abandoned mine reclamation plan and the abandoned mine reclamation program.
- 3. There is created a special fund in the state treasury called the state abandoned mine reclamation fund set-aside trust account. Revenue to the set-aside trust account must be ten percent of the amount granted by the secretary of the interior under title IV of Public Law 95-87 as provided by Public Law 100-34 for amounts awarded before December 20, 2006. This account must be interest bearing and all interest must be credited to the set-aside trust account. No funds from this account may be expended prior to September 30, 2004. After September 30, 2004, the funds may be expended as provided in this subsection but no funds may be used to reclaim noncoal projects. The legislative assembly shall authorize expenditure by appropriation from the account as necessary to defray the administrative expenses of the program. The remaining funds in the account may only be used in accordance with section 38-14.2-07 but no funds may be used on noncoal projects. The liability of the state to fulfill the requirements of this subsection is limited to the amount of funds available in the account established in this subsection. The state has no obligations under this subsection except to the extent of federal funds deposited in the coal mine mitigation account and the interest thereon to operate the program.
- 4. There is created a special fund in the state treasury called the state abandoned mine reclamation safeguarding treatment for the restoration of ecosystems from abandoned mines fund set-aside trust account. Revenue to the set-aside trust account must be no more than thirty percent of the amount granted by the secretary of interior under title IV of Public Law No. 95-87 as provided by Public Law No. 117-58. This account must be interest bearing and all interest must be credited to the safeguarding treatment for the restoration of ecosystems from abandoned mines fund set-aside trust



7	account. The funds from this account may be expended as provided in section				
2	38-14.2-07 but no funds may be used to reclaim noncoal projects for:				
3	a. The abatement of the causes and treatment of the effects of acid mine drainage				
4	resulting from coal mining practices, including costs of building, operating,				
5	maintaining, and rehabilitating acid mine drainage treatment systems:				
6	b. The prevention, abatement, and control of subsidence; and				
7	c. The prevention abatement, and control of coal mine fires.				
8	5. The legislative assembly shall authorize expenditure by appropriation from the account				
9	under subsection 4 as necessary to defray the administrative expenses of the				
10	program.				
11	SECTION 3. AMENDMENT. Section 38-14.2-06 of the North Dakota Century Code is				
12	amended and reenacted as follows:				
13	38-14.2-06. Eligible lands and water.				
14	Lands and water eligible for reclamation or drainage abatement expenditures under this				
15	chapter are those which were mined for coal or which were affected by such mining,				
16	wastebanks, coal processing or other coal mining processes and abandoned or left in an				
17	inadequate reclamation status prior to August 3, 1977, and for which there is no continuing				
18	reclamation responsibility under other state laws. Lands and water which were mined or				
19	affected by mining for minerals and materials other than coal are also eligible for reclamation				
20	under this chapter if suchthe reclamation is necessary to protect the public health, safety,				
21	general welfare, and property and such, the noncoal abandoned mine lands were left in an				
22	inadequate reclamation status prior to August 3, 1977, and for which there is no continuing				
23	reclamation responsibility under other state or federal laws, and the state has received				
24	certification from the United States secretary of the interior under 30 U.S.C. 1239 or 30 U.S.C.				
25	1240(a). Lands and water designated for remedial action under the Uranium Mill Tailings				
26	Radiation Control Act of 1978 [42 U.S.C. 7901 et seq.] or listed for remedial action under the				
27	Comprehensive Environmental Response, Compensation, and Liability Act of 1980 [42 U.S.C.				
28	9601 et seq.] are not eligible for reclamation or drainage abatement expenditures under this				
29	chapter.				
30	SECTION 4. AMENDMENT. Section 38-14.2-07 of the North Dakota Century Code is				
31	amended and reenacted as follows:				

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38-14.2-07. Commission authorized to administer abandoned mine reclamation program - Objectives - Priorities.

- 1. The commission is hereby authorized to develop, administer, and enforce an abandoned mine reclamation program. Expenditure of funds for the projects under this program must reflect priorities in the order stated:
- a. Administrative expenses and costs incurred in the development of the abandoned mine reclamation plan and the abandoned mine reclamation program.
- 2. <u>b.</u> The protection of public health, safety, general welfare, and property from
 extreme danger resulting from the adverse effects of past coal mining practices.
 including the restoration of eligible land and water resources and the
 environment:
 - (1) Previously degraded by the adverse effects of coal mining practices; and
 - (2) Located adjacent to a site that has been or will be remediated.
 - 3. <u>c.</u> The protection of public health, <u>and</u> safety, <u>and general welfare</u> from adverse effects of past coal mining practices which do not constitute an extreme danger, <u>including the restoration of eligible land and water resources and the environment:</u>
 - (1) Previously degraded by the adverse effects of coal mining practices; and
 - (2) Located adjacent to a site that has been or will be remediated.
 - 4. d. The restoration of eligible land and water <u>resources</u> and the environment <u>geographically contiguous to an area provided in subdivisions b or c previously degraded by adverse effects of past coal mining practices, including measures for the conservation and development of soil, water (excluding channelization), woodland, fish and wildlife, recreation resources, and agricultural productivity.</u>
 - 5. e. Research and demonstration projects relating to the development of surface coal mining reclamation and water quality control program methods and techniques The restoration of eligible land and water resources and the environment, which is not geographically contiguous to the area provided in subdivisions b and c, previously degraded by adverse effects of past coal mining practices, including measures for the conservation and development of soil,

