Enrolled Senate Bill 644

Sponsored by Senators GIROD, DEMBROW

CHAPTER

AN ACT

Relating to mineral resources; creating new provisions; and amending ORS 215.298, 517.750, 517.753, 517.755, 517.790, 517.820, 517.830, 517.834, 517.910, 517.952, 517.965 and 517.982.

Be It Enacted by the People of the State of Oregon:

SECTION 1. ORS 215.298 is amended to read:

215.298. (1) As used in this section and ORS 215.213 (2) and 215.283 (2):

(a) "Impact area" means an area extending 1,500 feet in any direction from the area of a proposed mining site or the farthest point from the proposed mining site where a significant conflict exists, whichever is greater, excluding from the area of the proposed mining site any undisturbed buffer areas or areas on a parcel where mining is not authorized.

(b)(A) "Mining" includes all or any part of the process of mining by the removal of overburden and the extraction of natural mineral deposits thereby exposed by any method including open-pit mining operations, auger mining operations, processing, surface impacts of underground mining, production of surface mining refuse and the construction of adjacent or off-site borrow pits except those constructed for use as access roads.

(B) "Mining" does not include excavations of sand, gravel, clay, rock or similar materials conducted by a landowner or tenant on the landowner or tenant's property for the primary purpose of reconstruction or maintenance of access roads and excavation or grading operations conducted in the process of farming or cemetery operations, on-site road construction or other on-site construction or nonsurface impacts of underground mines.

(c) "Significant mineral resource site" means a proposed mining site, other than a site for the mining of aggregate, that is located at least one mile outside the border of the nearest incorporated city and that either:

(A) Has an estimated quantity of gold, silver or other precious minerals proposed for mining of 500,000 ounces or more and will create 75 or more full-time mining-associated jobs, including but not limited to site construction, mining, operations management, processing, hauling and reclamation; or

(B) Will create 100 or more full-time mining-associated jobs, including but not limited to site construction, mining, operations management, processing, hauling and reclamation.

[(1)] (2)(a) Except as provided in subsection (3) of this section, for purposes of ORS 215.213 (2) and 215.283 (2), a land use permit is required for mining more than 1,000 cubic yards of material or excavation preparatory to mining of a surface area of more than one acre. A county may set standards for a lower volume or smaller surface area than that set forth in this subsection.

[(2)] (b) A permit for mining of aggregate shall be issued only for a site included on an inventory in an acknowledged comprehensive plan.

[(3) For purposes of ORS 215.213 (2) and 215.283 (2) and this section, "mining" includes all or any part of the process of mining by the removal of overburden and the extraction of natural mineral deposits thereby exposed by any method including open-pit mining operations, auger mining operations, processing, surface impacts of underground mining, production of surface mining refuse and the construction of adjacent or off-site borrow pits except those constructed for use as access roads. "Mining" does not include excavations of sand, gravel, clay, rock or other similar materials conducted by a landowner or tenant on the landowner or tenant's property for the primary purpose of reconstruction or maintenance of access roads and excavation or grading operations conducted in the process of farming or cemetery operations, on-site road construction or other on-site construction or nonsurface impacts of underground mines.]

(3) Notwithstanding any contrary provision of ORS 215.283 (2), county approval of an application for a land use permit under ORS 215.283 (2)(b) for mining or excavation preparatory to mining of a significant mineral resource site on land zoned for exclusive farm use that is located in Baker County, Grant County, Harney County, Lake County, Malheur County, Union County or Wallowa County is not subject to:

(a) The provisions of ORS 215.296; or

(b) Except as provided in subsection (4) of this section, any statewide land use planning goal or any administrative rule relating to land use.

(4) A county shall deny an application for a land use permit described in subsection (3) of this section if the county determines that the use will conflict with an administrative rule adopted for the purpose of implementing the Oregon Sage-Grouse Action Plan and Executive Order 15-18.

(5) A county shall deny an application for a land use permit described in subsection (3) of this section only if:

(a) The county determines, based on clear and objective standards, that the proposed use will create:

(A) A significant conflict with local road capacity, sight distances, horizontal or vertical alignment and cross section elements;

(B) A significant safety conflict with existing public airports due to bird attractants; or

(C) A significant health or safety conflict with existing residential uses within the boundaries of the impact area of the proposed use; and

(b) The county determines that the conflict identified in paragraph (a) of this subsection cannot be minimized through the imposition of reasonable and practicable mitigation measures as conditions of approval.

