Chapter 05. Administration and Services.

Article 1. Department of Natural Resources. 27.05.010. Department responsible for mineral resources. Sec. The department has charge of all (a) matters affecting exploration, development, and mining of the mineral resources of the state, the collection and dissemination of all official information relative to the mineral resources, and mines and mining projects of the state, and the administration of the laws with respect to all kinds of mining.

(b) The department is the lead agency for all matters relating to the exploration, development, and management of mining, and, in its capacity as lead agency, shall coordinate all regulatory matters concerning mineral resource exploration, development, mining, and associated activities. Before a state agency takes action that may directly or indirectly affect the exploration, development, or management of mineral resources, the agency shall consult with and draw upon the mining expertise of the department.

Sec. 27.05.020. Conflict of interest prohibited. In conducting the inquiries and investigations authorized by AS 27.05.010 - 27.05.070, no officer or employee of the department may have a personal or private interest in a mine or the products of a mine under investigation or accept employment from a private party for services in the examination of private mineral property. Nothing in this section prevents employment by the department, in a consulting capacity or in the investigation of special subjects, of an engineer or other expert whose principal professional practice is not employment by the department.

Sec. 27.05.030. Cooperation with federal departments. The department shall cooperate with the heads of executive departments of the United States in making investigations and in disseminating information to stimulate mining, quarrying, and metallurgical industries in the state, and in providing for the inspection of mines and protection of lives of miners.

Sec. 27.05.040. Negotiations with federal departments and other agencies.

The department may negotiate with the federal departments and other agencies for arrangements that it considers expedient for cooperation with those departments and agencies in formulating and carrying out policies and projects designed to encourage and assist in the development of the mineral resources of the state. Sec. 27.05.050. Survey of resources and mining operations and dissemination of information. The department shall conduct a continuing survey of the mineral resources and mining operations of the state and shall disseminate information regarding them to assist prospectors and miners, safeguard the lives and health of miners, protect investors in the mining industry, and foster and promote the best interests of the mining, mineral, and related industries of the state.

Sec. 27.05.060. Annual report. The department shall make an annual report to the governor on all essential matters with regard to mining in the state. The department shall notify the legislature that the report is available.

Sec. 27.05.070. Assistance to miners and prospectors. The department shall, so far as practicable, throughout the state assist miners and prospectors by (1) giving information as to mineral deposits gained from the minerals survey of the state:

(2) securing and examining samples and applying tests upon the ground, or in the office or laboratory, and advising as to the nature of a mineral and as to the best methods of analysis, sampling, assay, and test;

(3) reporting to the governor the location of roads, trails, and bridges as in its opinion are reasonably necessary for the development of mineral resources;

(4) giving advice, information, and directions as may be of assistance to the miners and prospectors of the state.

Article2.Assays.Sec.27.05.080.Publicassayoffices.The department shall, for the purpose of aiding bona fide minersand prospectors and stimulating mineral discoveries, establish apublic assay office. The department may adopt regulations andestablish procedures considered necessary and expedient to carryout this section and AS 27.05.090.Assays.

Sec. 27.05.090. Appointment of assayers; information and procedure.

The department shall appoint for each public assay office a competent person to make assays and analyses of Alaskan ores and minerals. No charge shall be imposed for an assay or analysis. When an assay and analysis are made, the person requesting them

shall state upon forms furnished by the department: (1) the person's permanent residence address; (2) a description, as precise as possible, of the location where the sample was taken; and (3) other information that the department by regulation may require that may be beneficial to evaluation of the state's mineral resources. Information received and assay results shall be kept confidential for a period of two years. At the end of that period the information and results shall be open to public inspection and may be published by the department.

Secs. 27.05.100 - 27.05.130. Unlawful acts; penalties. [Repealed, δ 21 ch 166 SLA 1978.7 Secs. 27.05.140 - 27.05.170. Prospectors' subsidies. [Repealed, § 2 ch 51 SLA 1963.7 Secs. 27.05.180 - 27.05.210. State equipment for prospectors. § 16 93 SLA 1984.7 [Repealed, ch Sec. 27.05.250. Reclamation. [Repealed, § 3 ch 92 SLA 1990. For current law, see <u>AS 27.19</u>.]

Chapter 19. Reclamation.

Sec. 27.19.010. Administration; applicability. (a) The commissioner of natural resources shall implement this chapter.

(b) This chapter applies to state, federal, municipal, and private land and water subject to mining operations.

(c) Except as provided in $\underline{AS 27.19.040}(b)$, this chapter does not apply to an activity regulated under $\underline{AS 27.21}$.