19m 6066

1			water, excluding channelization, woodland, fish and wildlife, recreation resources,
2			and agricultural productivity.
3	6.	<u>f.</u>	The protection, repair, replacement, construction, or enhancement of public
4			facilities such as utilities, roads, recreation, and conservation facilities adversely
5			affected by pastwater supply facilities, including water distribution facilities and
6			treatment plants adversely affected by coal mining practices.
7	7.	The	development of publicly owned land adversely affected by past coal mining
8		prac	etices, including land acquired as provided in this chapter, for recreation, historic,
9		con	servation, and reclamation purposes and open space benefits.
10	8.	<u>g.</u>	The protection of the public from hazards endangering life and property resulting
11			from the adverse effects of past noncoal mining practices upon certification from
12			the United States secretary of interior as provided in 30 U.S.C. 1240(a).
13			However, upon request by the governor of the state of North Dakota and
14			approval by the secretary of the interior, such work may be undertaken before the
15			priorities related to past coal mining have been fulfilled.
16	9.	<u>h.</u>	The protection of the public from hazards to health and safety from the adverse
17			effects of past noncoal mining practices.
18	10.	<u>i.</u>	The restoration of the environment degraded by the adverse effects of past
19			noncoal mining.
20	11.	<u>j.</u>	The construction of public facilities in accordance with section 38-14.2-05.
21	<u>2.</u>	The	abandoned mine reclamation priority under subdivision e of subsection 1 must be
22		func	ded exclusively by moneys provided by the Infrastructure Investment and Jobs Act
23		[Pul	b. L. 117-58] unless subdivisions b through d of subsection 1 have been completed
24		and	the abandoned mine reclamation program has certified the conditions to the
25		<u>Unit</u>	ted States secretary of interior.

Module ID: s_stcomrep_07_004 Carrier: Boehm Insert LC: 25.8067.01001 Title: 02000

REPORT OF STANDING COMMITTEE SB 2117

Energy and Natural Resources Committee (Sen. Patten, Chairman) recommends AMENDMENTS (25.8067.01001) and when so amended, recommends DO PASS (7 YEAS, 0 NAYS, 0 ABSENT AND NOT VOTING). SB 2117 was placed on the Sixth order on the calendar. This bill does not affect workforce development.

Dear Mr. Chair and members of the Senate Energy and Natural Resources Committee.

I am Zachary Cassidy, Carbon Pipeline Organizer and lobbyist for Dakota Resource Council. I am writing to express our support for SB 2117, which would create an abandoned mine reclamation fund. The fund will be used to reclaim and restore land impacted by coal mining. Abandoned mines can create environmental and public health risks long after the mine is active. This includes contamination of water sources, collapsed structures that can cause injury or death, soil erosion, and toxic metals used in the mining process can impact public health. This fund will be an important step in making sure that our ecosystems and the people who depend on them are protected from dangers related to abandoned mines. As such DRC is supportive of any measure that will help to limit or eliminate these risks and recommends pass on this bill. Thank you to the committee for its time.

Senate Bill 2117

Presented by: Jonathan Emmer, Director, Reclamation and AML Division

Public Service Commission

Before: Senate Energy and Natural Resources Committee

The Honorable Dale Patten, Chair

Date: January 17, 2025

TESTIMONY

Good morning, Chair Patten and members of the Senate Energy and Natural Resources Committee. For the record, my name is Jonathan Emmer, the Reclamation and Abandoned Mine Lands Division Director for the Public Service Commission, here to testify on SB 2117.

The Public Service Commission (PSC) administers the state's Abandoned Mine Land Reclamation (AML) program with federal oversight from the Office of Surface Mining Reclamation and Enforcement (OSMRE). SB 2117 is a housekeeping bill that proposes modifications to N.D.C.C. ch. 38-14.2 to mirror the federal regulations since rules and laws adopted by the PSC must be as effective as the counterpart federal rules issued by the OSMRE within the Department of the Interior.

On February 16, 2024, OSMRE submitted a review of the PSC's AML program to ensure our program is consistent with Title 30, Chapter VII, Subchapter R of the Code of Federal Regulations (CFR). The changes proposed in SB 2117 reflect OSMRE's review of N.D.C.C. ch. 38-14.2 and incorporate updates to the CFR and the United States Code (U.S.C.) made since the chapter's original approval.

On November 15, 2021, the Bipartisan Infrastructure Law (BIL), Pub. L. No. (117-58), also known as the Infrastructure Investment and Jobs Act, was enacted. The BIL authorized and appropriated \$11.293 billion for deposit into the AML fund administered by OSMRE that expands project eligibility, allowing for the reclamation of lower-priority AML sites. The additional BIL funding is available to eligible states over a 15-year period and states are allowed to set aside 30% of the annual BIL grants in a long term set aside account for future AML projects. Currently, our program receives approximately \$3.1 million per year in BIL funding.

Lastly, we request an amendment to paragraph (4) of N.D.C.C. § 38-14.2-04. This amendment is recommended by a federal reviewer to clearly state the types of projects on which the set-aside account can be expended from the BIL grant, including acid mine drainage, subsidence, and coal fires.

This concludes my testimony. I am available to stand for questions.

