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H.B. No. 3837

## A BILL TO BE ENTITLED

AN ACT
AN ACT

- 2 relating to regulation by the railroad commission of injection
- 3 wells used for in situ uranium mining.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Sections 131.001, 131.002, and 131.003, Natural
- 6 Resources Code, are amended to read as follows:
- 7 Sec. 131.001. SHORT TITLE. This chapter may be cited as
- 8 the Texas Uranium <u>In Situ Exploration</u>, Surface Mining, and <u>Surface</u>
- 9 Mine Reclamation Act.
- 10 Sec. 131.002. DECLARATION OF POLICY. The legislature
- 11 finds and declares that:
- 12 (1) the extraction of minerals by surface mining
- operations or by related mineral recovery processes or technologies
- 14 is a basic and essential activity making an important contribution
- to the economic well-being of the state and nation;
- 16 (2) the exploration for and delineation of the state's
- 17 mineral resources is a basic and essential activity for the
- economic well-being of the state and the nation;
- 19  $\underline{(3)}$  [ $\frac{(2)}{(2)}$ ] proper reclamation of <u>land explored for</u>
- 20 <u>minerals and</u> surface-mined land is necessary to prevent undesirable
- 21 land and water conditions that would be detrimental to the general
- 22 welfare, health, safety, and property rights of the citizens of
- 23 this state;
- 24 (4) [<del>(3) surface</del>] mining activities take [takes]

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- 1 place in diverse areas where the geologic, topographic, climatic,
- 2 biological, and social conditions are significantly different and
- 3 that reclamation operations and the specifications for reclamation
- 4 operations must vary accordingly;
- 5 (5)  $\left[\frac{4}{1}\right]$  it is not always possible to explore for or
- 6 to extract minerals required by our society without disturbing the
- 7 [surface of the] earth and producing waste materials, and the very
- 8 character of certain types of surface mining operations
- 9 occasionally precludes complete restoration of the affected land to
- 10 its original condition;
- 11  $\underline{(6)}$  [ $\overline{(5)}$ ] unregulated surface mining may destroy or
- 12 diminish the utility of land for commercial, industrial,
- 13 residential, recreational, agricultural, and forestry purposes by
- 14 causing erosion and landslides, by contributing to floods, by
- 15 polluting the water, by destroying fish and wildlife habitats, by
- 16 impairing natural beauty, by damaging the property of citizens, by
- 17 creating hazards dangerous to life and property, by degrading the
- 18 quality of life in local communities, and by counteracting
- 19 governmental programs and efforts to conserve soil, water, and
- 20 other natural resources, which results are declared to be inimical
- 21 to the public interest and destructive to the public health,
- 22 safety, welfare, and economy of the State of Texas;
- 23  $\underline{(7)}$  [ $\frac{(6)}{(6)}$ ] due to its unique character or location,
- 24 some land within the state may be unsuitable for all or certain
- 25 types of surface mining operations;
- (8)  $\left[\frac{(7)}{}\right]$  reclamation of land explored for minerals
- 27 and surface-mined land as provided by this chapter will allow the

- 1 mining of valuable minerals in a manner designed for the protection
- 2 and subsequent beneficial use of land; and
- 3 (9)  $\left[\frac{(8)}{(8)}\right]$  the requirements of this chapter for
- 4 reclamation and maintenance of affected land are necessary for the
- 5 public health and safety and thus constitute a valid application of
- 6 the police power of this state.
- 7 Sec. 131.003. PURPOSES. It is declared to be the purpose
- 8 of this chapter:
- 9 (1) to prevent the adverse effects to society and the
- 10 environment resulting from unregulated surface mining operations
- 11 as defined in this chapter;
- 12 (2) to assure that the rights of surface landowners
- and other persons with a legal interest in the land or appurtenances
- 14 to the land are protected from unregulated surface mining
- 15 operations;
- 16 (3) to assure that surface mining operations are not
- 17 conducted where reclamation as required by this chapter is not
- 18 possible;
- 19 (4) to assure that <u>in situ exploration and</u> [surface]
- 20 mining operations that are within the jurisdiction of the
- 21 <u>commission</u> are conducted in a manner that will prevent unreasonable
- 22 degradation of land and water resources; and
- 23 (5) to assure that reclamation of all surface-mined
- land is accomplished as contemporaneously as practicable with the
- 25 surface mining, recognizing that the extraction of minerals by
- 26 responsible mining operations is an essential and beneficial
- 27 economic activity.