(6) For purposes of a county determination described in subsection (5) of this section, the county shall determine the impact area of the proposed use.

SECTION 2. ORS 517.750 is amended to read:

517.750. As used in ORS 517.702 to 517.989, unless the context requires otherwise:

(1) "Board" means the governing board of the State Department of Geology and Mineral Industries.

(2) "Completion" means termination of surface mining activities including reclamation of the surface-mined land in accordance with the approved reclamation plan and operating permit.

(3) "Cooperating agency" means the State Department of Agriculture, the State Department of Fish and Wildlife or any agency that has statutory responsibility related to a mining operation but that does not issue a permit for the mining operation.

[(3)] (4) "Department" means the State Department of Geology and Mineral Industries.

[(4)] (5) "Exploration" means all activities conducted on or beneath the surface of the earth for the purpose of determining presence, location, extent, grade or economic viability of a deposit. "Exploration" does not include prospecting or chemical processing of minerals.

[(5)] (6) "Explorer" means, notwithstanding the provisions of ORS 517.810 (2), any individual, public or private corporation, political subdivision, agency, board or department of this state, any

municipality, partnership, association, firm, trust, estate or any other legal entity whatsoever that is engaged in exploration.

[(6)] (7) "Landowner" means:

(a) The person possessing fee title to the natural mineral deposit being surface mined or explored; and

(b) The owner of an equitable interest in land that is subject to a deed of trust.

[(7)] (8) "Minerals" includes soil, coal, clay, stone, sand, gravel, metallic ore and any other solid material or substance excavated for commercial, industrial or construction use from natural deposits situated within or upon lands in this state.

[(8)] (9) "Operator" means any individual, public or private corporation, political subdivision, agency, board or department of this state, any municipality, partnership, association, firm, trust, estate or any other legal entity whatsoever that is engaged in surface mining operations.

[(9)] (10) "Overburden" means the soil, rock and similar materials that lie above natural deposits of minerals.

[(10)] (11) "Person" means any person, any federal agency or any public body, as defined in ORS 174.109.

[(11)] (12) "Processing" includes, but is not limited to, crushing, washing, milling and screening as well as the batching and blending of mineral aggregate into asphalt and portland cement concrete located within the operating permit area.

[(12)] (13) "Reclamation" means the employment in a surface mining operation or exploration of procedures reasonably designed to:

(a) Minimize, as much as practicable, the adverse effects of the surface mining operation or exploration on land, air and water resources; and

(b) Provide for the rehabilitation of surface resources adversely affected by the surface mining operations or exploration through the rehabilitation of plant cover, soil stability and water resources and through other measures that contribute to the subsequent beneficial use of the explored, mined or reclaimed lands.

[(13)] (14) "Reclamation plan" means a written proposal, submitted to the department as required by ORS 517.702 to 517.989 and subsequently approved by the department as provided in ORS 517.702 to 517.989, for the reclamation of the land area adversely affected by a surface mining operation or exploration and including, but not limited to the following information:

(a) Proposed measures to be undertaken by the operator in protecting the natural resources of adjacent lands.

(b) Proposed measures for the rehabilitation of the explored or surface-mined lands and the procedures to be applied.

(c) The procedures to be applied in the surface mining operation or exploration to control the discharge of contaminants and the disposal of surface mining refuse.

(d) The procedures to be applied in the surface mining operation or exploration in the rehabilitation of affected stream channels and stream banks to a condition minimizing erosion, sedimentation and other factors of pollution.

(e) The map required by ORS 517.790 (1)(e) and such other maps and supporting documents as may be requested by the department.

(f) A proposed time schedule for the completion of reclamation operations.

(g) Requirements of the exploration permit.

[(14)] (15) "Surface impacts of underground mining" means all waste materials produced by underground mining and placed upon the surface including, but not limited to, waste dumps, mill tailings, washing plant fines and all surface subsidence related to underground mining.

