HOUSE BILL NO. 40
INTRODUCED BY KVAALEN
A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE AND
CLARIFY THE LAWS RELATING TO MINERALS, OIL, AND GAS;
AMENDING SECTIONS 50-202, 50-204, 50-205, 50-303, 50-304,
50-305, 50-429, 50-476, 50-480.7, 50-714, 50-805, 50-1043,
50-1203, 50-1209, 50-1404, 50-1503, 50-1504, 50-1505,
50-1506, 50-1507, 50-1508, 50-1509, 50-1510, 50-1511,
50-1512, 50-1513, 50-1514, 50-1515, 50-1516, 50-1516.1,
50-1517, 60-227, 60-606, 69-3303, 69-3305, AND 73-115,
R.C.H. 1947."
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
Section 1. Section 50-202, R.C.M. 1947, is amended to
read as follows:
"50-202. Samples of fifty pounds per ton to be
retained until settlement. Every-such A person, association,
or corporation which shall buy buys any ores upon any an
agreement to pay for the same them in amount dependent upon
the their metallic contents of the same, or smelt smelts any
ore, shall retain from the pulp or crushed ore, as the same
is sampled, an amount a quantity of not less than 50 pounds
out of each ton of ore, which quantity shall be selected
regularly and at equal intervals from any lot of ore so

brought bought or to be smelted, a quantity not loss than fifty pounds out of each ton of such ore, and shall keep the 3 same this quantity separate and apart from any other ores or pulp for a period of thirty 30 days, or until full settlement is made and accepted by the shipper4, and until such Ontil full settlement is made and accepted, the ore 7 shipper, his agents, or representatives, shall be entitled 8 to may take from the quantity so retained any part thereof for the purpose of sampling or assaying the same that part: provided, that however, the value of any part so taken by 10 11 such the owner or shipper may be deducted from the total 12 value of the ore delivered by him. * 13 Section 2. Section 50-204, R.C.M. 1947, is amended to read as follows: 14 "50-204. Umpire 15 assayers appointment, qualifications, and duties. Asy 1 person, association, or 16 corporation engaged in the sampling of ores with intent to 17 purchase or smelt the same them, whether for themselves or 19 as the agent or agents for other purchasers, shall, on or 20 before the touth day of April, 1909, choose an assayer or assayers who, for at least one year prior to the passage of 21 22 this act, shall have has operated an assay office or 23 chemical laboratory within this state, and to such selected assayer-or-assayers for at least 1 year. The person, association, or corporation shall be submitted submit to the

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selected assayer all samples of ore, sampled by such person, association, or corporation, over which there is a dispute as to metallic contents or value between the buyer or sampler and the seller of such the ore. Said The chosen assayer or assayers shall be known as the unpire or unpires for such the person, association, or corporation."

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Section 3. Section 50-205, R.C.M. 1947, is amended to read as follows:

"50-205. Notice of selection. Upon the selection of two accepts or assayors the unpite, who shall be actively engaged in the assaying business in this state, every the person, association, or corporation selecting the case him shall, within ten 10 days after such choice the selection is made, post a notice of such choice, in which shall appear the name of the assayors or selected, the selection in a conspicuous place with within and without the room or house where the sampling of ores is carried on by such the person, association, or corporation."

Section 4. Section 50-303, R.C.B. 1947, is amended to read as follows:

"50-303. Purchasers Statement by purchasers of ore from leased mines to furnish statement. All persons A person or corporations corporation buying or treating ores from leased mines or mining claims, shall furnish both to the lessor and the lessee, or lessers and lessees, of each the

mines or mining claims, a true and correct copy of the statement of returns of ores from such the sale or shipmenty, such The statement to shall show both the gross and net proceeds derived from such the sale or shipment of ores. Upon shipment of any such the ores from leased premises, either for sale or treatment, the shipper shall furnish to any sampling works or smelter buying or treating same them the maney or names, and post-office address addresses of the lessor or lessers, and the lessee or 10 lessees, interested in such that shipment of ores, and 11 within seven 7 days after receipt of such the statement from 12 such the sampling works or smelter, the said shipper shall make settlement with such the lessor or lessors; and the 13 lessee of lossees, for such the shipment or sale of ores, 15 based upon such said the statement received by the parties 16 from such the sampling works or smelter."

17 Section 5. Section 50-304, R.C.M. 1947, is amended to 18 read as follows:

"50-304. Saspling works and smelters to mail Copy of statement to lessee. That all sampling Sampling works and smelters within this state shall mail a duplicate copy of any statement showing the gross and net proceeds of all ores bought from or treated from for lessors of mines, to the lessee or lessees of the mine or mining claim from which the same shall have been ores were extracted at the same time

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such the statement is furnished to the lessor of said the
 mine or mining claim or shipper of such the ore.

3 Section 6. Section 50-305, R.C.M. 1947, is amended to 4 read as follows:

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person or corporation who, as such the shipper, shall violate the provisions of section violates 50-303 shall be as amended, is liable to the lessor or lessors, and the lessee or lessoes, for ton per sent 10% of the net returns from such the shipment, or sale, of ores referred to in said that section, in addition to the value of the interest of the lessor or lessors, and the lessee or lessoes in said the shipment, the same to This amount may be recovered in an action in any court of competent jurisdiction.

Section 7. Section 50-429, R.C.M. 1947, is amended to read as follows:

working, the map shall show all power distribution and ventilation in maps mines and all shafts, slopes, tunnels, or other openings to the surface or to the workings of a contiguous mine; all excavations, entries, rooms, and crosscuts; the rise or dip of the seam from the bottom of the shaft, mouth of drift, or slope in either direction to the face of the workings; the location of the fan; the location of the permanent pumps, hauling engines,

engine-planes, and <u>fire-walls</u> <u>fire walls</u>; the location of any standing water which might prove a menace to life or danger to property from flood; and the line of any

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5 Section 8. Section 50-476, R.C.M. 1947, is amended to 6 read as follows:

contiquous surface outcrop of the seam."

7 "50-476. Duties of other employees Safety regulations
8 — sine examiners. (1) A person may not enter a mine which
9 is generating firedamp so as in great enough quantities to
10 be detected by a safety lamp until the mine examiners make a
11 report to the division.

- 12 (2) A person, unless accompanied by the mine examiner. 13 way not go beyond a danger signal until all standing gas 14 discovered has been removed or diluted and rendered harmless 15 by a current of air. A person, being ordered to withdraw by 16 the mine foreman or mine examiner from the mine on account 17 of the interruption of the ventilation, may not re-enter 18 reenter the mine until given permission to do so by the mine 19 foreman.
- 20 (3) A person other than the mine examiner may not
 21 remove any caution board or danger signal placed at the
 22 entrance to any working place, or at the entrance to any old
 23 workings in a mine.
- 24 (4) A person may not erase or change a mark of 25 reference or monument made in connection with a measurement+

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change marks or dates ex on any caution board, or erase or change the dates at room or entry face, when made by the mine examiner, or take for his use a life check not issued to him under rules adopted by the division, or change the checks on cars, wrongfully check a car, or do any act with intent to defraud.

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7 (5) A person may not take anything containing fire,
8 except as provided for in rules adopted by the division,
9 into an underground mine.

(5) (6) A person may not place refuse in or obstruct an airway or breakthrough used as an airway. A worker or other person may not damage or alter a water gauge, barometer, air-course, brattice equipment, machinery, or livestock+, obstruct or throw open any airway+, handle or disturb any part of the machinery of the hoisting engine of a mine, open a door of a mine and neglect to close it+, endanger the miners or those working therein+, disobey an order given in pursuance of law, or do a willful act endangering the lives or health of persons working there or the security of a mine or machinery.

21 Section 9. Section 50-480.7, R.C.M. 1947, is amended 22 to read as follows:

"50-480.7. Order no violation abstract Review of order. An operator notified of an order made under section 50-480.2 50-480.3, as amended, may apply to the division for

a hearing or revision of the order. If the division finds that there was no violation, it shall make an order rescinding the order under review. If the division finds that there was a violation, but the violation has since been abated, it shall make an order rescinding the order under review. If the division finds that the violation was not totally abated, it shall make an order consistent with its findings."

9 Section 10. Section 50-714, R.C.M. 1947, is amended to read as follows:

11 "50-714. Effect of patent. The issuance of a United 12 States patent for a mining claim shall be desmed is considered conclusive evidence that the requirements of the 13 14 laws of this state, relative to the location and record of 15 such mining claim, have been duly complied with, provided, however, that where However, if questions of priority are 16 involved, the date of the location shall be an issuable fact 17 where when it is claimed to have been prior to the date of the record of the location." 19

20 Section 11. Section 50-805, R.C.B. 1947, is amended to read as follows:

22 #50-805. Commissioners to be appointed Court order and
23 appointment of commissioners. Upon the return of the
24 summons, or upon any day to which the hearing is adjourned,
25 the defendants may denut or answer, and issue must be

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joined, and the judge must hear the allegations and proofs 1 of the respective parties, and if, If, upon such hearing, he 2 the judge is satisfied that the claims of the plaintiff can 3 only be worked conveniently worked only by means of the privilege asked for, he must make an order adjudging and 5 awarding to the plaintiff such right of way, right of way 6 and must appoint three commissioners, who are disinterested 7 persons and residents of the county, to assess the damages 8 to the lands or claims affected by such order."

Section 12. Section 50-1043, R.C.M. 1947, is amended to read as follows:

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Submission and action on reclamation plan. (1) As rapidly, completely, and effectively as the most modern technology and the most advanced state of the art will allow, each operator granted a permit under this act, shall reclaim and revegetate the land affected by his operation, except that underground tunnels, shafts, or other subsurface excavations need not be revegetated. Under the provisions of this act and rules adopted by the board, an operator shall prepare and carry out a method of operation, plan of grading, backfilling, highwall reduction, subsidence stabilization, water control, topsoiling, and a reclamation plan for the area of land affected by his operation. In developing a method of operation, and plans of backfilling, subsidence

stabilization, water control, grading, highwall reduction,
topsoiling, and reclamation, all measures shall be taken to
eliminate damages to landowners and members of the public,
their real and personal property, public roads, streams, and
all other public property from soil erosion, subsidence,
landslides, water pollution, and hazards dangerous to life
and property.

8 (2) The reclamation plan shall set forth in detail the manner in which the applicant intends to comply with this 9 section and sections 50-1044, 50-1045, and 50-1046, as 11 amended. The plan shall be submitted to the department, and 12 the department shall notify the applicant by certified or 13 reqistered mail within one hundred twenty (120) days after 14 receipt of the plan and complete application if it is or is 15 not acceptable. The department may extend the ene hundred 16 twenty- (120) days an additional one hundred twenty (120) 17 days upon notification of the operator in writing. If the 18 plan is not acceptable, the department shall set forth the 19 reasons why the plan is not acceptable, and it may propose 20 modifications, delete areas, or reject the entire plan. A 21 land owner landowner, operator, or any person aggrieved by 22 the decision of the department may, by written notice, 23 request a hearing by the board. The board shall notify the 24 person by certified or registered mail within twenty (20) 25 days after the hearing of its decision. Every reclamation

1 plan shall be subject to annual review and modification.