PROPOSED AMENDMENTS TO SENATE BILL NO. 2117

Page 3, lines 26-27, overstrike "as provided in section 38-14.2-07 but no funds may be used to reclaim noncoal project" and replace with "for the abatement of the causes and the treatment of the effects of acid mine drainage resulting from coal mining practices, including for the costs of building, operating, maintaining, and rehabilitating acid mine drainage treatment systems; the prevention, abatement, and control of subsidence; or the prevention abatement, and control of coal mine fires."

North Dakota Century Code Section 38-14.2-04(4):

. . .

4. There is created a special fund in the state treasury called the state abandoned mine reclamation safeguarding treatment for the restoration of ecosystems from abandoned mines fund set-aside trust account. Revenue to the set-aside trust account must be no more than thirty percent of the amount granted by the secretary of interior under title IV of Public Law No. 95-87 as provided by Public Law No. 117-58. This account must be interest bearing and all interest must be credited to the safeguarding treatment for the restoration of ecosystems from abandoned mines fund set-aside trust account. The funds from this account may be expended for the abatement of the causes and the treatment of the effects of acid mine drainage resulting from coal mining practices, including for the costs of building, operating, maintaining, and rehabilitating acid mine drainage treatment systems; the prevention, abatement, and control of subsidence; or the prevention abatement, and control of coal mine fires. The legislative assembly shall authorize expenditure by appropriation from the account as necessary to defray the administrative expenses of the program.

2025 HOUSE ENERGY AND NATURAL RESOURCES

SB 2117

2025 HOUSE STANDING COMMITTEE MINUTES

Energy and Natural Resources Committee

Coteau AB Room, State Capitol

SB 2117 3/14/2025

Relating to abandoned surface mine reclamation.

10:03 a.m. Vice Chairman Novak called the hearing to order.

Members Present: Chairman Porter, Vice Chairman Anderson, Vice Chair Novak, Representatives: Dockter, Hagert, Headland, Johnson, Marschall, Olson, Conmy, Foss

Members Absent: Representative Heinert, Representative Ruby

Discussion Topics:

- Land Reclamation
- Coal Development

10:04 a.m. Jonathan Emmer, Division Director, Reclamation and the Abandon Mine lands, Public Service Commission, PSC, testified in favor and submitted testimony. #41294

10:07 a.m. Sam Wagner, ND Resource Council, testified in favor and submitted testimony. #41452

10:09 a.m. Vice Chairman Novak closed the closed the hearing.

Leah Kuball, Committee Clerk

Senate Bill 2117

Presented by: Jonathan Emmer, Director, Reclamation and AML Division

Public Service Commission

Before: House Energy and Natural Resources Committee

The Honorable Todd Porter, Chair

Date: March 14, 2025

TESTIMONY

Good morning, Chair Porter and members of the House Energy and Natural Resources Committee. For the record, my name is Jonathan Emmer, the Reclamation and Abandoned Mine Lands Division Director for the Public Service Commission, here to testify on SB 2117.

The Public Service Commission (PSC) administers the state's Abandoned Mine Land Reclamation (AML) program with federal oversight from the Office of Surface Mining Reclamation and Enforcement (OSMRE). Abandoned mine lands are coal mines that were mined before August 3, 1977 and left abandoned or unreclaimed. SB 2117 is a housekeeping bill that proposes modifications to N.D.C.C. ch. 38-14.2 to mirror the federal regulations since rules and laws adopted by the PSC must be as effective as the counterpart federal rules issued by the OSMRE within the Department of the Interior.

On February 16, 2024, OSMRE submitted a review of the PSC's AML program to ensure our program is consistent with Title 30, Chapter VII, Subchapter R of the Code of Federal Regulations (CFR). The changes proposed in SB 2117 reflect OSMRE's review of N.D.C.C. ch. 38-14.2 and incorporate updates to the CFR and the United States Code (U.S.C.) made since the chapter's original approval.

On November 15, 2021, the Bipartisan Infrastructure Law (BIL), Pub. L. No. (117-58), also known as the Infrastructure Investment and Jobs Act, was enacted. The BIL authorized and appropriated \$11.293 billion for deposit into the AML fund administered by OSMRE that expands project eligibility, allowing for the reclamation of lower-priority AML sites. The additional BIL funding is available to eligible states over a 15-year period and states are allowed to set aside 30% of the annual BIL grants in a long-term set aside account for future AML projects. Currently, our program receives approximately \$3.1 million per year in BIL funding.

This concludes my testimony. I am available to stand for questions.

Testimony SB2117

Sam Wagner
Ag and Food Field Organizer
Dakota Resource Council
1902 E Divide Ave
Bismarck ND 58501
Testimony in Support for SB2117

To the Honorable Chairman and the members of the Committee. We submit these remarks on behalf of DRC.

DRC was founded in 1978 by farmers, ranchers, and landowners that wanted to ensure the land was protected and reclaimed during coal development. We worked to get reclamation laws in place at the state and federal levels and are proud of that legacy. Governor Art Link stated in his Landscape is Quiet Again speech 1973: "And when we are through with that and the landscape is quiet again, when the draglines, the blasting rigs, the power shovels and the huge gondolas cease to rip and roar and when the last bulldozer has pushed the spoil pile into place and the last patch of barren earth has been seeded to grass or grain, let those who follow and repopulate the land be able to say, our grandparents did their job well. The land is as good and in some cases, better than before. Only if they can say this, will we be worthy of the rich heritage of our land and its resources."

We need this bill helps make sure that more lands in coal country are reclaimed and allows North Dakota to live up to Governor Link's famous speech. Reclaimed lands can be returned to family farms, or used for recreation, which in turn benefits all North Dakotas.