[(15)(a)] (16)(a) "Surface mining" includes:

(A) All or any part of the process of mining minerals by the removal of overburden and the extraction of natural mineral deposits thereby exposed by any method by which more than 5,000 cubic yards of minerals are extracted or by which at least one acre of land is affected within a period of 12 consecutive calendar months, including open-pit mining operations, auger mining oper-

ations, processing, surface impacts of underground mining, production of surface mining refuse and the construction of adjacent or off-site borrow pits (except those constructed for use as access roads).

(B) Removal or filling, or both, within the beds or banks of any waters of this state that is the subject of a memorandum of agreement between the Department of State Lands and the State Department of Geology and Mineral Industries in which the State Department of Geology and Mineral Industries is assigned sole responsibility for permitting as described in ORS 517.797.

(b) "Surface mining" does not include:

(A) Excavations of sand, gravel, clay, rock or other similar materials conducted by the landowner or tenant for the primary purpose of construction, reconstruction or maintenance of access roads on the same parcel or on an adjacent parcel that is under the same ownership as the parcel that is being excavated;

(B) Excavation or grading operations, reasonably necessary for farming;

(C) Nonsurface effects of underground mining;

(D) Removal of rock, gravel, sand, silt or other similar substances removed from the beds or banks of any waters of this state pursuant to a permit issued under ORS 196.800 to 196.900; or

(E) Excavations or reprocessing of aggregate material, or grading operations, within the highway right of way reasonably necessary for the construction, reconstruction or maintenance of a highway as defined in ORS 801.305.

[(16)] (17) "Surface mining refuse" means all waste materials, soil, rock, mineral, liquid, vegetation and other materials resulting from or displaced by surface mining operations within the operating permit area, including all waste materials deposited in or upon lands within the operating permit area.

[(17)] (18) "Underground mining" means all human-made excavations below the surface of the ground through shafts or adits for the purpose of exploring for, developing or producing valuable minerals.

SECTION 3. ORS 517.790 is amended to read:

517.790. (1) A landowner or operator may not allow or engage in surface mining on land not surface mined on July 1, 1972, without holding a valid operating permit from the State Department of Geology and Mineral Industries for the surface mining operation. A separate permit is required for each separate surface mining operation. A person seeking an operating permit from the department shall submit an application on a form provided by the department that contains the following information:

(a) The name and address of the landowner and the operator and the names and addresses of any persons designated by them as their agents for the service of process.

- (b) The materials for which the operation is to be conducted.
- (c) The type of surface mining to be employed in the operation.
- (d) The proposed date for the initiation of the operation.

(e) The size and legal description of the lands that will be affected by the operation, and, if more than 10 acres of land will be affected by the operation and if the department determines that the conditions warrant it, a map of the lands to be surface mined that includes the boundaries of the affected lands, topographic details of the lands, the location and names of all streams, roads, railroads, utility facilities, wells, irrigation ditches, ponds, stockpiles, buffers, setbacks and excavation boundaries within or adjacent to the lands, the location of all proposed access roads to be protected or constructed in conducting the operation and the names and addresses of the owners of all surface and mineral interests of the lands included within the surface mining area.

(f) If practicable, a plan for visual screening by vegetation or otherwise that will be established and maintained on the lands within the operation for the purpose of screening the operation from the view of persons using adjacent public highways, public parks and residential areas.

- (g) The type of monitoring well abandonment procedures.
- (h) A proposed reclamation plan that is acceptable to and approved by the department.

(i) Any other information that the department considers pertinent in its review of the application.

(2) The department may waive the requirement for preparation and approval of a reclamation plan if:

(a) The operation is conducted as part of the on-site construction of a building, public works project or other physical improvement of the subject property;

(b) The operation is reasonably necessary for such construction; and

(c) The proposed improvements are authorized by the local jurisdiction with land use authority.

(3) The department may not issue an operating permit to an operator other than the owner or owners of the surface and mineral interests of the lands included within the surface mining area unless the operator:

(a) Has written approval from the owner or owners of all surface and mineral interests of the lands included within the surface mining area; and

(b) Maintains a legal interest in the lands that is sufficient to ensure that the operator has the authority to operate and reclaim the lands as provided in the operating permit and reclamation plan.