2 (2)(3) In addition to the method of operation,
3 grading, backfilling, subsidence stabilization, water
4 control, highwall reduction, topsoiling, and reclamation
5 requirements of this act and rules adopted under this act,
6 the operator, consistent with the directives of subsection
7 (1) of this section shall:

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- (a) bury under adequate fill all toxic materials, shale, mineral, or any other material determined by the department to be acid producing, toxic, undesirable, or creating a hazard:
- 12 (b) as directed by rules seal off, as directed by
 13 rules, tunnels, shafts, or other openings or any
 14 breakthrough of water creating a hazard;
 - (c) impound, drain, or treat all runoff or underground mine waters so as to reduce soil erosion, damage to grazing and agricultural lands, and pollution of surface and subsurface waters:
- (d) remove or bury all metal, lumber, and other refuseresulting from the operation;
 - (e) use explosives in connection with the operation only in accordance with department regulations designed to minimize noise, damage to adjacent lands, and water pollution, and ensure public safety, and for other purposes;

 (f) adopt measures to prevent land subsidence unless

- 1 the board approves a plan for inducing subsidence into an
- 2 abandoned operation in a predictable and controlled manner
- 3 with measures for grading, topsoiling, and revegetating the
- subsided land surface. In order for a controlled subsidence
- 5 plan to be approved, the applicant must show that subsidence
- 6 will not cause a direct or indirect hazard to any public or
- 7 private buildings, roads, facilities, or use arease,
- 8 constitute a hazard to human life or health+, constitute a
- 9 hazard to domestic livestock or to a viable agricultural
- 10 operation+ or violate any other restrictions the board may
- 11 consider necessary+.
- 12 (g) stockpile and protect from erosion all mining and
 13 processing wastes until such these wastes can be disposed of
 14 according to the provisions of this act;
- 15 (h) deposit as much stockpiled waste material as 16 possible back into the mine voids upon abandonment in such
- 17 manner as to prevent or minimize land subsidence. The
- 18 remaining waste material shall be disposed of as provided by
- 19 this act and the rules of the board+.
- 20 (i) seal all portals, entryways, drifts, shafts, or 21 other openings between the surface and underground mine 22 workings upon abandonment.
- 23 (3)(4) An operator may not throw, dump, pile, or
- 24 permit the dumping, piling, or throwing or otherwise placing
- 25 any overburden, stones, rocks, mineral, earth, soil, dirt,

debris, trees, wood, logs, or any other materials or substances of any kind or nature beyond or outside of the area of land which is under permit and for which a bond has been posted under sestion 50-1039, as amended, or place the materials described in this section in such a way that normal erosion or slides brought about by natural physical causes will permit the materials to go beyond or outside of the that area of land which is under pormit and for which a bond has been posted under section 50 1039.

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10 Section 13. Section 50-1203, R.C.B. 1947, is amended 11 to read as follows:

12 **50-1203. Definitions. As used in this act, unless the
13 context indicates otherwise, the following definitions
14 apply:

(1) "Surface mining" shall seem means and includes includes all or any part of the process involved in mining of minerals by removing the overburden and mining directly from the mineral deposits thereby exposed, including, but not limited to, open-pit mining of minerals naturally exposed at the surface of the earth, mining by the auger method, and any and all similar methods by which earth or minerals exposed at the surface are removed in the course of mining. Surface mining shall does not include the extraction of oil, gas, bentonite, clay, coal, sand, gravel, phosphate rock, or uranium not or excavation or grading conducted for

on-site farming, on-site road construction, or other on-site building construction.

- 3 (2) "Unit of surface-mined surface-mined area" shall mean means and includes includes that area of land and surface water included within an operating permit actually disturbed by surface mining during each twelve meath 12-month period of time, beginning at the date of the issuance of the permit, and shall comprises it comprises and includes the area from which overburden and/or sinerals have been removed, the area covered by mining 10 11 debris, and all additional areas used in surface mining or underground mining operations which, by wirtue of such use, 12 13 are thereafter susceptible to erosion in excess of the 14 surrounding undisturbed portions of land.
- (3) "Disturbed land" shall seam means and include 15 16 includes that area of land or surface water disturbed, 17 beginning at the date of the issuance of the permit, and shall comprise it comprises that area from which the 19 overburden, and or minerals have been removed+ and tailings 20 ponds, waste dumps, roads, conveyor systems, leach dumps, 21 and all similar excavations or covering resulting from said 22 the operation and which has have not been previously 23 reclaimed under the reclamation plan.
- (4) "Abandonment of surface or underground mining" may
 be presumed when it is shown that continued operation will

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- (5) "Underground mining" shall mean means and include includes all methods of mining other than surface mining.
- (6) "Person" shall mean means and include includes any person, corporation, firm, association, partnership, or other legal entity engaged in exploration for or development or mining of minerals on or below the surface of the earth.
- (7) "Mineral" shall near means and include includes any ore, rock, or substance, other than oil, gas, bentonite, clay, coal, sand, gravel, phosphate rock, or uranium, taken from below the surface or from the surface of the earth for the purpose of milling, concentration, refinement, smelting, manufacturing, or other subsequent use or processing or for stockpiling for future meage use, refinement, or smelting.
- (8) "Exploration" shall mean means and includes includes all activities conducted on or beneath the surface of lands resulting in material disturbance of the surface for the purpose of determining the presence, location, extent, depth, grade, and economic viability of mineralization in those lands, if any, other than mining for production and economic exploitation, as well as all roads made for the purpose of facilitating exploration, except as noted in section 20 [50-1220] and section 24 [50-1224] herein.
- (9) "Development" shall mean means and include

- includes all operations between exploration and mining.
- 2 (10) "Mining" shall-be deemed-to-have-scamonsed
- 3 <u>commences</u> at such time as the operator shall first aine
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mines ores or minerals in commercial quantities for sale.

- 5 beneficiation, refining, or other processing or disposition
- 6 or shall first take takes bulk samples for metallurgical
- 7 testing in excess of aggregate of ten thousand (10,000)
- 8 short tons.
- 9 (11) "Reclamation plan" shall-mean means and include
- 10 includes the operator's written proposal, as required and
- 11 approved by the board, for reclamation of the land that will
- 12 be disturbed, which proposal shall include, to the extent
- 13 practical at the time of application for a developing or
- 14 operating permit:
- 15 (a) a statement of the proposed subsequent use of the
- 16 land after reclamation:
- 17 (b) Plans plans for surface gradient restoration to a
- 18 surface suitable for the proposed subsequent use of the land
- 19 after reclamation is completed, and the proposed method of
- 20 accomplishment;
- 21 (c) **Banner the manner and type of revegetation or
- 22 other surface treatment of disturbed areas;
- 23 (d) Procedures procedures proposed to avoid
- 24 foreseeable situations of public nuisance, endangerment of
- 25 public safety, damage to human life or property, or

unnecessary damage to flora and fauna in or adjacent to the area;

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- (e) #athod the method of disposal of mining debris;
- (f) Mothod the method of diverting surface waters around the disturbed areas where necessary to prevent pollution of Such those Waters or unnecessary erosion;
- (g) #ethed the method of reclamation of stream channels and stream banks to control erosion, siltation, and pollution;
- (h) <u>Such such</u> maps and other supporting documents as may be reasonably required by the department; and
- (i) A <u>a</u> time schedule for reclamation that meets the requirements of section 9-{50-1209} of this act.
- (12) "Vegetative cover" as used in this ast shall mean means the type of vegetation, grass, shrubs, trees, or any other form of natural cover decord considered suitable at time of reclamation.
- (13) "Board" shall—mean means the board of land commissioners, or such state employee or state agency as may succeed to its powers and duties under this act.
- 21 (14) "Department" shall mean means the department of 22 state lands.
- 23 (15) "Small miner" shall mean any means a person, firm,
 24 or corporation engaged in the business of mining who does
 25 not remove from the earth during any twenty-four (24)

3 Section 14. Section 50-1209, R.C.M. 1947, is amended to read as follows:

"50-1209, Reclamation plan-aggosplishment of specific activities and specific reclamation requirements. (a) (1) The reclamation plan shall provide that reclamation activities. particularly those relating to control of erosion, shally to the extent feasible, shall be conducted simultaneously with 10 mining and in any case shall be initiated promptly after 11 completion or abandonment of mining on those portions of the mine complex that will not be subject to further disturbance 12 13 by the mining operation. In the absence of an order by the 14 board providing a longer period, the plan shall provide that 15 reclamation activities shall be completed not more than **** 16 +(2) years after completion or abandonment of mining on said 17 that portion of mine complex.

18 (b) (2) In the absence of emergency or suddenly

19 threatened or existing catastrophe, an operator may not

20 depart from an approved plan without having previously

21 obtained obtaining from the department written approval of

22 bis proposed change.

23 (c) (3) Provision shall be made to avoid accumulation
24 of stagnant water in the mined area which may serve as a
25 host or breeding ground for mosquitoes or other

disease-bearing or norious insect life.

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(a) (4) All final grading shall be made with nonnoxious, nonflammable, noncombustible solids unless approval has been granted by the board for a supervised sanitary fill.

(e) (5) Where mining has left an open pit exceeding two (2) acres of surface area, and the composition of the floor and/or walls of which the pit are likely to cause formation of acid, toxic, or otherwise pollutive solutions (hereinafter "objectionable effluents") on exposure to moisture, the reclamation plan suct shall include provisions which adequately provide for:

(2)-(b) Processing processing of any such objectionable effluents in the pit before their being allowed to flow or be pumped out of it to reduce toxic or other objectionable ratios to a level deemed considered safe to humans and the environment by the board; or

(3)(c) Drainage drainage of any such objectionable effluents to settling or treatment basins when the objectionable effluents must be reduced to levels deemed considered safe by the board before release from the

settling basin; or

2 (4) (d) Absorption and/ absorption or evaporation of
 3 objectionable effluents in the open pit itself; and

4 (5)(e) Prevention prevention of entrance into the open pit by persons or livestock lawfully upon adjacent lands by fencing, warning signs, and such other devices as may reasonably be required by the board.

8 (f) (6) Vegetative Provisions for vegatative cover will
9 shall be required in the reclamation plan if appropriate to
10 the future use of the land as specified in the reclamation
11 plan.

12 (9)-(7) The reclamation plan shall provide for the
13 reclamation of all disturbed land. Proposed reclamation need
14 not reclaim the areas to a better condition or different use
15 than that which existed prior to development or mining.

16 (b) (8) A reclamation plan will shall be approved by
17 the board if it adequately provides for the accomplishment
18 of the activities beretofers specified in this section."

19 Section 15. Section 50-1404, R.C.H. 1947, is amended 20 to read as follows:

21 "50-1404. Approved strip-mining plan required for strip mining period for which — effective period. (1) No operator may engage in strip mining without having first 24 obtained obtaining approval of a strip-mining strip-mining plan from the department as provided for in section 5

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f-50-1405-, as amended.

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(2) Approved strip sining strip-mining plans shall be effective for two (2) years from the date of commending the operation or one (1) year from the date the plan is approved, whichever occurs first."

Section 16. Section 50-1503, R.C.H. 1947, is amended to read as follows:

"50-1503. Contracts for reclamation of open cut mining land enforcement of contracts. The state board of land contracts is hereby authorized to enter into contracts with operators in the name of the state of Montana with operators which will provide for the reclamation of lands on which open cut opencut mining of bentonite, clay, scoria, phosphate rock, sand, and gravel has been or is to be conducted. The state board of land consissioners is authorized to sue and be sued in the name of the state of Montana to enforce the provisions of any contract, and caid the board shall bring such court actions and take such other steps and actions as may be necessary to enforce the provisions of such contracts."