We urge a do pass recommendation

2025 HOUSE STANDING COMMITTEE MINUTES

Energy and Natural Resources Committee

Coteau AB Room, State Capitol

SB 2117 3/27/2025

Relating to abandoned surface mine reclamation.

9:19 a.m. Chairman Porter called the hearing to order.

Members Present: Chairman Porter, Vice Chairman Anderson, Vice Chair Novak, Representatives: Dockter, Hagert, Headland, Heinert, Johnson, Marschall, Olson, Conmy, Foss

Members absent: Representative M. Ruby

Discussion Topics:

Committee action.

9:20 a.m. Randy Christman, Chair, Public Service Commission, introduced amendment 25.0867.02001. #44294

9:23 a.m. Vice Chairwoman Novak moved to adopt amendment 25.0867.02001.

9:24 a.m. Vice Chairman D. Anderson seconded the motion.

Voice Vote: Motion carried

9:24 a.m. Vice Chairwoman Novak moved a Do Pass as Amended.

9:24 a.m. Representative J. Olson seconded the motion.

Representatives	Vote
Representative Todd Porter	Υ
Representative Dick Anderson	Υ
Representative Anna Novak	Υ
Representative Liz Conmy	Υ
Representative Jason Dockter	Υ
Representative Austin Foss	Υ
Representative Jared c. Hagert	Υ
Representative Craig Headland	AB
Representative Pat D. Heinert	Υ
Representative Jorin Johnson	Υ
Representative Andrew Marschall	Υ
Representative Jeremy L. Olson	Υ
Representative Matthew Ruby	AB

Motion carried: 11-0-2

House Energy and Natural Resources Committee SB 2117 03-27-25 Page 2

Bill carrier: Vice Chairwoman Novak

9:25 a.m. Chairman Porter closed the meeting

Leah Kuball, Committee Clerk

25.8067.02001 Title.03000 Prepared by the Legislative Council 3/27/25 staff for Representative Porter March 26, 2025

Sixty-ninth Legislative Assembly of North Dakota

PROPOSED AMENDMENTS TO FIRST ENGROSSMENT

ENGROSSED SENATE BILL NO. 2117

Introduced by

Energy and Natural Resources Committee

(At the request of the Public Service Commission)

- 1 A BILL for an Act to amend and reenact subsection 1 of section 38-14.2-02, and sections
- 2 38-14.2-04, 38-14.2-06, and 38-14.2-07 of the North Dakota Century Code, relating to
- 3 abandoned surface mine reclamation.

4 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- SECTION 1. AMENDMENT. Subsection 1 of section 38-14.2-02 of the North Dakota
 Century Code is amended and reenacted as follows:
- 7 1. "Abandoned mine reclamation plan" means a plan for the reclamation of lands and 8 water adversely affected by past coal mining and noncoal mining practices. The plan 9 must generally identify all areas to be reclaimed in the state of North Dakota, the 10 purposes for which the reclamation is proposed, the relationship of the lands to be 11 reclaimed and the proposed reclamation to surrounding areas, and the specific criteria 12 for ranking and identifying projects to be funded, and the legal authority and 13 programmatic capability to perform such work as required by the Surface Mining 14 Control and Reclamation Act of 1977 [Pub. L. 95-87; 30 U.S.C. 1235].
 - **SECTION 2. AMENDMENT.** Section 38-14.2-04 of the North Dakota Century Code is amended and reenacted as follows:
- 17 38-14.2-04. State abandoned mine reclamation fund.
- There is hereby created the state abandoned mine reclamation fund.
- Revenue to the fund must include:

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1		a.	Mor	neys applied for and received by the commission pursuant to title IV of Public
2			Law	95-87 [91 Stat. 456; 30 U.S.C. 1231 et seq.], for the purposes of this
3			cha	pter.
4		b.	Mor	neys donated to the commission by persons, corporations, limited liability
5			com	panies, associations, and foundations for the purposes of this chapter.
6		C.	Mor	neys collected by the commission from charges for uses of lands acquired or
7			recla	aimed with moneys from the fund, after expenditures for maintenance have
8			bee	n deducted.
9		d.	Mor	neys recovered by the commission through satisfaction of liens filed against
10			priva	ately owned lands reclaimed with moneys from the fund.
11		e.	Mor	neys recovered by the commission from the sale of lands acquired with
12			mor	neys from the fund.
13		f.	Suc	h other moneys as may be deposited in the fund for use in carrying out the
14			purp	poses of the abandoned mine reclamation program.
15	2.	Moi	neys i	in the fund may be used for the following purposes:
16	¥	a.	Rec	elamation and restoration of land and water resources as defined by section
17			38-1	14.2-06 and adversely affected by past mining, including but not limited to:
18			(1)	Reclamation and restoration of abandoned surface mined areas,
19				abandoned coal processing areas, and abandoned coal refuse disposal
20				areas.
21			(2)	Reclamation of lands affected by underground mine subsidence.
22			(3)	Planting of land adversely affected by past coal mining or noncoal mining to
23				prevent erosion and sedimentation.
24			(4)	Prevention, abatement, treatment, and control of water pollution created by
25				coal mine or noncoal mine drainage including restoration of streambeds,
26				and construction and operation of water treatment plants.
27			(5)	Prevention, abatement, and control of burning coal refuse disposal areas
28				and burning coal in situ.
29			(6)	Prevention, abatement, and control of coal mine subsidence.
30		b.	Acq	uisition or lease of land as provided for in this chapter.