(4) The department may refuse to issue an operating permit to a person who has not, in the determination of the department, substantially complied with the conditions of an operating permit or reclamation plan, the provisions of this chapter or the rules adopted by the department to carry out the purposes of this chapter.

(5) The department shall issue a provisional operating permit to an applicant that has not obtained all required federal, state and local permits and approvals for the proposed mining operation, provided:

(a) The applicant has complied with this chapter and the rules adopted by the department to carry out the purposes of this chapter; and

(b) The permit:

(A) Does not become effective until the applicant obtains all required permits and approvals; and

(B) Contains conditions:

(i) Requiring the applicant to obtain an amendment to the provisional operating permit if necessary to conform with a subsequently obtained federal, state or local permit or approval; and

(ii) Prohibiting the applicant from allowing or engaging in any surface mining operations on the land prior to the effective date of the provisional operating permit.

SECTION 4. ORS 517.820 is amended to read:

517.820. (1) Upon good cause shown, the State Department of Geology and Mineral Industries may grant reasonable extensions of time for the completion by the landowner or operator and the submission to the department of a proposed reclamation plan required by ORS 517.790. Each reclamation plan submitted to the department must provide that all reclamation activities shall be completed within three years after the termination of mineral extraction from the surface mining operation conducted within each separate area for which an operating permit is requested. Each such reclamation plan shall be approved by the department if it adequately provides for the reclamation of surface-mined lands.

(2) [*The department*,] Prior to approving a proposed reclamation plan, **the department** shall consult with all other [*interested state*] **cooperating** agencies and appropriate local planning authorities.

SECTION 5. ORS 517.830 is amended to read:

517.830. (1) Upon receipt of an application for an operating permit, the State Department of Geology and Mineral Industries shall:

(a) Inspect the operating site described in the application; [and]

(b) Provide notice to the local jurisdiction and an opportunity for the local jurisdiction to, within 30 days after the date of the notice, request that the department delay a decision on an operating permit and reclamation plan as provided in subsection (4) of this section[.]; and

(c) If the application is not subject to the consolidated application process under ORS 517.952 to 517.989, provide notice to each federal and state permitting agency, as defined in ORS 517.952, and each cooperating agency and provide an opportunity for the agencies to, within 30 days after the date of the notice, respond in writing to the department identifying reasonably expected adverse effects of the proposed mining operation on land, air, water or wildlife resources.

(2) Within 90 days after the date that the application and the required permit fee are received, the department shall issue the operating permit applied for or, if it considers the application incomplete, return the application to the applicant for correction of the deficiencies indicated by the department. An operating permit that is not subject to ORS 517.952 to 517.989 shall contain reasonable conditions designed to avoid or minimize an adverse effect identified by an agency pursuant to subsection (1)(c) of this section, provided:

(a) A permit issued by a federal, state or local permitting agency approving the mining operation does not include provisions to mitigate the adverse effect; and

(b) The land use decision issued by the local government approving the mining operation does not include provisions to mitigate the adverse effect.

(3) Failure by the department to act upon the reclamation plan submitted with an application for an operating permit within the 90-day period referred to in subsection (2) of this section is not a denial by the department of the operating permit applied for. The department, pending final approval of a reclamation plan, may issue a provisional permit subject to reasonable limitations that may be prescribed by the department and conditioned upon the applicant's compliance with the bond and security requirements established by ORS 517.810.

(4)(a) Notwithstanding subsections (2) and (3) of this section, if an application involves an aggregate site that requires a permit issued pursuant to ORS 215.427 or 227.178, and if the local jurisdiction requests that the application not be decided until the local jurisdiction has taken final action, the department shall make a final decision on the operating permit and reclamation plan no later than 165 days after the date a complete land use application is submitted to the local jurisdiction, unless the applicant agrees to allow additional time under ORS 215.427, 215.429, 227.178 or 227.179. If a plan amendment is required as part of issuance of a permit, the provisions of paragraph (b) of this subsection apply. The department may not approve an operating permit and reclamation plan if the land use application is denied.