21 Section 17. Section 50-1504, R.C.M. 1947, is amended 22 to read as follows:

23 "50-1504. Definitions.

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25 When used in this act, unless a different meaning clearly

appears from the context, the following definitions apply:

- 2 (1) "Contract" means a mined land reclamation contract
 3 prepared by the commission board to meet the requirements of
 4 this act.
- 5 (2) "Open out Open cut mining" means the mining of
 6 bentonite, clay, scoria, phosphate rock, sand, or gravel by
 7 removing the overburden lying upon natural deposits thereof,
 8 and mining directly from the natural deposits thereby
 9 exposed, including the removal of overburden for the purpose
 10 of determining the location, quality, or quantity of any
 11 natural deposit of bentonite, clay, scoria, phosphate rock,
 12 sand, or gravel.
- 13 (3) "Reclamation" means the reconditioning of the area
 14 of land affected by open out mining opencut-mining
 15 operations to make the area suitable for productive use,
 16 including but not limited to, forestry, agriculture,
 17 grazing, wildlife, recreation, or residential and industrial
 18 sites.
- 19 (4) "Overburden" means all of the earth and other
 20 materials which lie above a natural deposit of bentonite,
 21 clay, scoria, phosphate rock, sand, or gravel. "Spoil" is
 22 the overburden disturbed from its natural state in the
 23 process of open out opencut mining.
- 24 (5) "Operator" means any a person engaged in and
 25 controlling an open out mining opencut-mining operation.

(6) "Affected land" means the area of land from which overburden is to be or has been removed and upon which the overburden is to be or has been deposited.

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- 4 (7) "Commission Board" means the state board of land commissioners.
- firm, association, partnership, cooperative, or corporation or any department, agency, or instrumentality of the state or any governmental subdivision, or any other entity that over whatever.
- (5) "Landowner" means the owner of land directly or indirectly affected by an open-out-mining opencut-mining opencut-mining
 - (10) "Public notice" means notice given by publication in a newspaper in the general area where the affected land is located. Such The notice shall be given once a week for three-(3) successive weeks.
- 18 (11) "Soils materials" are those horizons containing
 19 topsoil or other soils leached free of deleterious salts and
 20 capable of sustaining plant growth and recognized as such by
 21 standard authorities.
- 22 (12) "Refuse" means all waste material directly
 23 connected with the open cut mining
 24 operations.
- 25 (13) "Final cut" means the last pit created in an open

- sut mined opencut-mined area.
- 2 (14) "High -wall Highwall" means that side of the pit
 3 adjacent to unmined land.
- 4 (15) "Reclamation plan" means the description of
 5 current land use, topographical data, water data, soils
 6 data, leased areas, intended mine areas, and description of
 7 an explanation of proposed reclamation of the land with
 8 appropriate maps.
- 9 (16) "Progress report" means a report showing the land
 10 which the operator has affected by open out opencut mining
 11 during the year. Such The report shall show the number of
 12 acres of affected land and all reclamation accomplished."
- 13 Section 18. Section 50-1505, R.C.#. 1947, is amended
 14 to read as follows:
- 15 "50-1505. Administration of act delegation of functions. The coesission board is the administrator of this 17 act and it has all the power necessary to implement and 18 enforce it. The coesission board may delegate to the 19 commissioner of state lands such powers, duties, and functions under this act as it does considers necessary for the performance of its duties."
- 22 Section 19. Section 50-1506, R.C.M. 1947, is amended 23 to read as follows:
- 24 "50-1506. Powers, duties, and functions of ceraissical board. The corrisorab board has the following powers.

duties, and functions to:

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- (1) to enter into contracts where it is found on the basis of the information set forth in the application and an evaluation of the operation by the commission board that the requirements of the act or rules will be observed and that the operation and the reclamation of the affected area can be carried out consistent consistently with the purpose of the act:
- (2) to prepare and adopt rules and regulations

 pertaining to open out opencut mining to accomplish the

 purposes of this act;
- (3) to conduct hearings and, for the purposes of conducting such hearings, to administer oaths and affirmations, to subpoen witnesses, to compel attendance of witnesses, to hear evidence, and to require the production of any books, papers, correspondence, memoranda, agreements, documents, or other records relevant or material to the inquiry;
- (4) to adopt uniform procedures for the filing of necessary records, the issuance of contracts, and for any other matters of administration not specifically enumerated in this act;
- (5) to reclaim any affected land with respect to which
 a bond has been forfeited; and
- 25 (6) to make investigations or inspections which may be

1 deemed are considered necessary to insure compliance with
2 any provisions provision of this act.

3 Section 20. Section 50-1507, R.C.H. 1947, is amended to read as follows:

"50-1507. Contract for reclamation required for -large open out-operations. From and after After the effective date 7 of this act March 16, 1973, no operator shall may conduct open-sut-mining opencut-mining operations which shall will 9 result in the removal of ten-thousand (10,000) cubic yards, 10 or more, of product or overburden, until he has entered into 11 a contract with the session board for the reclamation of 12 the land affected. Amy An operator conducting a number of 13 operations, each of which result in the removal of less than 14 ten thousand (10,000) cubic yards of product or overburden 15 but which result in the removal of ten theusand (10,000) 16 cubic yards, or more, of product or overburden in the 17 aggregate shall be is subject to the provisions of this 18 act."

- 19 Section 21. Section 50-1508, R.C.H. 1947, is amended 20 to read as follows:
- 21 "50-1508. Application for contract contents —

 22 issuance of contract amendment withdrawal of land. (1)

 23 Applications for a contract shall be made upon a form

 24 furnished by the commission board, which form contains shall
- 25 contain the following:

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1	(1) (a) the name of the operator and, if other than the
2	owner of the land, the name and address of the owner-
3	$\frac{(2)}{(b)}$ the type of operation to be conducted;
4	(3)(c) the volume of earth to be removed, as
5	accurately as the same volume may then be estimated, and the
6	volume which has been previously removed, if any;
7	(4) the location of the operation by legal
8	subdivision, section, township and range, and county;
9	(5) (e) the date when such the operation was or will be
10	commerced; and
.11	(f) tho-operator sust subsit a plan of -his operation
12	and the sethod and manner of reclamation that will be used
13	or-followed. If the operator, prior to applying for a
14	contract, notifies the consission of his intention to submit
15	a plan, and requests the consission to examine the area to
16	be-wined, the commission shall sause the area to be examined
17	and make recommendations—to—the operator—regarding
18	reglasation;
19	(7)- (f) a statement that the applicant has the right
20	and power by legal estate owned to mine by open cut opencut
21	mining the lands so described+ $\underline{\bullet}$
22	(8) (2) the The application shall be accompanied by:
23	(a) a bond or security meeting the requirements as set
24	out in this act, and;
25	(b) a fee of fifty-dollars (\$50); and

1 (c) the operator's plan of his operation and the 2 method and manner of reclamation that will be used or 3 followed. 4 (3) If, prior to applying for a contract, the operator notifies the board of his intention to submit a plan and requests the board to examine the area to be mined, the 7 board shall cause the area to be examined and make recommendations to the operator regarding reclamation. 9 (4) Upon receipt of such the application, bond or 10 security, and fee due from the operator, and upon agreement 11 to the terms of the contract by the parties, the semmission 12 board may issue a contract to the applicant which shall 13 estitle entitles him thereafter to continue in or engage in 14 epen-cut opencut mining or on the land therein described+. 15 (9) (5) an An operator desiring to have his contract amended to cover additional contiguous or nearby land may 17 file an amended application with the consission board. Upon 18 receipt of the amended application, and such additional bond 19 as may be required, and upon agreement to the terms of the amendment by the parties, the commission board may issue an 20 amendment to the original contract covering the additional 21 22 land described in the amended application, without the 23 payment of any additional fee; (10) (6) an An operator may withdraw any land covered

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contract, except affected land, by notifying the

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bond or security filed by such the operator pursuant to the provisions of this act shall be reduced proportionately."

Section 22. Section 50-1509, R.C.M. 1947, is amended to read as follows:

hond substitution of bond forfeiture release Bond. (1)

Any A bond required to be filed in this act by the operator shall be in such form as the commission prescribed board prescribes, payable to the state of Montana, and conditioned upon the operator's full compliance with all requirements of this act and all rules and regulations of the commission board. Such The bond shall be signed by the landowner or operator, as appropriate, as principal, and by a good and sufficient corporate surety, licensed to do business in the state of Montana, as surety. The penalty of such the bond shall be in an amount not to exceed the costs of restoration required by this act as determined by the commission, board but chall may not be less than two hundred dollars (\$200) nor or more than one thousand dellars (\$1,000) per acre.

(2) In lieu of such the bond, the operator may deposit with the board cash and government securities or a bond with property sureties with the commission in an amount equal to that of the required bond on conditions as above prescribed.

In the discretion of the commission board, surety bond

requirements may be fulfilled by the operator's posting a bond with land and improvements and facilities thereon as security, in which event no surety shall may be required. The penalty of the bond or amount of cash and securities shall be increased or reduced from time to time as provided in this act. Such The bond or security shall-be-and-remain remains in effect until the mined acreages have been reclaimed, as provided under the contract, and the reclamation has been approved and the bond or security has been released by the seasission, board, and shall-from time to time The bond or security shall cover only actual mined acreages and may be increased or reduced to cover only such acreages as remained remain unreclaimed.

- a surety upon a bond filed with the consiscion board pursuant to this act shall be is suspended or revoked, the operator, within thirty (30) days after receiving notice thereof from the consiscion board, shall substitute for such that surety a good and sufficient surety licensed to do business in the state. Upon failure of the operator to make substitution of surety, the consiscion shall have the right to board may suspend the contract of the operator to conduct operations upon the land described in such the contract until such the substitution has been made.
- (4) The commission board shall cause to be reclaimed

the reclamation of any affected land with respect to which a bond has been forfeited.

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- (5) Whenever an operator shall have completed has completed all of the requirements under the provisions of this act as to any affected land, he shall notify the commission board thereof. If the commission chall release board releases the operator from further obligation regarding such affected land, the penalty of the bond shall be reduced proportionately."
- Section 23. Section 50-1510, R.C.M. 1947, is amended to read as follows:
 - effective period of contract <u>Peclamaticn</u> plan part of <u>Contract</u> requirements. The contract shall meet the following requirements:
 - the consission board before consencing any open-out opencut mining, and may not commence mining before it the plan receives approval from the consission board. The operator may request and receive a meeting with the consission board prior to submission of the plan. If the consission board does not notify the operator that it has approved or disapproved a plan within thirty—(30) days after the consission board has received the plan, the consission chall be deemed board is considered to have approved the plan. The

commission board, however, may for sufficient cause, may extend its period of consideration for an additional thirty 430+ days if it notifies the operator prior to the end of 3 the original thirty (30) day 30-day period. The coemission board shall submit all each reclamation plans plan or amendments to the reclamation plan to the landowner for his recommendations and shall consider those recommendations in deciding whether to approve or disapprove any plan or amendments. The commission board may seek technical help 10 from any state or federal agency. The commission must board 11 shall submit the plan immediately to the director, of the 12 university of Montana statewide archaeological survey for 13 evaluation of possible archaeological or historical values 14 in the area to be mined. The commission board may approve a 15 reclamation plan only if the commission board has found that 16 the plan provides for the best possible reclamation procedures available under the circumstances at the time, so 17 18 that after mining operations are completed the affected land 19 shall will be reclaimed to a productive use. Once the reclamation plan has been is accepted in writing by the 20 commission board, it shall become a part of the contract but 21 22 shall-be is subject to annual review and modification by the 23 board.