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- c. Studies by the commission by contract with public and private organizations to provide information, advice, and technical assistance, including research and demonstration projects, conducted for the purposes of this chapter.
- d. All other necessary expenses to accomplish the purposes of this chapter, including administrative expenses and costs incurred in the development of the abandoned mine reclamation plan and the abandoned mine reclamation program.
- There is created a special fund in the state treasury called the state abandoned mine reclamation fund set-aside trust account. Revenue to the set-aside trust account must be ten percent of the amount granted by the secretary of the interior under title IV of Public Law 95-87 as provided by Public Law 100-34 for amounts awarded before December 20, 2006. This account must be interest bearing and all interest must be credited to the set-aside trust account. No funds from this account may be expended prior to September 30, 2004. After September 30, 2004, the funds may be expended as provided in this subsection but no funds may be used to reclaim noncoal projects. The legislative assembly shall authorize expenditure by appropriation from the account as necessary to defray the administrative expenses of the program. The remaining funds in the account may only be used in accordance with subdivisions a, b, and c, of subsection 1 of section 38-14.2-07 but no funds may be used on noncoal projects. The liability of the state to fulfill the requirements of this subsection is limited to the amount of funds available in the account established in this subsection. The state has no obligations under this subsection except to the extent of federal funds deposited in the coal mine mitigationstate abandoned mine reclamation fund set-aside trust account and the interest thereon to operate the program.
- 4. There is created a special fund in the state treasury called the state abandoned mine reclamation safeguarding treatment for the restoration of ecosystems from abandoned mines fund set-aside trust account. Revenue to the set-aside trust account must be no more than thirty percent of the annual amount granted by the secretary of interior under title IV of Public Law No. 95-87 as provided by Public Law No. 117-58 and Public Law No. 117-328. This account must be interest bearing and all interest must be credited to the safeguarding treatment for the restoration of ecosystems from

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amended and reenacted as follows:

1	abandoned mines fund set-aside trust account. The funds from this account may be				
2	expended for:				
3		<u>a.</u>	The abatement of the causes and treatment of the effects of acid mine drainage		
4			resulting from coal mining practices, including costs of building, operating,		
5			maintaining, and rehabilitating acid mine drainage treatment systems;		
6		<u>b.</u>	The prevention, abatement, and control of subsidence; and or		
7		<u>C.</u>	The prevention abatement, and control of coal mine fires.		
8	<u>5.</u>	The	legislative assembly shall authorize expenditure by appropriation from the account		
9		<u>und</u>	er subsection 4 as necessary to defray the administrative expenses of the		
10		prog	gram.		
11	SEC	OTIO	N 3. AMENDMENT. Section 38-14.2-06 of the North Dakota Century Code is		
12	amende	ed and	d reenacted as follows:		
13	38-	14.2-0	06. Eligible lands and water.		
14	Lan	ds an	nd water eligible for reclamation or drainage abatement expenditures under this		
15	chapter are those which were mined for coal or which were affected by such mining,				
16	wastebanks, coal processing or other coal mining processes and abandoned or left in an				
17	inadequate reclamation status prior to August 3, 1977, and for which there is no continuing				
18	reclamation responsibility under other state laws. Lands and water which were mined or				
19	affected by mining for minerals and materials other than coal are also eligible for reclamation				
20	under this chapter if suchthe reclamation is necessary to protect the public health, safety,				
21	general welfare, and property and such, the noncoal abandoned mine lands were left in an				
22	inadequate reclamation status prior to August 3, 1977, and for which there is no continuing				
23	reclamation responsibility under other state or federal laws, and the state has received				
24	certification from the United States secretary of the interior under 30 U.S.C. 1239 or 30 U.S.C.				
25	1240(a). Lands and water designated for remedial action under the Uranium Mill Tailings				
26	Radiation Control Act of 1978 [42 U.S.C. 7901 et seq.] or listed for remedial action under the				
27	Comprehensive Environmental Response, Compensation, and Liability Act of 1980 [42 U.S.C.				
28	9601 et seq.] are not eligible for reclamation or drainage abatement expenditures under this				
29	chapter.				
30	SEC	OITS	N 4. AMENDMENT. Section 38-14.2-07 of the North Dakota Century Code is		

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1	38-14.2-	07. Commission authorized to administer abandoned mine reclamation
2	program - O	bjectives - Priorities.
3	<u>1.</u> The	e commission is hereby authorized to develop, administer, and enforce an
4	aba	andoned mine reclamation program. Expenditure of funds for the projects under this
5	pro	gram must reflect priorities in the order stated:
6	1. <u>a.</u>	Administrative expenses and costs incurred in the development of the
7		abandoned mine reclamation plan and the abandoned mine reclamation
8		program.
9	<u> 2. b.</u>	_The protection of public health, safety, general welfare, and property from
10		extreme danger resulting from the adverse effects of past coal mining practices.
11		including the restoration of eligible land and water resources and the
12		environment:
13	ſ	(1) Previously degraded by the adverse effects of coal mining practices; and
14		(2) Located adjacent to a site that has been or will be remediated to protect the
15		public health, safety, and property from extreme danger of adverse effects
16		of coal mining practices.
17	3. <u>c.b.</u>	The protection of public health, and safety, and general welfare from adverse
18		effects of past coal mining practices which do not constitute an extreme danger-
19		including the restoration of eligible land and water resources and the
20		environment:
21		(1) Previously degraded by the adverse effects of coal mining practices; and
22		(2) Located adjacent to a site that has been or will be remediated to protect the
23		public health and safety from adverse effects of coal mining practices.
24	4. <u>d.c.</u>	The restoration of eligible land and water resources and the environment
25		geographically contiguous to an area provided in subdivisions b or c previously
26		degraded by adverse effects of past coal mining practices, including measures
27		for the conservation and development of soil, water (excluding channelization),
28		woodland, fish and wildlife, recreation resources, and agricultural productivity.
29	5. <u>e.</u>	Research and demonstration projects relating to the development of surface coal
30		mining reclamation and water quality control program methods and
31		techniques The restoration of eligible land and water resources and the