- 1 SECTION 2. Section 131.004, Natural Resources Code, is
- 2 amended by amending Subdivisions (3) and (10) and adding
- 3 Subdivision (19) to read as follows:
- 4 (3) "Exploration activity" means the disturbance of
- 5 the surface or subsurface for the purpose of or related to
- 6 determining the location, quantity, or quality of a mineral
- 7 deposit, which may be extracted through surface mining or related
- 8 mineral recovery processes or technologies. This term does not
- 9 include in situ exploration activity.
- 10 (10) "Surface mining permit" or "permit" means the
- 11 written certification by the commission that the named operator may
- 12 conduct the surface mining operations described in the
- 13 certification during the term of the surface mining permit and in
- 14 the manner established in the certification. These terms do not
- 15 include:
- 16 <u>(A)</u> a discharge permit issued by the commission
- 17 pursuant to Subchapter H of this chapter; or
- 18 (B) an in situ exploration permit issued by the
- commission pursuant to Subchapter I of this chapter.
- 20 (19) "In situ exploration activity" means the use of
- 21 boreholes and cased exploration wells for the purpose of
- 22 determining the location, quantity, or quality of uranium deposits
- 23 that may be recovered using in situ recovery processes.
- SECTION 3. Subchapter A, Chapter 131, Natural Resources
- 25 Code, is amended by adding Section 131.007 to read as follows:
- Sec. 131.007. CONFLICT WITH WATER CODE. To the extent this
- 27 chapter conflicts with Chapter 36, Water Code, regarding the

- 1 protection or management of groundwater associated with an
- 2 exploration activity under the commission's jurisdiction, this
- 3 <u>chapter controls.</u>
- 4 SECTION 4. Sections 131.021, 131.022, 131.034, 131.042,
- 5 131.048, and 131.301, Natural Resources Code, are amended to read
- 6 as follows:
- 7 Sec. 131.021. GENERAL AUTHORITY OF COMMISSION. In seeking
- 8 to accomplish the purposes of this chapter, the commission shall
- 9 have the authority:
- 10 (1) to adopt and amend rules pertaining to <u>in situ</u>
- 11 exploration, surface mining, and related mineral recovery
- 12 technologies or processes, and mine reclamation operations
- 13 consistent with the general intent and purposes of this chapter;
- 14 (2) to issue permits pursuant to the provisions of
- 15 this chapter;
- 16 (3) to conduct hearings pursuant to the provisions of
- 17 this chapter;
- 18 (4) to issue orders requiring an operator to take
- 19 actions that are necessary to comply with this chapter and with
- 20 rules adopted under this chapter;
- 21 (5) to issue orders modifying previous orders;
- 22 (6) to issue a final order revoking the permit of an
- operator who has failed to comply with an order of the commission to
- 24 take action required by this chapter or rules adopted under this
- 25 chapter;
- 26 (7) to order the immediate cessation of an ongoing
- 27 surface mining operation if the commission finds that the operation