24 (2) The commission board may not approve any
25 reclamation plan unless the plan provides that:

(a) that the land will be reclaimed for one or more specified uses, including but not limited to+ forest, pasture, orchard, cropland, residence, recreation, industry, habitat for wildlife, (including food, cover, or water), for wildlife or other uses:

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- (b) that to the extent reasonable and practicable, the operator shall will establish vegetative cover commensurate with the proposed land use;
- (c) where whenever operations result in a need to prevent acid drainage or sedimentation, on or in adjoining lands or streams, there shall be previsions for the construction of earth dams or other reasonable devices to control water drainage, provided the formation of such impoundments or devices will not interfere with other landowners' rights or contribute to water pollution;
- (d) that to accomplish practical utilization of soil materials, such material will be utilized for placement on affected areas, if required by the reclamation plan after completion or termination of that particular phase of the mining operations, at a depth sufficient for plant growth on slopes of 3:1 or less.
- 22 <u>(e) Grading specifications shall that grading will</u> be 23 commensurate with the topography sought and land use 24 designated;
- 25 (e) (f) that metal and other waste shall will be

removed or buried;

2 (f) (q) that all access, haul, and other support roads
3 chall vill be located, constructed, and maintained in such a
4 manner as to control and minimize channeling and other
5 erosion:

6 (9)(h) that the operator shall will submit a progress
7 report annually to the commission a progress report board;

8 (h)(i) that all operations shall will be conducted so
9 as to avoid range and forest fires and spontaneous
10 combustion—Open and that open burning of carbonaceous
11 materials shall will be in accordance with suitable
12 practices for fire prevention and control;

13 (i) (j) that archaeological and historical values in
14 areas to be mined shall vill be given appropriate
15 protection;

that except for rock faces, bench faces, and excavations used for water impoundments, each surface area of the mined premises which will be disturbed shall will be revegetated when its use for extractive purposes is no longer required.

21 (1) Seeding that seeding and planting shall will be
22 done in a manner to achieve a permanent suitable vegetative
23 cover for wildlife, livestock, and retardation of erosion24 All and that all seed will be drilled unless otherwise
25 provided in the plan:

(*) (m) that reclamation shall vill be as concurrent with mining operations as feasible, and must vill be completed within a specified length of time.

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- (3) If reclamation according to the plan has not been completed in the time specified, the commission shall board after thirty—(30) days' written notice shall order the operator to cease mining, and, if the operator does not cease, shall institute an action to enjoin further operation and may sue for damages for breach of contract, for payment of the performance bond, or for both.
- (4) (a) At any time during the period of reclamation the operator may for good reason submit to the commission board a new reclamation plan or amendment to the existing plan, including extensions of time.
- (b) The consission board may approve the proposed new reclamation plan, or amendments to the existing plan if:
- (i) the operator has in good faith carried on reclamation according to the existing plan, and (ii) the proposed new plan, or amendments to the existing plan, will result in reclamation as or more desirable or more than the reclamation proposed under the existing plan; or
- (iii) it is highly improbable reclamation will be successful unless the existing plan is replaced or amended.
- (c) When accepted, the proposed new reclamation plan or the proposed amendments to the existing plan becomes

become a part of the contract.

- 2 (5) The operator shall provide a performance bondy or

 3 an alternative acceptable to the consission, board in an

 4 amount commensurate with the estimated cost of reclamation,

 5 but in no case shall may the bond be less than two hundred

 6 dollars (\$200) per acre. The estimated cost of reclamation

 7 shall be set forth in the reclamation plan.
- 8 (6) The contract, reclamation plan, and amendments
 9 accepted by the commission board shall be a public record
 10 and open to inspection.
- 11 (7) The contract shall become effective when signed by
 12 the commission board and the operator, and shall remain in
 13 force until terminated by mutual consent or by the
 14 commission board upon cis (6) months! 6-months! notice.
- 15 Section 24. Section 50-1511, R.C.M. 1947, is amended 16 to read as follows:
- 17 "50-1511. Receipt of fends by commission -- reclaration work by commission and expenditure of funds. (1) The 18 19 sommission board may receive any federal funds, state funds, 20 or any other funds for the reclamation of land affected by 21 open out opencut mining. The commission board may cause the 22 reclamation work to be done by its own employees or by employees of other governmental agencies, soil conservation 23 24 districts, or through contracts with qualified persons.
- 25 (2) Any funds or any public works programs available

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to the commission board shall be used and expended to reclaim and rehabilitate any lands that have been subject to open out opencut mining that have not been reclaimed and rehabilitated in accordance with the standards of this act."

Section 25. Section 50-1512, R.C.M. 1947, is amended to read as follows:

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22 23 "50-1512. Inspection of open cut opencut mining by sommission board. The sommission board or its accredited representatives, may enter upon lands subjected to open cut opencut mining at all reasonable times for the purpose of inspection, to determine whether the provisions of this act have been complied with."

13 Section 26. Section 50-1513, R.C.E. 1947, is amended to read as follows:

penalty. Anyone required by this act to have a contract and who engages in open cut opencut mining without previously securing a contract to do so as prescribed by this act is quilty of a misdemeanor and, upon conviction thereof, shall be fined not less than five hundred dollars (\$500) and not more than one thousand dollars (\$1,000). Each day of operation without a contract required by this act shall be deemed is a separate violation."

24 Section 27. Section 50-1514, R.C.M. 1947, is amended 25 to read as follows: 1 "50-1514. Reclamation of land on which bond forfeited.
2 The commission shall have the power to In keeping with the
3 provisions of this act, the board may reclaim, in keeping
4 with the provisions of this act, any affected lands with
5 respect to which a bond has been forfeited."

6 Section 28. Section 50-1515, R.C.M. 1947, is amended 7 to read as follows:

8 "50-1515. Geneission Board hearing en-final order of
9 commissioner judicial review. (1) A person who is aggrieved
10 by a final decision of the commissioner of state lands is
11 entitled to a hearing before the commission board.

12 (2) The Montana Administrative Procedure Act (title
13 <u>Title</u> 82, chapter 42, R.C.H. 1947) governs hearings before
14 the commission board and judicial review of decisions of the
15 commission board under this act."

16 Section 29. Section 50-1516, R.C.M. 1947, is amended 17 to read as follows:

18 "50-1516. Exemption of — operations covered by other

19 law metal mine reclamation. Nothing in this act chall may be

20 construed to be applicable to mining or exploration

21 operations which are regulated under the provisions of Title

22 50, chapter 12, R.C.M. 1947."

23 Section 30. Section 50-1516.1, R.C.M. 1947, is amended 24 to read as follows:

25 "50-1516.1. Exceptions Chapter inapplicable to state

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- 1 and local government. The provisions of this chapter 2 relating to fees or bonds shall do not apply to the state of
- 4 Section 31. Section 50-1517, R.C.M. 1947, is amended 5 to read as follows:

Montana, counties, cities, or towns."

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chapter."

- 6 "50-1517. Exemption of __ operations on federal lands. This chapter shall-not be is not applicable to operations on certain federal lands as specified by the board, provided it 9 is first determined by the board that federal law or regulations issued by the federal agency administering such 10 11 the lard, impose controls for reclamation of said those 12 lands equal to or greater than those imposed by this
- 14 Section 32. Section 60-227, R.C.H. 1947, is amended to 15 read as follows:
- 16 *60-227. Petroleum and liquefied petroleum meter 17 license fees. A petroleum or liquefied petroleum dealer 18 shall pay license fees as follows:
- 19 (1) All for petroleum vehicle tank meters and bulk 20 petroleum meters of two and one-half (2 1/2) inches and 21 under, six-dollars-(\$6)+:
- 22 121 All two-and one-half (2-1/2) for 2 1/2 inch and 23 under petroleum meters for more than one fluid, ton dollars +\$10}+; 24
- 25 (3) All for bulk petroleum meters over two-and

- one-half-{2 1/2} inch inches, ten-dellars-{\$10}-;
- (4) All for petroleum meters over two and one balf 2 42 1/2-inch inches for more than one fluid, fifteen dellars 3
- (\$15)- ; and
- (5) All for liquefied petroleum liquid meters, fifteen 6 dellars (\$15)."
- Section 33. Section 60-606, R.C.M. 1947, is amended to 7 read as follows:
- The representative. 9 "60-606. Expenses of representative, or the assistant representative appointed by 10 the governor of the state of Montana, to the oil compact commission shall be allowed and paid his reasonable expenses 12 13 while engaged in the performance of his official duties, and said his expenses and all other expense incurred in 14 connection with the said interstate oil compact and said the 15 16 interstate oil compact commission shall be paid out of the eil congervation beard board of oil and gas conservation 17 revenue fund in accordance with the provisions of 60-124 18 60-145, as amended." 19
- Section 34. Section 69-3303, R.C.M. 1947, is amended 20 to read as follows: 21
- 22 "69-3303. Filing-of-notice Notice of intention to engage-in-geophysical-exploration explore. It-shall be 23 necessary for any A person, firm, or corporation desiring to 24 engage in such geophysical exploration within the state of 25

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1 Montana, prior to actually so engaging in such exploration,
2 to shall file a notice of intention to engage in such
3 geophysical the exploration with the county clerk and
4 recorder in each county in which exploration is to be
5 carried on, or engaged in. The said notice of intention to
6 engage in such geophysical exploration shall be filed prior
7 to the actual commencement of such geophysical the
8 exploration."

9 Section 35. Section 69-3305, R.C.M. 1947, is amended 10 to read as follows:

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#69-3305. Insuance of geophysical exploration permit
requirements contents period valid for county clerk and
recorder of each county in the state of Montanay

contained, namely the filing of a notice of intention to engage in such geophysical the exploration, in addition to and a certificate for photostatic copy thereofly from the secretary of the state of Montana certifying the name and address of the resident agent for service of process for said the person, firm, or corporation desiring to engage in such geophysical the exploration, and certifying that the required surety bond has been filed with the said secretary of state, shall issue to such the person, firm, or corporation a

1 "geophysical exploration permity".