(b) Notwithstanding subsections (2) and (3) of this section, if an application involves an aggregate site that requires amendment to a comprehensive plan, as defined in ORS 197.015, and if the local jurisdiction requests that the application not be decided until the local jurisdiction has taken final action on the plan amendment, the department may not make a final decision on the operating permit and reclamation plan until the local jurisdiction has taken final action on the plan amendment. The department shall make its final decision within 45 days of the date that the local jurisdiction has taken final action on the plan amendment. The department may not approve an operating permit and reclamation plan if the plan amendment is denied.

(5) Conditions and requirements imposed on an operating permit and reclamation plan, and modifications thereto, issued subsequent to issuance of a local jurisdiction permit shall be compatible with the requirements and conditions of the local government permit, unless more stringent requirements are necessary to comply with the provisions of ORS 517.750 to 517.901.

(6)(a) If a local jurisdiction does not request that the department delay a decision on an operating permit and reclamation plan as provided in subsections (1)(b) and (4) of this section, the department shall, prior to issuing the operating permit, give the local jurisdiction notice and an opportunity to provide comments and the following information about the proposed operating permit and reclamation plan:

(A) Information about any applicable local land use regulations;

(B) Whether the site described in the proposed operating permit and reclamation plan is included on a local government inventory required by any open spaces, scenic and historic areas and natural resources land use planning goal;

(C) A statement that an application has or has not been filed for local approval; and

(D) Any other information that the local jurisdiction considers pertinent in its review of the application.

(b) A local jurisdiction shall respond to a notice provided under paragraph (a) of this subsection within 35 days after the date of the notice.

(7) If the department refuses to approve a submitted reclamation plan, it shall notify the applicant, in writing, of its reasons for the refusal to approve the reclamation plan, including additional requirements as may be prescribed by the department for inclusion in the reclamation plan. Within 60 days after the receipt of the notice, the applicant shall comply with the additional requirements prescribed by the department for the reclamation plan or file with the department a notice of appeal from the decision of the department with respect to the reclamation plan. If a notice of appeal is filed with the department by the applicant, the department may issue a provisional permit to the applicant.

(8) If an application is submitted as part of the consolidated application process under ORS 517.952 to 517.989, review of the application and approval or denial of the application shall be in accordance with ORS 517.952 to 517.989. However, the review and approval or denial shall take into consideration all policy considerations for issuing a permit under ORS 517.702 to 517.989.

SECTION 6. ORS 517.910 is amended to read:

517.910. For the purposes of ORS 517.910 to 517.989:

[(1) Notwithstanding ORS 517.750 (12), "reclamation" means the employment in a surface mining operation of procedures reasonably designed to minimize as much as practicable the disruption from the surface mining operation or surface mining processing operation and to provide for the rehabilitation of any such surface resources through the use of plant cover, soil stability techniques, measures to protect the surface and subsurface water resources, including but not limited to domestic water use and agricultural water use, and other measures appropriate to the subsequent beneficial use of any land or water resource affected by a surface mining or processing operation.]

(1) "Impact area" has the meaning given that term in ORS 215.298 (1).

(2) "Nonaggregate minerals" means coal and metal-bearing ores, including but not limited to ores that contain nickel, cobalt, lead, zinc, gold, molybdenum, uranium, silver, aluminum, chrome, copper or mercury.

(3) "Reclamation" means, notwithstanding ORS 517.750 (13), the employment in a surface mining operation of procedures reasonably designed to minimize, as much as practicable, the disruption from the surface mining operation or surface mining processing operation and to provide for the rehabilitation of any such surface resources through the use of plant cover, soil stability techniques, measures to protect the surface and subsurface water resources, including but not limited to domestic water use and agricultural water use, and other measures appropriate to the subsequent beneficial use of any land or water resource affected by a surface mining or processing operation.

(4) "Significant mineral resource site" has the meaning given that term in ORS 215.298 (1).

SECTION 7. ORS 517.952 is amended to read:

517.952. As used in ORS 517.952 to 517.989:

(1) "Affected agency" includes permitting agencies, cooperating agencies and commenting agencies.

(2) "Baseline data" means information gathered to characterize the natural and cultural environments of a mining operation site before a mining operation begins.

(3) "Commenting agency" means any agency that makes recommendations to the State Department of Geology and Mineral Industries or to a permitting agency regarding permit conditions or whether to approve or deny a permit under the consolidated application process established under ORS 517.952 to 517.989.