(d) This chapter does not alter or diminish the authority of another state agency, a state corporation, the University of Alaska, or a municipality under its laws and regulations.

(e) The owner of private land may establish requirements for reclamation in excess of those established by this chapter.

(f) The commissioner may not require a miner to reclaim under this chapter that portion of a previously mined area that was a part of a mining operation activity occurring before October 15, 1991.

Sec. 27.19.020. Reclamation standard. A mining operation shall be conducted in a manner that prevents unnecessary and undue degradation of land and water resources, and the mining operation shall be reclaimed as contemporaneously as practicable with the mining operation to leave the site in a stable condition.

Sec.27.19.030.Reclamationplan.(a) Except as provided in AS 27.19.050, a miner may not engage in
a mining operation until the commissioner has approved a
reclamationplanforthe
miningplan.

(b) In reviewing a reclamation plan for state, federal, or municipal land under (a) of this section, the commissioner may consider. after consultation with the commissioners of environmental conservation and fish and game and with the concurrence of the miner and landowner, uses to which the land may be put after mining has been completed, including trails, lakes, recreation sites, fish and wildlife enhancement, commercial, and agriculture uses.

c. 27.19.040. Reclamation financial assurance. (a) The commissioner shall require an individual financial assurance in an amount not to exceed an amount reasonably necessary to ensure the faithful performance of the requirements of the approved reclamation plan. The commissioner shall establish the amount of the financial assurance to reflect the reasonable and probable costs of reclamation. The assurance amount may not exceed \$750 for each acre of mined area, except that the \$750 an acre limitation does not apply to the assurance amount required for a lode

(b) The commissioner shall establish a statewide bonding pool for mining operations as an alternative to individual financial assurance. The commissioner may determine which mining operations are eligible to participate in the bonding pool based on the projected cost of reclamation in relation to the size of the bonding pool; however, a mining operation may not be allowed to participate in the bonding pool if the mining operation will chemically process ore or has the potential to generate acid. A miner participating in the bonding pool shall contribute an initial deposit not to exceed 15 percent of the financial assurance amount plus an additional nonrefundable annual fee not to exceed five percent of the financial assurance amount. The commissioner shall refund the 15 percent deposit upon satisfactory completion of the approved reclamation plan. If requested by the miner, the commissioner may apply the deposit to a new reclamation plan. In addition to its use for mining operations under this chapter, the commissioner shall allow the bonding pool to be used to meet the requirements of AS 27.21.160. Income and other earnings on the bonding pool shall be added the bonding pool. to

(c) If the commissioner determines that a miner has violated or permitted a violation of the approved reclamation plan and has failed to comply with a lawful order of the commissioner, the commissioner shall forfeit the financial assurance and deposit it in the statewide bonding pool. The commissioner shall use the reclamation and administrative costs recovered under AS 27.19.070(a) to supplement the forfeited financial assurance deposited in the statewide bonding pool for reclamation of the site subject to the forfeiture. If the commissioner is unable to recover the full cost of reclamation under AS 27.19.070(a), the commissioner may use the bonding pool to reclaim the site to the standards of this chapter, except that the commissioner may not use a deposit that is refundable under (b) of this section to miner's reclamation fulfill another obligation.

(d) A miner not required to post a financial assurance may submit a reclamation plan under \underline{AS} 27.19.030(a) and participate in the bonding pool.

(e) A miner may satisfy the requirement under this section for an individual financial assurance by providing, in a form acceptable to and approved by the commissioner, any of the following: (1)а surety bond; (2)letter of credit; а (3) certificate of deposit; a (4) a corporate guarantee that meets the financial tests set in regulation by the commissioner: (5) payments and deposits into the trust fund established in AS 37.14.800: or

(6) any other form of financial assurance that meets the financial test or other conditions set in regulation by the commissioner.

Sec. 27.19.050. Exemption for small operations. (a) AS 27.19.030(a) and 27.19.040 do not apply to a mining operation

(1) where less than five acres are mined at one location in any year and there is a cumulative unreclaimed mined area of less than five acres at one location; or

(2) where less than five acres and less than 50,000 cubic yards of gravel or other materials are disturbed or removed at one location in any year and there is a cumulative disturbed area of

less than five acres at one location.

(b) To obtain an exemption under (a) of this section, a miner shall file a letter of intent notifying the commissioner of the (1) total acreage and volume of material to be mined:

- (2) total acreage to be reclaimed; and
- (3) reclamation measures to be used.