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- (2) which The permit will shall show:
- 3 (a) the mames name of the person, firm, or 4 corporation this or its and principal place of business;
- 5 (b) if a firm or corporation, the names and addresses 6 of its officers:
- 7 (c) the name and address of the resident agent for 8 service of process for said the person, firm, or 9 corporation;
- 10 (d) that a notice of intention to engage in such
 11 geophysical exploration has been duly filed; and
- 12 <u>(e)</u> that a good and sufficient surety bond has been 13 filed by the said person, firm, or corporation, naming the 14 surety company and giving its address+.
 - (3) such The permit to shall be signed by the county clerk and recorder and/or his deputy, and bearing bear the official county seal. Such The permit shall be valid and effective for all such geophysical crews of the permittee during the calendar year in which it is issued.
 - (4) The cost of the caid permit shall be five dollars (\$5-00) per calendar year or any portion thereof for which issued, and the revenues realized therefrom shall go to the county so issuing. Such funds as are realized shall be applied toward payment of the cost of printing said the permits, which shall be printed at the county seat, and such

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excesses shall, from year to year, go into the county's general fund, provided, hewever, that if

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- 15) If printed forms are not available at the time any person, firm, or corporation desires such the permit and qualifies for its issuance, typewritten or other form of reproduction of such the permit may be used and, the fee of five dollars (\$5.00) nevertheless shall nevertheless be paid for its issuance, and such this fee shall be disposed of in the same manner.
- 161 The said permit or a photostatic copy thereof shall be carried by the person, or by the agent of the firm or corporation, at all times during the period of such the geophysical exploration and shall be exhibited upon demand by of any county or state official.
- Section 36. Section 73-115, R.C.M. 1947, is amended to read as follows:
 - "73-115. Action to compel release—damages—attorney's fees—release without suit. Should the ewner—of such—lease neglect or refuse (1) If the lessee or assignee thereof neglects or refuses to execute a release as provided by this act, then the owner of the leased premises may sue in any court of competent jurisdiction to obtain such the release, and in such action he also may also recover in such action of from the lessee, his successor, or assigns, the sum of one—hundred dollars (\$100,00) as damages, and all

- costs, together with a reasonable attorney's fee for preparing and prosecuting the suit, and he may also receiver any additional damages that the evidence in the case will warrant warrants. In all such actions write Write of attachment may issue as in other cases. If in such the action, the plaintiff fails to establish the forfeiture of the lease, an attorney's fee must be allowed to the holder lessee or assignee of the lease. Issues in regard to such attorney's fees shall be determined in the same manner as
- 11 <u>(2)</u> When, by its terms, any such an oil and/or gas
 12 lease has expired and is subject to forfeiture for
 13 nonperformance and more than three—(3) years has have
 14 elapsed since said the expiration, the owner of the leased
 15 premises may, in addition to all other remedies, may serve a
 16 written notice on said the lessee or on the assignee
 17 thereof, which notice shall state:
- 18 <u>(a)</u> the name names of the lessor, the lessee, and the
 19 assignee thereof if assigned;
- 20 <u>(b)</u> the date of the lease; <u>and</u> the date of the 21 expiration thereof;
- 22 (c) the description of the lands leased;
- 23 (d) the place, book, and page where the lease is
- 24 recorded; and shall state-that unless-said-lease or abstract
- 25 of such lease is released of record, or

other issues in such actions.

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(e) that if the lessee or assignee fails to execute a 1 2 release of record of the lease or abstract of the lease, the lease shall be terminated and of no effect and shall cease to be a lien upon the lands described therein, unless the lessee or the assignee thereof shall, within sixty-(60) days from the date of service thereof, file an affidavit of the notice, files, in the county clerk's office in the county wherein such where the lease or abstract of such lease is recorded, an affidavit stating that the lease is in effect and deliver delivers a copy thereof to the owner of the leased lands stating that said lease is in effect, 12 otherwise, said-lease-shall-be terminated and of -- no - effect and shall sease -- to -- be -- a -- lion -- upon - the lands - described thorein.

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(3) If the lessee of or the assignee thereof resides in the county where said the lease or abstract of such the lease is recorded, the notice shall be personally served on said that person or persons. If said the lessee or the assignee thereof does not reside in said that county, but his, her or its address appears on the records in that county clerk's office, or is otherwise known, such the notice shall be mailed by registered certified mail to such that person, or persons, at such that address, and in addition thereto, such the notice shall be published once a week for f two f 2 consecutive weeks in a newspaper of general

circulation in the county in which said the lands are 2 situatedy, and said notice shall likewise be published in the manner as above provided if If the address of the lessee or assignee is unknown, the notice shall be published in the manner provided above. The date of service of said the notice, if served personally, the date of mailing, if served by mail+, and the first date of publication of said the notice, if published, must be at least sixty-(60) days before the date of termination referred to in said the 10 notice.

11 (4) Upon the expiration of the time mentioned in said 12 the notice, if the affidavit of the lessee or assignee has 13 not been filed as herein provided, the owner of the leased 14 lands shall file an affidavit of of service thorough of the 15 notice in the county clerk's office of said the county in 16 which the lands are located, and the affidavit shall be kept 17 as a permanent file in his office, and such this proof of 18 notice when so filed shall be is prima facie evidence of the 19 sufficiency of the notice, and from and after the filing 20 thereof said the lease shall be is terminated and the lands 21 released from the lien thereof."

-End-

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LC0011

1977 Legislature Code Commissioner Bill - Summary

House Bill No. 40

TO GENERALLY REVISE AND CLARIFY LAWS RELATING TO MINERALS, OIL, AND GAS.

(This summary does not include discussion of routine form or grammatical changes.)

Section 1. 50-202. Changed "brought" to "bought" to be consistent with previous verb "buy."

Section 2. 50-204. Deleted "on or before the tenth day of April, 1909," to update section and make it permanent law.

Section 3. 50-205. Changed "with" to "within" in reference to posting.

Section 4. 50-303. Changed "lessor and lessee, or lessors and lessees" to "lessor and the lessee" for clarity. Changed "lessor or lessors, lessee or lessees" to "lessor and the lessee" twice, also for clarity.

Section 5. 50-304. Changed "bought or treated from lessors" to "bought from or treated for lessors" for clarity.

Section 6. 50-305. Changed "lessor or lessors, lessee or lessees" to "lessor and the lessee" for clarity.

Section 7. 50-429. Changed "ventilation in maps" to "ventilation in mines."

Section 8. 50-476. Added language in first subsection for clarity. Changed "or any caution board" to "on any caution board" in subsection (4).

Section 9. 50-480.7. Changed erroneous internal reference 50-480.2 to the correct section, 50-480.3.

- Section 10. 50-714. Added "evidence" after "conclusive" to make a complete thought.
- Section 11. 50-805. Deleted obsolete reference to "demur". Added "who are" before "disinterested persons" for clarity.
- Section 12. 50-1043. Added "certified or" before "registered mail" twice in subsection (1) to conform to 19-122, R.C.M. 1947. Added verb "violate" before "any other restrictions" in subsection 2(f). Deleted part of the last sentence in subsection (3) to avoid repetition.
- Section 13. 50-1203. Added "The following definitions apply" in the first clause to make the section a complete thought and keep capitalization consistent.
- Section 14. 50-1209. Changed "moisture of water" to "moisture or water" in subsection a(1). Changed "Vegetative cover" to "provisions for vegetative cover" in subsection (f) for clarity.
- Section 15. 50-1404. As written, subsection (2) seemed to suggest that a strip mining plan became effective when operation commences, without reference to whether the plan was approved. Amendment makes it clear that a plan is effective for 1 year only from the date the plan is approved.
- Sections 16-31. Under present Chapter 15 of Title 50 (Open Cut Mining), the word "commission" is used to define the State Board of Land Commissioners. The definition was changed to "Board" and each section reference to "commission" also changed. Each section in the chapter was also amended to make grammar consistent.
- Section 17. 50-1504. Changed "description of" proposed reclamation plan to "an explanation of" in subsection (15).
- Section 21. 50-1508. Rearranged to make it clear that the application for a reclamation contract doesn't include the reclamation plan but is accompanied by it.
- Section 32. 60-227. Section lacked a mandate that fees be paid. It merely listed the fees. Added first clause to cure problem.
- Section 33. 60-606. Changed "oil conservation board fund" to "board of oil and gas conservation revenue fund" to reflect board name changes. Changed internal reference "60-121" (which has been repealed) to "60-145". The pertinent language at 60-145 is very similar to the repealed section and concerns the board of oil and gas conservation revenue fund.

Section 34. 69-3303. Deleted redundant language.

Section 35. 69-3305. Deleted redundant language and put in tabular form to make more readable. In present subsection (3) changed "and/or" to "or" to make clear that the permit may be signed by the clerk and recorder or the deputy.

Section 36. 73-115. Rewritten to delete archaic language, clarify, and put in tabular form to make more readable.

Approved by Committee on Business and Industry

_	770V77 NO 40
1	HOUSE BILL NO. 40
2	INTRODUCED BY KVAALEN
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE AND
5	CLARIFY THE LAWS RELATING TO MINERALS, OIL, AND GAS;
6	AMENDING SECTIONS 50-202, 50-204, 50-205, 50-303, 50-304,
7	50-305, 50-429, 50-476, 50-480.7, 50-714, 50-805, 50-1043,
8	50-1203, 50-1209, 50-1404, 50-1503, 50-1504, 50-1505,
9	50-1506, 50-1507, 50-1508, 50-1509, 50-1510, 50-1511,
10	50-1512, 50-1513, 50-1514, 50-1515, 50-1516, 50-1516.1,
11	50-1517, 60-227, 60-606, 69-3303, 69-3305, AND 73-115,
12	R.C.M. 1947."
13	
14	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
15	Section 1. Section 50-202, R.C.M. 1947, is amended to
16	read as follows:
17	"50-202. Samples of fifty pounds per ton to be
18	retained until settlement. From such $\underline{\underline{\mathbf{A}}}$ person, association,
19	or corporation which shall-buy buys any ores upon any an
20	agreement to pay for the same them in amount dependent upon
21	the their metallic contents of the same, or smalt smelts any
?2	$ore_{\textbf{T}}$ shall retain from the pulp or crushed ore, as the same
23	is sampled, an-amount a quantity of not less than 50 pounds
24	out of each ton of ore, which quantity shall be selected
25	regularly and at equal intervals from any lot of ore so
There are	no changes in MB 40, & will not be re-run.

Please refer to white copy for complete text.

brought bought or to be smelted, a quantity not less than fifty pounds out of each ton of such ore, and shall keep the same this quantity separate and apart from any other ores or pulp for a period of thirty 30 days, or until full settlement is made and accepted by the shipper, and until such Until full settlement is made and accepted, the ore 7 shipper, his agents, or representatives, chall be entitled to may take from the quantity so retained any part thereof 9 for the purpose of sampling or assaying the same that part: 10 provided, that however, the value of any part so taken by 11 such the owner or shipper may be deducted from the total value of the ore delivered by him." 12 13 Section 2. Section 50-204, R.C.M. 1947, is amended to read as follows: 14 #50-204. Umpire 15 assavers appointment. 16 qualifications, and duties. Asy A person, association, or 17 corporation engaged in the sampling of ores with intent to 18 purchase or smelt the same them, whether for themselves or as the agent or agents for other purchasers, shall-on-or 19 20 before the tenth day of April, 1909, choose an assayer or 21 assayers whoy for at least one year prior to the passage of this act, shall have has operated an assay office or 23 chemical laboratory within this state, and to such selected 24 assayer or assayers for at least 1 year. The person, association, or corporation shall be submitted submit to the

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selected assayer all samples of ore, sampled by such person,
association, or corporation, over which there is a dispute
as to metallic contents or value between the buyer or
sampler and the seller of such the ore. Said The chosen
assayer or assayors shall be known as the unpire or unpires
for such the person, association, or corporation."