1		environment, which is not geographically contiguous to the area provided in
2		subdivisions b and c, previously degraded by adverse effects of past coal mining
3		practices, including measures for the conservation and development of soil,
4		water, excluding channelization, woodland, fish and wildlife, recreation resources,
5		and agricultural productivity.
6	6. <u>f.d.</u>	The protection, repair, replacement, construction, or enhancement of public
7		facilities such as utilities, roads, recreation, and conservation facilities adversely
8		affected by pastwater supply facilities, including water distribution facilities and
9		treatment plants adversely affected by coal mining practices.
10	7. The	development of publicly owned land adversely affected by past coal mining
11	prac	tices, including land acquired as provided in this chapter, for recreation, historic,
12	cons	servation, and reclamation purposes and open space benefits.
13	−−8. g.	
14	2. The	protection of the public from hazards endangering life and property resulting from
15	the	adverse effects of past noncoal mining practices upon certification from the United
16	Stat	es secretary of interior as provided in 30 U.S.C. 1240(a). However, upon request
17	by ti	ne governor of the state of North Dakota and approval by the secretary of the
18	inte	rior, such work may be undertaken before the priorities related to past coal mining
19	have	e been fulfilled. Expenditure of funds from the project under this subsection must
20	refle	ect the priorities in the order stated:
21	9. <u>h.a.</u>	The protection of the public from hazards to health and, safety, general welfare,
22		and property from the adverse effects of past-noncoal mining practices.
23	10. <u>i.b.</u>	The restoration of the environment degraded by the protection of public health,
24		safety, and general welfare from adverse effects of past-noncoal mining
25		<u>practices</u> .
26	11. j.c.	The construction of public facilities in accordance with section
27		38-14.2-05 restoration of land and water resources and the environment
28		previously degraded by the adverse effects of noncoal mining practices.
29	<u>2.</u> The	abandoned mine reclamation priority under subdivision e of subsection 1 must be
30	func	ded exclusively by moneys provided by the Infrastructure Investment and Jobs Act
31	[Pu	b. L. 117-581 unless subdivisions b through d of subsection 1 have been completed



1		and the abandoned mine reclamation program has certified the conditions to the
2		United States secretary of interior.
3	3.	Funds granted by the secretary of interior under title IV of Public Law No. 95-87 as
4		provided by Public Law No. 117-58 may be used only for the activities described in
5		subsection 1.

Module ID: h_stcomrep_49_022 Carrier: Novak Insert LC: 25.8067.02001 Title: 03000

REPORT OF STANDING COMMITTEE ENGROSSED SB 2117

Energy and Natural Resources Committee (Rep. Porter, Chairman) recommends AMENDMENTS (25.8067.02001) and when so amended, recommends DO PASS (11 YEAS, 0 NAYS, 2 ABSENT OR EXCUSED AND NOT VOTING). SB 2117 was placed on the Sixth order on the calendar.

25.8067.02001 Title.

Sixty-ninth Legislative Assembly of North Dakota

Prepared by the Legislative Council staff for Representative Porter March 26, 2025

PROPOSED AMENDMENTS TO FIRST ENGROSSMENT

ENGROSSED SENATE BILL NO. 2117

Introduced by

Energy and Natural Resources Committee (At the request of the Public Service Commission)

- A BILL for an Act to amend and reenact subsection 1 of section 38-14.2-02, and sections 1
- 2 38-14.2-04, 38-14.2-06, and 38-14.2-07 of the North Dakota Century Code, relating to
- 3 abandoned surface mine reclamation.

BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA: 4

- 5 SECTION 1. AMENDMENT. Subsection 1 of section 38-14.2-02 of the North Dakota 6
- Century Code is amended and reenacted as follows:
- 7 "Abandoned mine reclamation plan" means a plan for the reclamation of lands and 8 water adversely affected by past coal mining and noncoal mining practices. The plan 9 must generally identify all areas to be reclaimed in the state of North Dakota, the 10 purposes for which the reclamation is proposed, the relationship of the lands to be reclaimed and the proposed reclamation to surrounding areas, and the specific criteria 11 12 for ranking and identifying projects to be funded, and the legal authority and 13 programmatic capability to perform such work as required by the Surface Mining 14 Control and Reclamation Act of 1977 [Pub. L. 95-87; 30 U.S.C. 1235].
 - SECTION 2. AMENDMENT. Section 38-14.2-04 of the North Dakota Century Code is amended and reenacted as follows:
- 17 38-14.2-04. State abandoned mine reclamation fund.
- 18 There is hereby created the state abandoned mine reclamation fund.
- 19 1. Revenue to the fund must include:

