1	H. B. 4480
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3	(By Delegates Craig and Skaff)
4 5	(By Request of the Department of Environmental Protection)
6	[Introduced February 12, 2014; referred to the
7	Committee on Energy then the Judiciary.]
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10	A BILL to amend and reenact §22-2-4 of the Code of West Virginia,
11	1931, as amended, relating to investment of the Acid Mine
12	Drainage Fund; retention of earnings.
13	Be it enacted by the Legislature of West Virginia:
14	That §22-2-4 of the Code of West Virginia, 1931, as amended,
15	be amended and reenacted to read as follows:
16	ARTICLE 2. ABANDONED MINE LANDS AND RECLAMATION ACT.
17	§22-2-4. Abandoned land reclamation fund and objectives of fund;
18	lands eligible for reclamation.
19	(a) All abandoned land reclamation funds available under Title
20	IV of the federal Surface Mining Control and Reclamation Act of
21	1977, as amended, private donations received, any state
22	appropriated or transferred funds, or funds received from the sale
23	of land by the director secretary under this article shall be

- 1 deposited with the Treasurer of the State of West Virginia to the
- 2 credit of the Abandoned Land Reclamation Fund heretofore created,
- 3 and expended pursuant to the requirements of this article.
- 4 (b) Moneys in the fund may be used by the <u>director secretary</u>
  5 for the following:
- 6 (1) Reclamation and restoration of land and water resources 7 adversely affected by past coal surface-mining operations, 8 including, but not limited to, reclamation and restoration of 9 abandoned surface mine areas, abandoned coal processing areas and 10 abandoned coal processing waste areas; sealing and filling 11 abandoned deep mine entries and voids; planting of land adversely 12 affected by past coal surface-mining operations to prevent erosion 13 and sedimentation; prevention, abatement, treatment and control of pollution created by coal mine drainage, including 15 restoration of stream beds and construction and operation of water 16 treatment plants; prevention, abatement and control of burning coal 17 processing waste areas and burning coal in situ; prevention, 18 abatement and control of coal mine subsidence; and payment of 19 administrative expenses and all other necessary expenses incurred 20 to accomplish the purpose of this article: Provided, That all 21 expenditures from this fund shall reflect the following priorities 22 in the order stated:
- 23 (A) The protection of public health, safety, general welfare

- 1 and property from extreme danger of adverse effects of past
  2 surface-mining practices;
- 3 (B) The protection of public health, safety and general 4 welfare from adverse effects of past coal surface-mining practices;
- 5 (C) The restoration of land and water resources and 6 environment previously degraded by adverse effects of past coal 7 surface-mining practices, including measures for the conservation 8 and development of soil, water (excluding channelization), 9 woodland, fish and wildlife, recreation resources and agricultural 10 productivity;
- 11 (D) Research and demonstration projects relating to the 12 development of surface-mining reclamation and water quality control 13 program methods and techniques;
- 14 (E) The protection, repair, replacement, construction or 15 enhancement of public facilities such as utilities, roads, 16 recreation and conservation facilities adversely affected by past 17 coal surface-mining practices; and
- 18 (F) The development of publicly owned land adversely affected 19 by past coal surface-mining practices, including land acquired as 20 provided in this article for recreation and historic purposes, 21 conservation and reclamation purposes and open space benefits.
- 22 (2) (A) The <u>director</u> <u>secretary</u> may expend up to thirty percent 23 of the funds allocated to the state in any year through the grants