Section 3. Section 50-205, R.C.H. 1947, is amended to read as follows:

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"50-205. Notice of selection. Upon the selection of such assayer or assayers the umpire, who shall be actively engaged in the assaying business in this state, every the person, association, or corporation selecting the same him shall, within ten 10 days after such choice the selection is made, post a notice of such choice, in which shall appear the name of the assayer or assayers so selected, the selection in a conspicuous place with within and without the room or house where the sampling of ores is carried on by such the person, association, or corporation."

19 Section 4. Section 50-303, R.C.M. 1947, is amended to 20 read as follows:

#50-303. Purchasers Statement by purchasers of ore from leased mines to furnish statement. All persons A person or corporations corporation buying or treating ores from leased mines or mining claims, shall furnish both to the lessor and the lessee, or lessors and lessees, of such the

mines or mining claims, a true and correct copy of the statement of returns of ores from such the sale or shipmenty. such The statement to shall show both the gross and net proceeds derived from such the sale or shipment of ores. Upon shipment of any-such the ores from leased premises, either for sale or treatment, the shipper shall furnish to any sampling works or smelter buying or treating same them the mame, or names, and post-office address addresses of the lessor or lessors, and the lessee or lessees, interested in such that shipment of ores, and 10 11 within seven 7 days after receipt of such the statement from 12 such the sampling works or smelter, the said shipper shall make settlement with such the lessor or lessors, and the 13 lessee or lessees, for such the shipment or sale of ores, 14 based upon such-said the statement received by the parties 15 16 from such the sampling works or smelter."

T.C. 0011/01

17 Section 5. Section 50-304, R.C.M. 1947, is amended to 18 read as follows:

19 **50-304. Sampling works and smelters to mail Copy of
20 statement to lessee. That all sampling Sampling works and
21 smelters within this state shall mail a duplicate copy of
22 any statement showing the gross and net proceeds of all ores
23 bought from or treated from for lessors of mines, to the
24 lessee or lessees of the mine or mining claim from which the

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same shall have been ores were extracted at the same time

45th Legislature LC 0011/01 LC 0011/01

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READING

1	HOUSE BILL NO. 40
2	INTRODUCED BY KVAALEN
3	
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO GENERALLY REVISE AND
5	CLARIFY THE LAWS RELATING TO MINERALS, OIL, AND GAS;
6	AMENDING SECTIONS 50-202, 50-204, 50-205, 50-303, 50-304,
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19	or corporation which shall buy buys any ores upon any an
20	agreement to pay for the same them in amount dependent upon
21	the their metallic contents of the same, or smelt smelts any
22	ore, shall retain from the pulp or crushed ore, as the same
23	is sampled, as amount a quantity of not less than 50 pounds
24	out of each ton of ore, which quantity shall be selected
25	regularly and at equal intervals from any lot of ore so
	no changes in <u>HB40</u> , & will not be re-run.

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brought bought or to be smelted, a quantity-not-less than fifty-pounds out of each ton of such ore, and shall keep the came this quantity separate and apart from any other ores or pulp for a period of thirty 30 days, or until full settlement is made and accepted by the shipper+, and until such Until full settlement is made and accepted, the ore shipper, his agents, or representatives, shall be entitled to may take from the quantity so retained any part thereof for the purpose of sampling or assaving the same that part: provided, that however, the value of any part so taken by 10 11 such the owner or shipper may be deducted from the total value of the ore delivered by him." 12 13 Section 2. Section 50-204, R.C.M. 1947, is amended to 14 read as follows: "50-204. Umpire 15 assayers appointment, 16 qualifications, and duties. Amy h person, association, or 17 corporation engaged in the sampling of ores with intent to purchase or smelt the same them, whether for themselves or 18 as the agent or agents for other purchasers, shall, on or 19 20 before the tenth day of April, 1909, choose an assayer or assayers who, for at least one year - prior to the passage of this act, shall have has operated an assay office or 22 23 chemical laboratory within this state, and to such selected

assayer or assayers for at least 1 year. The person,

association, or corporation shall be submitted submit to the

selected assayer all samples of orey-sampled by such persony association, or corporation, over which there is a dispute as to metallic contents or value between the buyer or sampler and the seller of such the ore. Said The chosen assaver or assavers shall be known as the unpire or savires for such the person, association, or corporation."

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7 Section 3. Section 50-205, R.C.H. 1947, is amended to 8 read as follows:

"50-205. Notice of selection. Upon the selection of such assayer or assayers the unpire, who shall be actively engaged in the assaying business in this state, every the person, association, or corporation selecting the same him shall, within ten 10 days after such-shoise the selection is made, post a notice of such shoice, in which shall appear the mase of the assayer or assayers so solected, the selection in a conspicuous place with within and without the room or house where the sampling of ores is carried on by such the person, association, or corporation."

. 19 Section 4. Section 50-303, R.C.H. 1947, is amended to read as follows:

"50-303. Purchasers Statement by purchasers of ore from leased mines to furnish statement. All persons A person or corporations corporation buying or treating ores from leased mines or mining claims, shall furnish beth to the lessor and the lessee, or lessors and lessees, of such the

mines or mining claims, a true and correct copy of the statement of returns of ores from such the sale or shipmenty, such The statement to shall show both the gross and net proceeds derived from such the sale or shipment of ores. Upon shipment of any such the ores from leased premises, either for sale or treatment, the shipper shall furnish to any sampling works or smelter buying or treating same them the mass, or names, and post-office address addresses of the lessor or lessors, and the lessee or 10 lessees, interested in such that shipment of ores, and within seven 7 days after receipt of such the statement from 11 12 such the sampling works or smelter, the said shipper shall 13 make settlement with such the lessor or lessors, and the 14 lessee or lessees, for such the shipment or sale of ores, 15 based upon such said the statement received by the parties 16 from such the sampling works or smelter."

read as follows: "50-304. Sampling works and smelters to mail Copy of statement to lessee. That all sampling works and smelters within this state shall mail a duplicate copy of 22 any statement showing the gross and net proceeds of all ores bought from or treated from for lessors of mines, to the 24 · lessee or lossees of the mine or mining claim from which the same shall have been ores were extracted at the same time

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Section 5. Section 50-304, R.C.B. 1947, is amended to

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45th Legislature H8 0040/02 H8 0040/02

ì	HOUSE BILL NO. 40
2	INTRODUCED BY KVAALEN
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ל	CLARIFY THE LAWS RELATING TO MINERALS, UIL, AND GAS;
6	AMENUING SECTIONS 50-202, 50-204, 50-205, 50-303, 50-304,
7	50-305, 50-429, 50-476, 50-480.7, 50-714, 50-805, 50-1043,
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18	retained until settlement. Every-such ${\underline{\mathtt{A}}}$ person, association,
19	or corporation which shellbuy <u>buys</u> any ores upon any <u>an</u>
20	agreement to pay for the-same them in amount dependent upon
21	the <u>their</u> metallic contents of the same, or <u>smelt smelts</u> any
22	orey shall retain from the pulp or crushed ore, as the same

is sampled, an-amount a quantity of not less than 50 pounds

out of each ton of ore, which quantity shall be selected

regularly and at equal intervals from any lot of, ore so

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1	prought bought or to be smelted, a-quantity-not-less-than
2	fifty-pounds-out-of-each-ton-of-such-orev and shall keep the
3	same this quantity separate and apart from any other ores or
4	pulp for a period of thirty 30 days, or until full
5	settlement is made and accepted by the shipper $1_{\mathbf{x}}$ and \mathbf{until}
6	such Until full settlement is made and accepted, the ore
7	shipper, his agents, or representatives , shall-be-entitled
8	to $\underline{\mathtt{may}}$ take from the quantity so retained any $\ensuremath{\mathtt{part}}$ thereof
9	for the purpose of sampling or assaying the same that part;
0	providedy-that however: the value of any part so taken by
1	such the owner or shipper may be deducted from the total
2	value of the ore delivered by him₀*
3	Section 2. Section 50-204, R.C.M. 1947, is amended to
4	read as follows:
5	#50-204. Umpire assayers appointment,
6	qualifications, and duties. Any A person, association, or
7	corporation engaged in the sampling of ores with intent to
8	purchase or smelt the—same them, whether for themselves or
9	as the agent or agents for other purchasers, shall, on-or
Ü	before-the-tenth-day-of-Aprily-1909y choose an assayer or
1	assayers whoreforent-tensy cone-year-prior-to-the-passage-of
2	this-ectyanalihave <u>has</u> operated an assay office or
3	chemical laboratory within this state , and to such selected
4	osseyer-or-osseyers for at least 1 year. The person:
5	association: or corporation shall be-submitted submit to the

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1 selected assayer all samples of orey-sampled-by-such-persony 2 associationy--or--corporationy over which there is a dispute as to metallic contents or value between the buyer or sampler and the seller of such the ore. Said The chosen assayer of-assayers shall be known as the umpire or--umpires for such the person, association, or corporation,"

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7 Section 3. Section 50-205. R.C.M. 1947. is amended to 8 read as follows:

*50-205. Notice of selection. Upon the selection of such-assayer-or-assayers the umpire, who shall be actively engaged in the assaying business in this state, every the person, association, or corporation select no the-same him shall, within ten 10 days after such choice the election is made, post a notice of such-choice, in-which-shall--appear the--name--of--the--assayer--or--assayers--so--selectedy the selection in a conspicuous place with within and without the room or house where the sampling of ores is carried on by such the person, association, or corporation."

Section 4. Section 50-303, R.C.M. 1947, is amended to read as follows:

"50-303. Purchasers Statement by purchasers of ore from leased mines to-furnish-statement. All-persons A merson or corporations corporation buying or treating ores from leased mines or mining claims, shall furnish both--to the lessor and the lesseey-or-lessors-and-lesseesy of such the

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1 mines or mining claims a true and correct copy of the statement of return, of ores from such the sale or 3 shipmenty, such The statement to shall show both the gross and net proceeds derived from such the sale or shipment of ores. Upon shipment of any--such the ores from leased premises, either for sale or treatment, the shipper shall 7 furnish to any sampling works or smelter buying or treating same them the namey--or namesy and post-office address addresses of the lessor or-lessorsy and the lessee or 10 tesacesy interested in such that shipment of ores, and within seven I days after receipt of such the statement from 11 such the sampling works or smelters the said shipper shall 12 13 make settlement with such the lessor or-lessorsy and the lessee or-lesseesyfor such the shipment or sale of ores+ 14 based upon such-said the statement received by the parties 15 16 from such the sampling works or smelter."

Section 5. Section 50-304, R.C.M. 1947, is amended to 17 18 read as follows:

#50-304. Sampling--works--and-smelters-to-mail Copy of statement to lessee. That-all-sampling works and smeltars within this state shall mail a duplicate copy of any statement showing the gross and net proceeds of all ores bought from or treated from for lessors of minesy to the lessee or-lessees of the mine or mining claim from which the same--shall--have--been ores were extracted at the same time

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mine or mining claim or shipper of such the ore."

3 Section 6. Section 50-305, R.C.M. 1947, is amended to 4 read as follows:

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person or corporation who, as such the shipper, shall violate-the-provisions-of-section violates 50-303 shall—be as amended, is liable to the lessor or-lessorsy and the lesses or-lessesy for ten-per-cent 10% of the net returns from such the shipmenty or saley of ores referred to in said that section, in addition to the value of the interest of the lessor or-lessorsy and the lesses or-lesses in said the shipmenty, the-same-to This amount may be recovered in an action in any court of competent jurisdiction."