(4) "Consolidated application" means the single application required under ORS 517.971.

[(5) "Cooperating agency" means an agency that has statutory responsibility related to a mining operation but that does not issue a permit for the mining operation.]

[(6)] (5) "Environmental evaluation" means an analysis prepared under ORS 517.979 to address specific impacts of the mining operation to allow affected agencies to develop permit conditions.

[(7)] (6) "Gravity separation" means the separation of mineral particles, with the aid of water or air, according to the differences in the specific gravities of the particles.

[(8)] (7) "Mining operation" means a surface or underground mine that processes, produces or reclaims metal ore using a method other than, or in addition to, gravity separation to process the ore.

[(9)] (8) "Mitigation" means the reduction of adverse effects of a proposed mining operation by considering, in the following order:

(a) Avoiding the impact altogether by not taking a certain action or parts of an action;

(b) Minimizing impacts by limiting the degree or magnitude of the action and its implementation;(c) Rectifying the impact by repairing, rehabilitating or restoring the affected environment;

(d) Reducing or eliminating the impact over time by preservation and maintenance operations

during the life of the action by monitoring and taking appropriate corrective measures; or

(e) Compensating for the impact by replacing or providing comparable substitute resources or environments.

[(10)] (9) "Permitting agency" means an agency that has a separate permitting authority for a mining operation.

[(11)] (10) "Project coordinating committee" means the interagency governmental committee established in accordance with ORS 517.965.

[(12)] (11) "Technical review team" means the interagency group established in accordance with ORS 517.967.

SECTION 8. ORS 517.965 is amended to read:

517.965. (1)(a) A project coordinating committee shall be composed of representatives from the State Department of Geology and Mineral Industries, all permitting and cooperating agencies, local government agencies and affected federal agencies. Each permitting and cooperating agency shall designate an appropriate staff member to serve on the committee. The project coordinating committee shall share information and coordinate county, state and federal permitting requirements in order to avoid contradictory requirements, facilitate the exchange of ideas, optimize communication and avoid duplicative effort.

(b) If a mining operation is proposed on federal land, the project coordinating committee shall work with the affected federal agency in accordance with a memorandum of agreement established by the department and the federal agency to facilitate the state and federal application process and to coordinate the two processes to the fullest extent possible.

(2)(a) For a proposed mining operation that is a significant mineral resource site, if the owner or lessee of private property within the impact area of the proposed mining operation identifies a conflict between the proposed mining operation and the agricultural activities conducted on the private property within the impact area, the project coordinating committee shall analyze and address the identified conflict. In analyzing and addressing the identified conflict, the project coordinating committee:

(A) Shall consider compliance with federal, state or local standards for air quality, noise, water quality or other environmental considerations that are applicable to the identified conflict to be sufficient to resolve the conflict; and

(B) If there are not applicable federal, state or local standards as provided for in subparagraph (A) of this paragraph, may suggest to the department permit conditions for avoiding or reducing the identified conflict.

(b) The department shall avoid or minimize the conflicts identified by the project coordinating committee under this subsection through the imposition of one or more permit conditions. The permit conditions imposed by the department pursuant to this paragraph may include, but are not limited to: (A) A permit condition suggested by the project coordinating committee;

(B) A requirement that the operator fulfill the terms of a written agreement to compensate one or more owners or lessees of private property located within the impact area for loss of crops or reduced agricultural production or use of the land; or

(C) Other reasonable and practicable measures to avoid or minimize the conflicts, as determined by the department.

(c) For purposes of this subsection, the department shall determine the impact area of the proposed mining operation.

(3) In carrying out its responsibilities, the project coordinating committee shall include opportunities for public participation.

SECTION 9. ORS 517.982 is amended to read:

517.982. (1) Based on information received at the consolidated public hearing, from persons submitting written comments, commenting agencies and the review of the affected agencies, each permitting agency shall, within 45 days after the consolidated public hearing under ORS 517.981 or within the time period required by any applicable federal law, whichever is sooner, approve, deny or modify the agency's permit with conditions necessary to ensure that the mining operation allowed under a permit complies with the standards and requirements applicable to the permit.