- 1 made available under paragraphs (1) and (5), subsection (g) of 2 Section 402 of the federal Surface Mining Control and Reclamation 3 Act of 1977, as amended, for the purpose of protecting, repairing, 4 replacing, constructing or enhancing facilities relating to water 5 supply, including water distribution facilities and treatment
- 6 plants, to replace water supplies adversely affected by coal 7 surface-mining practices.
- 8 (B) If the adverse effects on water supplies referred to in 9 this subdivision occurred both prior to and after August 3, 1977, 10 subsection (c) of this section does not prohibit the state from 11 using funds for the purposes of this subdivision if the director 12 secretary determines that the adverse effects occurred 13 predominantly prior to August 3, 1977.
- (3) The <u>director</u> <u>secretary</u> may receive and retain up to ten percent of the total of the grants made annually to the state under paragraphs (1) and (5), subsection (g) of Section 402 of the federal Surface Mining Control and Reclamation Act of 1977, as amended, if the amounts are deposited to the credit of either:
- (A) The special account in the State Treasury designated the 20 "Reclamation and Restoration Fund" is hereby continued. Moneys in 21 the fund may be expended by the <u>director secretary</u> to achieve the 22 priorities stated in subdivision (1) of this subsection after 23 September 30, 1995, and for associated administrative and personnel

1 expenses; or

- (B) The special account in the State Treasury designated the "Acid Mine Drainage Abatement and Treatment Fund" is hereby continued. Moneys in the fund may be expended by the director secretary to implement, in consultation with the United States soil conservation service, acid mine drainage abatement and treatment plans approved by the secretary of the United States Department of Interior and for associated administrative and personnel expenses. The plans shall provide for the comprehensive abatement of the causes and treatment of the effects of acid mine drainage within qualified hydrologic units affected by coal surface-mining practices. The moneys accrued in this fund, any earnings thereon, and yield from investments by the State Treasurer or West Virginia Investment Management Board are reserved solely and exclusively for the purposes set forth in this section of the code.
- (c) Except as provided for in this subsection, lands and water eligible for reclamation or drainage abatement expenditures under this article are those which were mined for coal or which were affected by the mining, wastebanks, coal processing or other coal mining processes, and abandoned or left in an inadequate reclamation status prior to August 3, 1977, and for which there is no continuing reclamation responsibility: *Provided*, That moneys from the funds made available by the Secretary of the United States

- 1 Department of Interior pursuant to paragraphs (1) and 2 subsection (g), Section 402 of the federal Surface Mining Control 3 and Reclamation Act of 1977, as amended, may be expended for the 4 reclamation or drainage abatement of a site that: 5 surface-mining operation occurred during the period beginning on 6 August 4, 1977, and ending on or before January 21, 1981, and that 7 any funds for reclamation or abatement which are available pursuant 8 to a bond or other financial guarantee or from any other source, 9 and not sufficient to provide for adequate reclamation or abatement 10 of the site; or (2) the surface-mining operation occurred during 11 the period beginning on August 4, 1977, and ending on or before 12 November 5, 1990, and that the surety of the surface-mining 13 operation became insolvent during that period, and as of November 14 5, 1990, funds immediately available from proceeding relating to 15 the insolvency or from any financial guarantees or other sources 16 are not sufficient to provide for adequate reclamation of the site: 17 Provided, however, That the director secretary, with the 18 concurrence of the secretary of the United States Department of 19 <u>Interior</u>, makes either of the above-stated findings, and that the 20 site is eligible, or more urgent than the reclamation priorities 21 set forth in paragraphs (A) and (B), subdivision (1), subsection 22 (b) of this section.
- 23 (d) One purpose of this article is to provide additional and

1 cumulative remedies to abate the pollution of the waters of the 2 state, and nothing contained in this article abridges or alters 3 rights of action or remedies now or hereafter existing, nor do any 4 provisions in this article or any act done by virtue of this 5 article estop the state, municipalities, public health officers or 6 persons as riparian owners or otherwise in the exercise of their 7 rights to suppress nuisances or to abate any pollution now or 8 hereafter existing or to recover damages.

9 (e) Where the Governor certifies that the above objectives of
10 the fund have been achieved and there is a need for construction of
11 specific public facilities in communities impacted by coal
12 development, and other sources of federal funds are inadequate and
13 the secretary of the United States Department of Interior concurs,
14 then the director secretary may expend money from the fund for the
15 construction.

NOTE: The purpose of this bill is to authorize the Department of Environmental Protection's Office of Abandoned Mine Lands and Reclamation to retain the earnings on the investment of the Acid Mine Drainage Fund.

Strike-throughs indicate language that would be stricken from the present law, and underscoring indicates new language that would be added.