- 1 creates an imminent danger to the health or safety of the public, or
- 2 is causing or can reasonably be expected to cause significant
- 3 imminent environmental harm to land, air, or water resources, and
- 4 to take other action or make changes in a permit that are reasonably
- 5 necessary to avoid or alleviate these conditions;
- 6 (8) to hire employees, adopt standards for employment
- 7 of these persons, and hire and authorize the hiring of outside
- 8 contractors to assist in carrying out the requirements of this
- 9 chapter;
- 10 (9) to enter on and inspect, in person or by its
- 11 agents, an in situ exploration or a [surface] mining operation that
- 12 is subject to the provisions of this chapter to assure compliance
- 13 with the terms of this chapter;
- 14 (10) to conduct, encourage, request, and participate
- 15 in studies, surveys, investigations, research, experiments,
- training, and demonstrations by contract, grant, or otherwise;
- 17 (11) to prepare and require permittees to prepare
- 18 reports;
- 19 (12) to collect and disseminate to the public
- 20 information considered reasonable and necessary for the proper
- 21 enforcement of this chapter;
- 22 (13) to accept, receive, and administer grants, gifts,
- 23 loans, or other funds made available from any source for the
- 24 purposes of this chapter;
- 25 (14) to enter into contracts with state boards and
- 26 agencies that have pertinent expertise to obtain professional and
- 27 technical services necessary to carry out the provisions of this

- 1 chapter; and
- 2 (15) to perform other duties and acts required by and
- 3 provided for in this chapter.
- 4 Sec. 131.022. JURISDICTION OF COMMISSION. (a) The
- 5 commission is the mining and reclamation authority for the State of
- 6 Texas and has exclusive jurisdiction for establishing reclamation
- 7 requirements for mining operations in this state, except for in
- 8 <u>situ recovery processes</u>.
- 9 (b) The commission has exclusive jurisdiction and is solely
- 10 responsible for all permitting associated with in situ exploration
- 11 <u>activity</u>.
- 12 Sec. 131.034. EXPLORATION ACTIVITIES. The commission
- 13 shall promulgate rules governing uranium exploration activity,
- 14 including [in the manner provided in Sections 131.026 through
- 15 131.031 of this code for] the conduct of in situ exploration
- 16 activities.
- 17 Sec. 131.042. RECORDS, REPORTS, MONITORING EQUIPMENT, AND
- 18 INFORMATION. The commission shall require each mine permittee to:
- 19 (1) establish and maintain appropriate records;
- 20 (2) make reports as frequently as the commission may
- 21 prescribe;
- 22 (3) install, use, and maintain necessary monitoring
- 23 equipment for observing and determining relevant surface or
- 24 subsurface effects of the mining operation and reclamation program;
- 25 and
- 26 (4) provide other information relative to mining and
- 27 reclamation operations the commission determines to be reasonable

- 1 and necessary.
- 2 Sec. 131.048. CONFIDENTIALITY. Information submitted to
- 3 the commission concerning mineral deposits, including test
- 4 borings, core samplings, geophysical logs, or trade secrets or
- 5 privileged commercial or financial information relating to the
- 6 competitive rights of the applicant and specifically identified as
- 7 confidential by the applicant, if not essential for public review
- 8 as determined by the commission, shall not be disclosed by any
- 9 member, agent, or employee of the commission.
- 10 Sec. 131.301. DISCHARGE RULES, ORDERS, AND PERMITS. To
- 11 prevent the pollution of surface and subsurface water in the state,
- 12 the commission has the exclusive authority to [shall] adopt rules
- and may issue orders and permits relating to the discharge or runoff
- 14 of waste or any other substance or material from any <u>permitted</u>
- 15 uranium exploration or mining activity. Notwithstanding any
- 16 provision of any other section of this chapter, a rule, order, or
- 17 permit issuable by the commission under this subchapter shall be
- issued, administered, and enforced solely in the manner provided in
- 19 this subchapter, in such rule, order, or permit, or in Chapter 2001,
- 20 Government Code. If this chapter conflicts with other law, this
- 21 chapter controls.
- 22 SECTION 5. Chapter 131, Natural Resources Code, is amended
- 23 by adding Subchapter I to read as follows:
- 24 SUBCHAPTER I. IN SITU EXPLORATION ACTIVITIES
- Sec. 131.351. APPLICABILITY OF SUBCHAPTER. (a) If this
- 26 subchapter conflicts with other law, this subchapter controls.
- 27 (b) Sections 131.037 and 131.042 do not apply to in situ