(c) A miner exempt under (a) of this section shall file an annual reclamation statement with the commissioner disclosing the total acreage and volume of material mined by the operation in the current year, the total acreage reclaimed, and the specific reclamation measures used to comply with <u>AS 27.19.020</u>. A miner does not qualify for an exemption under (a) of this section for subsequent operations unless the annual reclamation statement for the previous operation has been filed with the commissioner.

(d) A miner exempted from the requirements of $\underline{AS} \ 27.19.030(a)$ and 27.19.040 under (a) of this section that fails to reclaim a mining operation to the standards of $\underline{AS} \ 27.19.020$ is required for two consecutive years to conduct each subsequent mining operation, regardless of size, under an approved reclamation plan and to provide an individual financial assurance.

Sec. 27.19.060. Cooperative management agreements. The commissioner, on a determination that an agreement is in the best interest of the state, may enter into a cooperative management agreement with the federal government or a state agency to implement a requirement of this chapter or a regulation adopted under it.

Sec. 27.19.070. Violations. (a) A miner who violates or permits a violation of an approved reclamation plan and fails to comply with a lawful order of the commissioner forfeits the financial assurance or a portion of the assurance and is liable to the state in a civil action for the full amount of reclamation and administrative costs incurred by the state related to the action. A miner exempted under AS 27.19.050(a) is subject to civil action for the full amount of reclamation and administrative costs incurred by the state related to the action if the commissioner determines that reclamation was conducted under AS 27.19.020. not

(b) In addition to other remedies available under this chapter, the commissioner may suspend or revoke permits or approvals of operations not being conducted under the approved reclamation plan and deny future mining permits and approvals under this title and $\underline{AS \ 38}$ related to the mining operation for failure to reclaim the mining operation to the standards of this chapter.

(c) A miner who has forfeited a financial assurance or has been held liable in a civil action under (a) of this section may conduct future mining operations only after posting a reclamation risk assessment fee equal to five times the amount of financial assurance established under $\underline{AS} \ 27.19.040$ (a) for the proposed mining operation. The reclamation assessment fee shall be refunded after two consecutive years of operation consistent with this chapter.

Sec. 27.19.080. Administrative Procedure Act; regulations. (a) Except as provided in <u>AS 44.37.011</u>, <u>AS 44.62</u> (Administrative Procedure Act) applies to this chapter.

(b) The commissioner may adopt regulations to carry out the purposes of this chapter.

Sec. 27.19.100. Definitions. In this chapter, (1) "lode mine" means a mining operation that removes the minerals from consolidated rock rather than from a placer deposit;

(2) "materials" means sand, gravel, riprap, rock, limestone, slate, peat, and other substances from the ground that are not locatable or leasable under state law;

(3) "mined area"
 (A) means an active site of physical extraction,
stockpiling, or the disposal of ore, overburden, tailings, or
processed materials, stream diversions, bypasses, and settling
ponds;

(B) does not include reclaimed areas approved by the commissioner;

(4) "miner" means the owner, operator, or leaseholder of a mining operation;

(5) "mining operation" (A) means each function, work, facility, and activity in connection with the development, extraction, and processing of (i) a locatable or leasable mineral deposit except oil, gas, or coal;

(ii) other materials or of a sand and gravel
deposit;
and

(iii) each use reasonably incident to the development, extraction, and processing of a locatable or leasable mineral deposit or materials:

(B) includes the construction of facilities, roads, transmission lines, pipelines, and other support facilities;

(6) "reclamation plan" means a plan submitted by a miner under regulations adopted by the commissioner for the reclamation of a proposed mining operation:

"stable condition" means the rehabilitation, where (7)feasible, of the physical environment of the site to a condition that allows for the reestablishment of renewable resources on the site within a reasonable period of time by natural processes;

| (8) | "state | | | | | land" | includes | | |
|-----|--------|---------|------|------|-----|------------|---------------|-----------|--|
| | (A) | the | land | of | the | University | of | Alaska; | |
| | (B) | (B) the | | land | | state | corporations; | | |
| | | CITC | | an o | of | Jeace | COTh | oracrons, | |

"unnecessary (9) and undue degradation" (A) means surface disturbance greater than would normally result when an activity is being accomplished by a prudent operator in usual, customary, and proficient operations of similar character and considering site specific conditions:

(B) includes the failure to initiate and complete reasonable reclamation under the reclamation standard of AS 27.19.020 or an approved reclamation plan under AS 27.19.030(a).

Chapter 20. Mine Operation.

Sec. 27.20.005. Purposes. This chapter is intended to provide uniform safety standards for all mining operations conducted within the state; to afford maximum freedom of operation to mining operators while assuring proper working conditions for their employees in regard to mining operations; to insure the protection of the public safety and public interest; and to provide for the conservation of natural resources in the public interest in relating to mining operations.