(2) Each cooperating agency shall:

(a) Develop permit conditions within the expertise and authority of the cooperating agency that are reasonable and designed to avoid or minimize the adverse effect; and

(b) Submit the permit conditions to the State Department of Geology and Mineral Industries to be included as conditions on the department's permit.

(3) The department [shall] **may** not issue a permit until each cooperating agency has submitted a written concurrence with the terms and conditions of the permit [as such pertain] **pertaining** to the statutory responsibility of each cooperating agency or 60 days after the consolidated public hearing, whichever is earlier.

[(3)] (4) Upon completion of the permits, the department shall issue a notice in accordance with ORS 517.959 to notify interested persons that the final permits are issued.

SECTION 10. Section 11 of this 2017 Act is added to and made a part of ORS 517.910 to 517.951.

SECTION 11. Upon receipt of an application for an operating permit subject to ORS 517.915 to mine a significant mineral resource site, the State Department of Geology and Mineral Industries shall activate a project coordinating committee as defined in ORS 517.952. The project coordinating committee shall be composed as provided in, and shall carry out the responsibilities as set forth in, ORS 517.965.

SECTION 12. ORS 517.753 is amended to read:

517.753. (1) Notwithstanding the yard and acre limitations of ORS 517.750 [(15)] (16), a person must obtain an exclusion certificate from the State Department of Geology and Mineral Industries to engage in surface mining that results in the extraction of 5,000 cubic yards or less of minerals or affects less than one acre of land within a period of 12 consecutive calendar months. Except as provided in ORS 517.755, a mining operation subject to a valid exclusion certificate is not subject to the operating permit or reclamation requirements set forth in ORS 517.702 to 517.989.

(2) A person shall submit an exclusion certificate application on a form provided by the department, accompanied by a fee not to exceed \$400. If the department does not approve or disapprove the application within 90 days after the date the application is filed with the department, the application shall be deemed approved.

(3) Each holder of an exclusion certificate shall annually pay to the department a renewal fee of \$150, accompanied by a description of:

(a) The amount of minerals extracted pursuant to the certificate during the previous 12 months;

(b) The total acreage of surface disturbance by the mining operation as of the date that the renewal is submitted; and

(c) Any additional information required by the department to determine that the mining operation continues to qualify for an exclusion certificate.

SECTION 13. ORS 517.755 is amended to read:

517.755. Notwithstanding the yard and acre limitations of ORS 517.750 [(15)] (16), as soon as any mining operation begun after July 1, 1975, affects more than five acres of land the provisions of ORS 517.702 to 517.989 apply to the mining operation.

SECTION 14. ORS 517.834 is amended to read:

517.834. (1) Notwithstanding ORS 517.810 and 517.830, the State Department of Geology and Mineral Industries may issue a temporary operating permit to a person if:

(a) After consultation, the local jurisdiction with land use authority over the permitted site does not raise substantive objections to the issuance of the permit;

(b) All [interested state] cooperating agencies approve of the permit issuance; and

(c) There is no objection from persons owning property adjacent to the permitted site.

(2) A temporary operating permit issued under this section is subject to reasonable limitations that may be prescribed by the department.

(3) Within 30 days after issuing the temporary operating permit, the operator shall:

(a) Comply with the bond and security requirements established by ORS 517.810;

(b) Pay any applicable fee pursuant to ORS 517.800; and

(c) Submit a reclamation plan to the department.

(4) The governing board of the department shall adopt rules governing the issuance of temporary operating permits. The rules shall include provisions:

(a) Ensuring opportunities for notice and comment by federal agencies;

(b) Specifying the terms of a temporary operating permit; and

(c) Establishing procedures for converting a temporary operating permit to a standard operating permit.

<u>SECTION 15.</u> The amendments to ORS 215.298 by section 1 of this 2017 Act apply to prospective mining operations for which the applicant has not filed a notice of intent to submit an application with the State Department of Geology and Mineral Industries on or before the effective date of this 2017 Act.

Passed by Senate July 6, 2017	Received by Governor:
Lori L. Brocker, Secretary of Senate	Approved:
Peter Courtney, President of Senate	
Passed by House July 7, 2017	Kate Brown, Governor
	Filed in Office of Secretary of State:
	Dennis Richardson, Secretary of State