- 1 <u>exploration activity subject to a permit issued under this</u>
- 2 subchapter.
- 3 Sec. 131.352. PERMITS. (a) A person may not conduct in
- 4 situ exploration activity unless the person holds a permit issued
- 5 by the commission that authorizes the activity.
- 6 (b) A permit issued by the commission may contain provisions
- 7 and conditions necessary to implement the policies of this
- 8 subchapter. The commission may adopt rules for the amendment,
- 9 revocation, transfer, or suspension of a permit.
- 10 Sec. 131.353. SCOPE OF IN SITU EXPLORATION PERMIT. (a) A
- 11 permit that authorizes in situ exploration activity may govern all
- 12 activities associated with determining the location, quantity, or
- 13 quality of uranium deposits that may be extracted using in situ
- 14 recovery processes.
- 15 (b) A permit that authorizes in situ exploration activity
- 16 <u>must contain provisions to govern:</u>
- 17 (1) locating, drilling, plugging, and abandoning
- 18 exploration holes;
- 19 (2) casing certain exploration holes for use in the
- 20 <u>expl</u>oration process;
- 21 (3) using certain cased exploration wells for rig
- 22 supply purposes; and
- 23 (4) plugging and abandoning cased exploration wells.
- 24 (c) An exploration well subject to a permit issued under
- 25 this subchapter is exempt from regulation by another agency,
- 26 governmental entity, or political subdivision if the well is:
- 27 (1) cased; and

- 1 (2) used for rig supply purposes. 2 Sec. 131.354. COMMISSION JURISDICTION. The commission has exclusive jurisdiction over uranium exploration holes and cased 3 exploration wells completed under a permit issued under this 4 5 subchapter until: 6 (1) exploration holes and cased exploration wells are 7 properly plugged and abandoned; or 8 (2) cased exploration wells are: 9 (A) registered with the Texas Commission on 10 Environmental Quality; or (B) included in an area permit issued by the 11 12 Texas Commission on Environmental Quality under Chapter 27, Water
- 13 <u>Code.</u>

  14 <u>Sec. 131.355. APPLICATION FEES. (a) The commission may</u>

impose an application fee to recover the costs of administering

16 this subchapter.

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- 17 <u>(b) Section 131.231 does not apply to a fee imposed under</u> 18 this subchapter.
- Sec. 131.356. NOTIFICATION BY COMMISSION. At the time the commission issues a permit under this subchapter, the commission
- (1) each member of a local governmental body that has

jurisdiction over the area subject to the in situ exploration

- 24 permit; and
- 25 (2) each member of the legislature who represents the
- 26 area in which the proposed in situ exploration will occur.

shall provide written notice of the permit to:

Sec. 131.357. GEOLOGIC, HYDROLOGIC, AND WATER QUALITY

- 1 INFORMATION. (a) A person issued a permit under this subchapter
- 2 shall provide to the groundwater conservation district in the
- 3 county located in the area permit:
- 4 (1) pre-mining water quality information from:
- 5 (A) existing wells within the jurisdiction of the
- 6 groundwater conservation district; and
- 7 (B) cased exploration wells completed under the
- 8 permit issued under this subchapter; and
- 9 (2) a well log that does not contain confidential
- 10 <u>information as defined by Section 131.048.</u>
- 11 (b) A person may compile and analyze the information for a
- 12 reasonable time before submitting the information as required by
- 13 Subsection (a).
- 14 SECTION 6. This Act does not invalidate a permit that
- 15 authorizes in situ exploration activity, as defined by Section
- 16 131.004, Natural Resources Code, as amended by this Act, that was
- issued by the Texas Commission on Environmental Quality before the
- 18 effective date of this Act. A permit that authorizes in situ
- 19 exploration activity, as defined by that section, that was issued
- 20 by the Texas Commission on Environmental Quality before the
- 21 effective date of this Act remains in effect until the permit
- 22 expires.
- 23 SECTION 7. This Act takes effect September 1, 2007.