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1		a.	Mon	eys applied for and received by the commission pursuant to title IV of Public
2			Law	95-87 [91 Stat. 456; 30 U.S.C. 1231 et seq.], for the purposes of this
3			chap	oter.
4		b.	Mon	eys donated to the commission by persons, corporations, limited liability
5			com	panies, associations, and foundations for the purposes of this chapter.
6		C.	Mon	eys collected by the commission from charges for uses of lands acquired or
7			recla	aimed with moneys from the fund, after expenditures for maintenance have
8			beer	n deducted.
9		d.	Mon	neys recovered by the commission through satisfaction of liens filed against
10			priva	ately owned lands reclaimed with moneys from the fund.
11		e.	Mon	neys recovered by the commission from the sale of lands acquired with
12			mon	neys from the fund.
13		f.	Suc	h other moneys as may be deposited in the fund for use in carrying out the
14			purp	poses of the abandoned mine reclamation program.
15	2.	Mor	neys i	n the fund may be used for the following purposes:
16		a.	Rec	lamation and restoration of land and water resources as defined by section
17			38-1	14.2-06 and adversely affected by past mining, including but not limited to:
18			(1)	Reclamation and restoration of abandoned surface mined areas,
19				abandoned coal processing areas, and abandoned coal refuse disposal
20				areas.
21			(2)	Reclamation of lands affected by underground mine subsidence.
22			(3)	Planting of land adversely affected by past coal mining or noncoal mining to
23				prevent erosion and sedimentation.
24			(4)	Prevention, abatement, treatment, and control of water pollution created by
25				coal mine or noncoal mine drainage including restoration of streambeds,
26				and construction and operation of water treatment plants.
27			(5)	Prevention, abatement, and control of burning coal refuse disposal areas
28				and burning coal in situ.
29			(6)	Prevention, abatement, and control of coal mine subsidence.
30		b.	Acq	uisition or lease of land as provided for in this chapter.

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- c. Studies by the commission by contract with public and private organizations to provide information, advice, and technical assistance, including research and demonstration projects, conducted for the purposes of this chapter.
 - d. All other necessary expenses to accomplish the purposes of this chapter, including administrative expenses and costs incurred in the development of the abandoned mine reclamation plan and the abandoned mine reclamation program.
- 3. There is created a special fund in the state treasury called the state abandoned mine reclamation fund set-aside trust account. Revenue to the set-aside trust account must be ten percent of the amount granted by the secretary of the interior under title IV of Public Law 95-87 as provided by Public Law 100-34-for amounts awarded before December 20, 2006. This account must be interest bearing and all interest must be credited to the set-aside trust account. No funds from this account may be expended prior to September 30, 2004. After September 30, 2004, the funds may be expended as provided in this subsection but no funds may be used to reclaim noncoal projects. The legislative assembly shall authorize expenditure by appropriation from the account as necessary to defray the administrative expenses of the program. The remaining funds in the account may only be used in accordance with subdivisions a, b, and c, of subsection 1 of section 38-14.2-07 but no funds may be used on noncoal projects. The liability of the state to fulfill the requirements of this subsection is limited to the amount of funds available in the account established in this subsection. The state has no obligations under this subsection except to the extent of federal funds deposited in the coal mine mitigationstate abandoned mine reclamation fund set-aside trust account and the interest thereon to operate the program.
- 4. There is created a special fund in the state treasury called the state abandoned mine reclamation safeguarding treatment for the restoration of ecosystems from abandoned mines fund set-aside trust account. Revenue to the set-aside trust account must be no more than thirty percent of the annual amount granted by the secretary of interior under title IV of Public Law No. 95-87 as provided by Public Law No. 117-58 and Public Law No. 117-328. This account must be interest bearing and all interest must be credited to the safeguarding treatment for the restoration of ecosystems from

1		<u>aba</u>	ndoned mines fund set-aside trust account. The funds from this account may be		
2		exp	ended for:		
3		The abatement of the causes and treatment of the effects of acid mine drainage			
4			resulting from coal mining practices, including costs of building, operating,		
5			maintaining, and rehabilitating acid mine drainage treatment systems;		
6		<u>b.</u>	The prevention, abatement, and control of subsidence; and or		
7		<u>C.</u>	The prevention abatement, and control of coal mine fires.		
8	<u>5.</u>	The	legislative assembly shall authorize expenditure by appropriation from the account		
9		und	er subsection 4 as necessary to defray the administrative expenses of the		
10		prog	gram.		
11	SEC	OIT	3. AMENDMENT. Section 38-14.2-06 of the North Dakota Century Code is		
12	amende	d and	d reenacted as follows:		
13	38-1	4.2-0	06. Eligible lands and water.		
14	Lan	ds an	d water eligible for reclamation or drainage abatement expenditures under this		
15	chapter	are th	nose which were mined for coal or which were affected by such mining,		
16	wastebanks, coal processing or other coal mining processes and abandoned or left in an				
17	inadequate reclamation status prior to August 3, 1977, and for which there is no continuing				
18	reclamation responsibility under other state laws. Lands and water which were mined or				
19	affected by mining for minerals and materials other than coal are also eligible for reclamation				
20	under this chapter if suchthe reclamation is necessary to protect the public health, safety,				
21	general welfare, and property and such, the noncoal abandoned mine lands were left in an				
22	inadequate reclamation status prior to August 3, 1977, and for which there is no continuing				
23	reclamation responsibility under other state or federal laws, and the state has received				
24	certifica	tion f	rom the United States secretary of the interior under 30 U.S.C. 1239 or 30 U.S.C.		
25	1240(a). Lands and water designated for remedial action under the Uranium Mill Tailings				
26	Radiation Control Act of 1978 [42 U.S.C. 7901 et seq.] or listed for remedial action under the				
27	Comprehensive Environmental Response, Compensation, and Liability Act of 1980 [42 U.S.C.				
28	9601 et seq.] are not eligible for reclamation or drainage abatement expenditures under this				
29	chapter.				
30	SEC	CTIO	N 4. AMENDMENT. Section 38-14.2-07 of the North Dakota Century Code is		
31	amende	ed and	d reenacted as follows:		