27.20.010. Sec. Regulations. (a) The commissioner may adopt the regulations and issue the orders considered necessary to carry out the purposes of this chapter, and the regulations shall have the force and effect of

law. Regulations and orders authorized by this chapter shall be consistent with its purposes and may include but are not limited to regulations and orders pertaining to and supplementing the subject matter contained in this chapter. The commissioner, in adopting coal mining safety regulations, shall, as nearly as is practicable, conform to the federal regulations applicable to bituminous coal and lignite mine safety.

(b) All regulations and orders authorized by this chapter shall be adopted in accordance with \underline{AS} 44.62 (Administrative Procedure Act.

Sec. 27.20.015. [Repealed. § 3 75 SLA 1963.7 ch 3 75 27.20.020. [Repealed. § SLA Sec. ch 1963.7 operations. Sec. 27.20.021. Inspection of minina The department may enter, inspect, and examine any mining operations in the state and inspect and examine the workings and the machinery belonging to it at all reasonable times, either day or night, but not so as to impede or obstruct the workings of the mining operation more than is necessary. The department may also make inquiry into the condition of the mine, workings, machinery, ventilation, drainage, and methods of lighting or using lights and into methods, things, and appliances connected with and relating to the health and safety of persons in or about the mine. The manager of each mine shall furnish the means necessary for entry, inspection, examination, inquiry, and exit.

75 Sec. 27.20.025. [Repealed. § 3 SLA ch 1963.7 3 75 Sec. 27.20.030. [Repealed. § ch SLA 1963.7 27.20.031. Correcting Sec. unsafe conditions. If, upon examination, a mine or a portion of it is found to be in an unsafe condition as defined by regulations adopted under this chapter or if proper first aid or mine rescue measures have not been adopted, the department shall at once serve notice in writing upon the owner, lessee, agent, operator, manager, or superintendent of the mine, setting out the nature of the defects that render the mine unsafe or insecure and the place in the mine where the defects exist, and require the repairs necessary to remedy the defects to be made within a specified time. If circumstances require it, the department shall forbid the operation of the mine or portion of it that is declared unsafe or insecure, except for the purpose of making necessary repairs to make the mine safe for employees in it and for the purpose of permitting inspection and investigation of the conditions described in the notice.

| Sec. | 27.20.035. | [Repealed, | § | 3 | ch | 75 | SLA | 1963.] |
|------|------------|------------|---|----|----|----|---------------|--------|
| Sec. | 27.20.040. | [Repealed, | § | 3 | ch | 75 | SLA | 1963.] |
| Sec. | 27.20.041. | Reports | | to | be | | confidential. | |

The department shall keep confidential, upon the request of the person supplying the information, all reports and information required to be filed by regulations adopted under this chapter and all information deducible from filed information. Except by order of a court of competent jurisdiction, the information shall be revealed only to authorized employees and officers of the state and persons authorized in writing by the persons supplying the information. The information may also be made available to the public in the form of statistical reports if the identity of any particular person or mine operator is not revealed by the reports.

Sec. 27.20.045. [Repealed, § 3 ch 75 SLA 1963.7 3 27.20.050. [Repealed. δ ch 75 SLA 1963.7 Sec. Sec. Penalties. 27.20.051. A person who fails to comply with this chapter or with a regulation or order adopted under it, upon conviction, is punishable by a fine of not more than \$1,000, by imprisonment for not more than one year, or by both.

Sec. 27.20.055. [Repealed, § 3 ch 75 SLA 1963.7 3 75 1963.7 Sec. 27.20.060. [Repealed, § ch SLA 27.20.061. Sec. Definitions. In this chapter. (1) "department" means the Department of Natural Resources:

(2) "mining operation" includes all parts of a mine or mineral exploration project in the state and any mining or treatment plant or equipment connected with it, underground or on the surface, that contributes or may contribute to the mining or treatment of ore or other metalliferous or nonmetalliferous mineral product; the term also includes a site of tunneling, shaft-sinking, quarrying, or excavation of rock for other purposes, including but not limited to the construction of water or highway tunnels or drains or of underground sites for the housing of industrial plants or other facilities.

Secs. 27.20.065 - 27.20.480. [Repealed, § 3 ch 75 SLA 1963.]

Chapter 40. General Provisions.

Sec. 27.40.010. Definitions. In this title. unless the context otherwise requires, "commissioner" means (1)the commissioner natural of resources;

(2) "department" means the Department of Natural Resources.