Section 7. Section 50-429, R.C.M. 1947, is amended to read as follows:

#50-429. Underground survey. For the underground working, the map shall show all power distribution and ventilation in maps mines and all shafts, slopes, tunnels, or other openings to the surface or to the workings of a contiguous mine; all excavations, entries, rooms, and crosscuts; the rise or dip of the seam from the bottom of the shaft, mouth of drift, or slope in either direction to the face of the workings; the location of the fan; the location of the permanent pumps, hauling engines,

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engine-planes, and fire-walls fire walls; the location of any standing water which might prove a menace to life or danger to property from flood; and the line of any contiguous surface outcrop of the seam.

5 Section 8. Section 50-476, R.C.M. 1947, is amended to 6 read as follows:

7 *50-476. Buties--of-other employees Safety regulations
8 **___mine examiners. (1) A person may not enter a mine which
9 is generating firedamp so-as in great enough quantities to
10 be detected by a safety lamp until the mine examiners make a
11 report to the division.

12 (2) A person, unless accompanied by the mine examiner, 13 may not go beyond a danger signal until all standing gas discovered has been removed or diluted and rendered harmless 14 15 by a current of air. A persony being ordered to withdraw by 16 the mine foreman or mine examiner from the mine on account of the interruption of the ventilation, may not re-enter 17 16 reenter the mine until given permission to do so by the mine 19 foreman.

20 (3) A person other than the mine examiner may not
21 remove any caution board or danger signal placed at the
22 entrance to any working placey or at the entrance to any old
23 workings in a mine.

24 (4) A person may not erase or change a mark of 25 reference or monument made in connection with a measurement;

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to him under rules adopted by the division, or change the cnecks on cars, wrongfully check a car, or do any act with intent to defraud.

151 A person may not take anything containing fire except as provided for in rules adopted by the division into an underground mine.

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t5†(6) A person may not place refuse in or obstruct an airway or breakthrough used as an airway. A worker or other person may not damage or alter a water gene, barometer, air-course, brattice equipment, machinery, or livestockt, obstruct or throw open any airwayt, handle or disturb any nart of the machinery of the hoisting engine of a mine, open a door of a mine and neglect to close it; endanger the miners or those working thereint; disobey an order given in pursuance of law, or do a willful act endangering the lives or health of persons working there or the security of a mine or machinery."

Section 9. Section 50-480.7, R.C.M. 1947, is amended to read as follows:

#50-480.7. Brder-no-violation-abatement <u>Review of</u>
order. An operator notified of an order made under section
50-400.2 50-480.3. as amended, may apply to the division for

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a hearing or revision of the order. If the division finds
that there was no iplation, it shall make an order
rescinding the order under review. If the division finds
that there was a violation, but the violation has since been
abated, it shall make an order rescinding the order under
review. If the division finds that the violation was not
totally abated, it shall make an order consistent with its
findings.**

9 Section 10. Section 50-714, R.C.M. 1947, is amended to

*50-714. Effect of patent. The issuance of a United 11 States patent for a mining claim shall-be-deemed is 12 considered conclusive evidence that the requirements of the 13 14 laws of this state, relative to the location and record of such mining claimy have been duly complied with; providedy 15 howevery-that-where Howevery if questions of priority are 16 involved, the date of the location shall be an issuable fact 17 where when it is claimed to have been prior to the date of 16 the record of the location." 19

20 Section 11. Section 50-805, R.C.M. 1947, is amended to read as follows:

#50-805. Commissioners to be appointed Court order and appointment of commissioners. Upon the return of the summons or upon any day to which the hearing is adjourned, the defendants may damar or answer, and issue must be

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joined, and the judge must hear the allegations and proofs of the respective parties—and—if. If, upon such hearing, he the judge is satisfied that the claims of the plaintiff can only be worked conveniently worked only by means of the privilege asked for, he must make an order adjudging and awarding to the plaintiff such right—of—way right—of—way and must appoint three commissioners—who are disinterested persons and residents of the county—to assess the damages to the lands or claims affected by such order—

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Section 12. Section 50-1043; R.C.M. 1947; is amended to read as follows:

Submission and action on reclamation plan. (1) As rapidly, completely, and effectively as the most modern technology and the most advanced state of the art will allow, each operator granted a permit under this act, shall reclaim and revegetate the land affected by his operation, except that underground tunnels, shafts, or other subsurface excavations need not be revegetated. Under the provisions of this act and rules adopted by the board, an operator shall prepare and carry out a method of operation, plan of grading, backfilling, highwall reduction, subsidence stabilization, water control, topsoiling, and a reclamation plan for the area of land affected by his operation. In developing a method of operation, and plans of backfilling, subsidence

stabilization, water control, grading, highwall reduction,
topsoiling, and reclamation, all measures shall be taken to
eliminate damages to landowners and members of the public,
their real and personal property, public roads, streams, and
all other public property from soil erosion, subsidence,
landslides, water pollution, and hazards dangerous to life
and property.

12) The reclamation plan shall set forth in detail the manner in which the applicant intends to comply with this section and sections 50-1044, 50-1045, and 50-1046, as amended. The plan shall be submitted to the department, and the department shall notify the applicant by certified or registered mail within one-hundred-twenty-{120} days after receipt of the plan and complete application if it is or is not acceptable. The department may extend the one-hundred twenty--f120} days an additional one-hundred-twenty-f120} days upon notification of the operator in writing. If the plan is not acceptable, the department shall set forth the reasons why the plan is not acceptable, and it may propose modifications, delete areas, or reject the entire plan. A tend-owner landowner, operator, or any person aggrieved by the decision of the department mayy by written noticey request a hearing by the board. The board shall notify the person by <u>certified or</u> registered mail within twenty-{20} days after the hearing of its decision. Every reclamation

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plan shall be subject to annual review and modification.

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t2)(1) In addition to the method of operation, grading, backfilling, subsidence stabilization, water control, highwall reduction, topsoiling, and reclamation requirements of this act and rules adopted under this act, the operator, consistent with the directives of subsection (1) of this section shall:

- (a) bury under adequate fill all toxic materials, shale, mineral, or any other material determined by the department to be acid producing, toxic, undesirable, or creating a hazard;
- (b) as directed by rules seal offy as directed by rules tunnels, shafts, or other openings or any breakthrough of water creating a hazard;
- (c) impound, drain, or treat all runoff or underground mine waters so as to reduce soil erosion, damage to grazing and agricultural lands, and pollution of surface and subsurface waters:
- (d) remove or bury all metal, lumber, and other refuse resulting from the operation;
- (e) use explosives in connection with the operation only in accordance with department regulations designed to minimize noise, damage to adjacent lands, and water pollution, and ensure public safety, and for other purposes;
 - (f) adopt measures to prevent land subsidence unless

1 the board approves a plan for inducing subsidence into an abandoned operation in a predictable and controlled manner 3 with measures for grading, topsoiling, and revegetating the subsided land surface. In order for a controlled subsidence plan to be approveds the applicant must show that subsidence will not cause a direct or indirect hazard to any public or 7 private buildings, roads, facilities, or use areasts constitute a hazard to human life or health: constitute a 9 hazard to domestic livestock or to a viable agricultural 10 operations or violate any other restrictions the board may 11 consider necessaryta

- (g) stockpile and protect from erosion all mining and processing wastes until such these wastes can be disposed of according to the provisions of this act;
- 15 (h) deposit as much stockpiled waste material as
 16 possible back into the mine voids upon abandonment in such
 17 manner as to prevent or minimize land subsidence. The
 18 remaining waste material shall be disposed of as provided by
 19 this act and the rules of the board+.
 - (i) seal all portals, entryways, drifts, shafts, or other openings between the surface and underground mine workings upon abandonment.
- 23 (3)(4) An operator may not throw, dump, piles or
 24 permit the dumping, piling, or throwing or otherwise placing
 25 any overburden, stones, rocks, mineral, earth, soil, dirt,

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debris, trees, wood, logs, or any other materials or substances of any kind or nature beyond or outside of the area of land which is under permit and for which a bond has been posted under section 50-1039, as amended, or place the materials described in this section in such a way that normal erosion or slides brought about by natural physical causes will permit the materials to go beyond or outside of the that area of land which is under permit and for which a bond-has been-posted-under-section-50-1039.*

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10 Section 13. Section 50-1203, R.C.M. 1947, is amended 11 to read as follows:

"50-1203. Definitions. As used in this act, unless the
context indicates otherwise, the following definitions
apply:

includes all or any part of the process involved in mining of minerals by removing the overburden and mining directly from the mineral deposits thereby exposed, including but not limited to open-pit mining of minerals naturally exposed at the surface of the earth, mining by the auger method, and any-and all similar methods by which earth or minerals exposed at the surface are removed in the course of mining. Surface mining shall does not include the extraction of oil, gas, bentonite, clay, coal, sand, gravel, phosphate rock, or uranium nor or executation or grading conducted for

on-site farming, on-site road construction, or other on-site building construction.

3 (2) "Unit of surface-mined surface-mined area" shall mean means and includes includes that area of land and surface water included within an operating permit actually disturbed by surface mining during each twelve---month 12-month period of time, beginning at the date of the issuance of the permit, and shall-comprise it comprises and include includes the area from which overburden and/or minerals have been removed, the area covered by mining 10 11 debris, and all additional areas used in surface mining or 12 underground mining operations which, by virtue of such use, are thereafter susceptible to erosion in excess of the 13 14 surrounding undisturbed portions of land.

15 (3) "Disturbed land" shall--mean means and include 16 includes that area of land or surface water disturbed, beginning at the date of the issuance of the permit, and 17 shall--comprise it comprises that area from which the 18 overburdeny-and/or minerals have been removed; and tailings 14 20 ponds, waste dumps, roads, conveyor systems, leach dumps, 21 and all similar excavations or covering resulting from said the operation and which has have not been previously 22 23 reclaimed under the reclamation plan-

(4) "Abandonment of surface or underground mining" maybe presumed when it is shown that continued operation will

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not resume.

- (5) "Underground mining" shall-mean means and include includes all methods of mining other than surface mining.
- (6) "Person" shall-mean means and include includes any person, corporation, firm, association, partnership, or other legal entity engaged in exploration for or development or mining of minerals on or below the surface of the earth.
- any ore; rock, or substance; other than oil, gas; bentonite; clay, coal, sand, gravel; phosphate rock, or uranium, taken from below the surface or from the surface of the earth for the purpose of milling; concentration; refinement; smelting; manufacturing; or other subsequent use or processing or for stockpiling for future usage use; refinement, or smelting.
- (8) "Exploration" shall—mean means and includes includes all activities conducted on or beneath the surface of lands resulting in material disturbance of the surface for the purpose of determining the presence, location, extent, depth, grade, and economic viability of mineralization in those lands, if any, other than mining for production and economic exploitation, as well as all roads made for the purpose of facilitating exploration, except as noted in section—28—[50-1220] and section—24-[50-1224] herein.
 - (9) "Development" shall--mean means and include

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includes all operations between exploration and mining.