1	38-14.2-0	7. Con	nmission authorized to administer abandoned mine reclamation		
2	program - Objectives - Priorities.				
3	<u>1.</u> The	commi	ssion is hereby authorized to develop, administer, and enforce an		
4	aba	ndoned	mine reclamation program. Expenditure of funds for the projects under this		
5	prog	gram m	ust reflect priorities in the order stated:		
6	1. <u>a.</u>	Admir	nistrative expenses and costs incurred in the development of the		
7		abane	loned mine reclamation plan and the abandoned mine reclamation		
8		progra	am.		
9	2. <u>b.</u>	_The p	rotection of public health, safety, general welfare, and property from		
10		extren	ne danger resulting from the adverse effects of past coal mining practices-,		
11		includ	ing the restoration of eligible land and water resources and the		
12		enviro	nment:		
13		(1) <u>F</u>	Previously degraded by the adverse effects of coal mining practices; and		
14		<u>(2)</u> <u>L</u>	ocated adjacent to a site that has been or will be remediated to protect the		
15		Ī	public health, safety, and property from extreme danger of adverse effects		
16		2	of coal mining practices.		
17	3. <u>e.b.</u>	The p	rotection of public health, and safety, and general welfare from adverse		
18		effects	s of past coal mining practices which do not constitute an extreme danger-,		
19		includ	ing the restoration of eligible land and water resources and the		
20		enviro	onment:		
21		<u>(1)</u> <u>I</u>	Previously degraded by the adverse effects of coal mining practices; and		
22		<u>(2)</u> <u>l</u>	ocated adjacent to a site that has been or will be remediated to protect the		
23		I	public health and safety from adverse effects of coal mining practices.		
24	4. <u>d.c.</u>	The re	estoration of eligible land and water resources and the environment		
25		geogr	aphically contiguous to an area provided in subdivisions b or c previously		
26		degra	ded by adverse effects of past coal mining practices, including measures		
27		for the	e conservation and development of soil, water (excluding channelization),		
28	T.	wood	and, fish and wildlife, recreation resources, and agricultural productivity.		
29	5. <u>e.</u>	Resea	arch and demonstration projects relating to the development of surface coal		
30	ř	minin	g reclamation and water quality control program methods and		
31		techn	iquesThe restoration of eligible land and water resources and the		

1			environment, which is not geographically contiguous to the area provided in
2			subdivisions b and c, previously degraded by adverse effects of past coal mining
3			practices, including measures for the conservation and development of soil,
4			water, excluding channelization, woodland, fish and wildlife, recreation resources,
5			and agricultural productivity.
6	6.	f.d.	The protection, repair, replacement, construction, or enhancement of public
7			facilities such as utilities, roads, recreation, and conservation facilities adversely
8			affected by pastwater supply facilities, including water distribution facilities and
9			treatment plants adversely affected by coal mining practices.
10	7.	The	development of publicly owned land adversely affected by past coal mining
11		prac	ctices, including land acquired as provided in this chapter, for recreation, historic,
12		con	servation, and reclamation purposes and open space benefits.
13	8.	g.	
14	2.	The	protection of the public from hazards endangering life and property resulting from
15		the	adverse effects of past noncoal mining practices upon certification from the United
16		Sta	tes secretary of interior as provided in 30 U.S.C. 1240(a). However, upon request
17		by t	he governor of the state of North Dakota and approval by the secretary of the
18		inte	rior, such work may be undertaken before the priorities related to past coal mining
19		hav	e been fulfilled. Expenditure of funds from the project under this subsection must
20		refle	ect the priorities in the order stated:
21	9.	<u>h.a.</u>	The protection of the public from hazards to health and, safety, general welfare,
22			and property from the adverse effects of past-noncoal mining practices.
23	10.	<u>∔b.</u>	The restoration of the environment degraded by the protection of public health,
24			safety, and general welfare from adverse effects of past-noncoal mining
25			practices.
26	11.	<u>i.c.</u>	The construction of public facilities in accordance with section
27			38-14.2-05 restoration of land and water resources and the environment
28			previously degraded by the adverse effects of noncoal mining practices.
29	<u>2.</u>	The	e abandoned mine reclamation priority under subdivision e of subsection 1 must be
30		fun	ded exclusively by moneys provided by the Infrastructure Investment and Jobs Act
31		(Pu	b. L. 117-58] unless subdivisions b through d of subsection 1 have been completed

Sixty-ninth	
Legislative Assembly	

2	Legislat	ive Assembly
1		and the abandoned mine reclamation program has certified the conditions to the
2		United States secretary of interior.
3	3.	Funds granted by the secretary of interior under title IV of Public Law No. 95-87 as
4		provided by Public Law No. 117-58 may be used only for the activities described in
5		subsection 1.