2 (10) "Mining" traff-be-deemed-to-have-commenced
3 commences at such time as the operator shaff first mine
4 mines ores or minerals in commercial quantities for sale,
5 beneficiation, refining, or other processing or disposition
6 or shaff first take takes bulk samples for metallurgical
7 testing in excess of aggregate of ten-thousand-(10,000)
8 short tons.

- (11) "Reclamation plan" shall-mean means and include includes the operator's written proposal, as required and approved by the boards for reclamation of the land that will be disturbed, which proposal shall includes to the extent practical at the time of application for a developing or operating permit:
- (a) a statement of the proposed subsequent use of the land after reclamation;
- 17 (b) Plans plans for surface gradient restoration to a
 18 surface suitable for the proposed subsequent use of the land
 19 after reclamation is completed, and the proposed method of
 20 accomplishment;
- 21 (c) <u>Hanner the manner</u> and type of revegetation or 22 other surface treatment of disturbed areas:
- 23 (d) Procedures procedures proposed to avoid
 24 foreseeable situations of public nuisance, endangerment of
 25 public safety, damage to human life or property, or

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- unnecessary damage to flora and fauna in or adjacent to the 1 2 area;
- 3 (e) Hethod the method of disposal of mining debris;

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- (f) Method the method of diverting surface waters around the disturbed areas where necessary to prevent 6 pollution of such those waters or unnecessary erosion;
 - (g) Method the method of reclamation of stream channels and stream banks to control erosion, siltation, and pollution;
 - (h) Such such maps and other supporting documents as may be reasonably required by the department; and
- (i) A a time schedule for reclamation that meets the 12 13 requirements of section-9-f50-1209-of-this-act.
 - (12) "Vegetative cover" as-used-in-this-act-shall--mean means the type of vegetation, grass, shrubs, trees, or any other form of natural cover deemed considered suitable at time of reclamation.
- (13) "soard" shall--mean means the board of land 18 commissionersy or such state employee or state agency as may 14 succeed to its powers and duties under this act. 20
- (14) "Department" shall-mean means the department of 21 22 state lands.
- 23 (15) "Small miner" shall-mean-ony means a person, firms or corporation engaged in the business of mining who does 24 25 not remove from the earth during any twenty-four--(24)

- 1 24-hour period material in excess of one-hundred-(190) tons 2 in the aggregate."
- Section 14. Section 50-1209, R.C.M. 1947, is amended to read as follows:
 - #50-1209. Reclamation plan--accomplishment-of-specific activities and specific reclamation requirements. (a) The reclamation plan shall provide that reclamation activities, particularly those relating to control of erosion, shally to the extent feasible, shall be conducted simultaneously with mining and in any case shall be initiated promptly after completion or abandonment of mining on those portions of the mine complex that will not be subject to further disturbance by the mining operation. In the absence of an order by the board providing a longer period, the plan shall provide that reclamation activities shall be completed not more than two f2) years after completion or abandonment of mining on said that portion of mine complex.
- lo tb)12) In the absence of emergency or suddenly 19 threatened or existing catastrophe, an operator may not 20 depart from an approved plan without having previously 21 obtained obtaining from the department written approval of 22 his proposed change.
- tet131 Provision shall be made to avoid accumulation 23 24 of stagnant water in the mined area which may serve as a 25 host or breeding ground for mosquitoes or other

disease-bearing or noxious insect life.

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fd)(4) All final grading shall be made with nonnoxious, nonflammable, noncombustible solids unless approval has been granted by the board for a supervised sanitary fill.

tet15) Where mining has left an open pit exceeding two t2; acres of surface areas and the composition of the floor and/or walls of which the pit are likely to cause formation of acid, toxic, or otherwise pollutive solutions (hereinafter "objectionable effluents") on exposure to moisture, the reclamation plan must shall include provisions which adequately provide for:

thin insulation of all faces from moisture of or water contact by covering to a depth of two felt feet or more with material or fill not susceptible itself to generation of such objectionable effluents; or

effluents in the pit before their being allowed to flow or be pumped out of it to reduce toxic or other objectionable ratios to a level deemed considered safe to humans and the environment by the board; or

t3)(c) Orainage drainage of any such objectionable effluents to settling or treatment basins when the objectionable effluents must be reduced to levels deemed considered safe by the board before release from the

1 settling basin; or

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t4)(d) **Absorption* -- and/* absorption* or evaporation of
 objectionable effluents in the open pit itself; and

4 (5)(e) Prevention prevention of entrance into the open
5 pit by persons or livestock lawfully upon adjacent lands by
6 fencing, warning signs, and such other devices as may
7 reasonably be required by the board.

8 (f)(6) Vegetative Provisions for vegatative cover will
9 shall be required in the reclamation plan if appropriate to
10 the future use of the land as specified in the reclamation
11 plan.

12 (9)(11) The reclamation plan shall provide for the
13 reclamation of all disturbed land. Proposed reclamation need
14 not reclaim the areas to a better condition or different use
15 than that which existed prior to development or mining.

16 the board if it adequately provides for the accomplishment

18 of the activities heretofore specified in this section."

Section 15. Section 50-1404, R.C.M. 1947, is amended to read as follows:

#50-1404. Approved <u>strip-mining</u> plan required for strip-mining—period—for-which — effective <u>period</u>. (1) No operator may engage in strip mining without having first obtained <u>obtaining</u> approval of a strip-mining <u>strip-mining</u> plan from the department as provided for in section—5

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1 f50-14057 as amended.

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(2) Approved strip-mining strip-mining plans shall be effective for two-(2)-years-from the date-of-commencing-the operation--or--one--(1) year from the date the plan is approvedy-whichever-occurs-first."

Section 16. Section 50-1503, R.C.M. 1947, is amended to read as follows:

**50-1503. Contracts for reclamation of-open-cut-mining fund-enforcement-of-contracts. The state board of-fund commissioners is hereby authorized to enter into contracts with operators in the name of the state of Montana with operators which will provide for the reclamation of lands on which open-cut opencut mining of bentonite, clay, scoria, phosphate rock, sand, and gravel has been or is to be conducted. The state board of-land-commissioners is authorized to sue and be sued in the name of the state of Montana to enforce the provisions of any contract, and said the poard shall bring such court actions and take such other steps and actions as may be necessary to enforce the provisions of such contracts.

21 Section 17. Section 50-1504, R.C.M. 1947, is amended 22 to read as follows:

23 "50-1504. Definitions. 627

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25 when used in this act, unless a different meaning clearly

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l appears from the context, the following definitions apply:

- 2 (1) "Contract" means a mined land reclamation contract
 3 prepared by the commission board to meet the requirements of
 4 this act.
- (2) "Open-eut Opencut mining" means the mining of
 6. bentonite, clay, scoria, phosphate rock, sands or gravel by
 7 removing the overburden lying upon natural deposits thereofy
 8 and mining directly from the natural deposits thereby
 9 exposed, including the removal of overburden for the purpose
 10 of determining the location, qualitys or quantity of any
 11 natural deposit of bentonite, clay, scoria, phosphate rock,
 12 sands or gravel.
- 13 (3) "Reclamation" means the reconditioning of the area
 14 of land affected by open-cut-mining opencut-mining
 15 operations to make the area suitable for productive uses
 16 including but not limited to, forestry, agriculture,
 17 grazing, wildlife, recreation, or residential and industrial
 18 sites.
- 19 (4) "Giverburden" means all of the earth and other
 20 materials which lie above a natural deposit of bentonite;
 21 clay, scoria, phosphate rock, sand, or gravel. "Spoil" is
 22 the overburden disturbed from its natural state in the
 23 process of open-cut opencut mining.
- 24 (5) "Operator" means any a person engaged in and 25 controlling an open-cut-mining opencut-mining operation.

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(6) "Affected land" means the area of land from which overburden is to be or has been removed and upon which the overburden is to be or has been deposited.

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- (7) "Commission <u>Board</u>" means the state board of land
- tirm, association, partnership, cooperative, or corporation or any department, agency, or instrumentality of the state or any governmental subdivision, or any other entity whatsoever whatever.
 - (9) "Landowner" means the owner of land directly or indirectly affected by an open-cut-mining operation.
 - (10) "Public notice" means notice given by publication in a newspaper in the general area where the affected land is located. Such Ihe notice shall be given once a week for three-t3t successive weeks.
 - (11) "Soils materials" are those horizons containing topsoil or other soils leached free of deleterious salts and capable of sustaining plant growth and recognized as such by standard authorities.
- 22 (12) "Refuse" means all waste material directly
 23 connected with the open---cut---mining opencut-mining
 24 operations.
- 25 (13) "Final cut" means the last pit created in an open

- . eut-mined opencut-mined area.
- 2 (14) "High--wall ighwall" means that side of the pit adjacent to unmined land.
- 4 (15) "Reclamation plan" means the description of 5 current land use, topographical data, water data, soils 6 data, leased areas, intended mine areas, and description—of 7 an explanation of proposed reclamation of the land with 8 appropriate maps.
- 9 (15) "Progress report" means a report showing the land
 10 which the operator has affected by open-cut opencut mining
 11 during the year. Such Ing report shall show the number of
 12 acres of affected land and all reclamation accomplished."
- 13 Section 18. Section 50-1505, R.C.N. 1947, is amended 14 to read as follows:
- 15 "50-1505. Administration of--act -- delegation of functions. The commission board is the administrator of this act and it has all the power necessary to implement and enforce it. The commission board may delegate to the commissioner of state lands such powers, duties, and functions under this act as it deems considers necessary for the performance of its duties."
- 22 Section 19. Section 50-1506, R.C.M. 1947, is amended 23 to read as follows:
- 24 #50-1506. Powers, duties, and functions of commission
 25 <u>board</u>. The commission <u>board</u> has the following powers,

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1 duties, and functions to:

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- (1) to enter into contracts where it is found on the basis of the information set forth in the application and an evaluation of the operation by the commission board that the requirements of the act or rules will be observed and that the operation and the reclamation of the affected area can be carried out consistent consistently with the purpose of the act:
- 9 (2) to prepare and adopt rules and—regulations
 10 pertaining to open—cut opencut mining to accomplish the
 11 purposes of this act;
 - (3) to conduct hearings and, for the purposes of conducting such hearings, to administer oaths and affirmations, to subpoen witnesses, to compel attendance of witnesses, to hear evidence, and to require the production of any books, papers, correspondence, memoranda, agreements, documents, or other records relevant or material to the inquiry;
 - (4) to adopt uniform procedures for the filing of necessary records, the issuance of contracts, and for any other matters of administration not specifically enumerated in this act;
- (5) to reclaim any affected land with respect to whicha bond has been forfeited; and
- 25 (6) to make investigations or inspections which may be

- deemed are considered necessary to insure compliance with
 any provisions provision of this act."
- 3 Section 20. Section 50-1507, K.C.M. 1947, is amended 4 to read as follows:
 - "50-1507. Contract for reclamation required for—large open-cut-operations. From-and-after After the-effective-date of—this—aet March 16: 1973; no operator shall may conduct open-cut-mining opencut-mining operations which shall will result in the removal of ten-thousand—(10:000) cubic yards or more; of product or overburden; until he has entered into a contract with the commission board for the reclamation of the land affected. Any An operator conducting a number of operations, each of which result in the removal of less than ten-thousand—(10:000) cubic yards of product or overburden out which result in the removal of ten-thousand—(10:000) cubic yards of product or overburden in the aggregate shall—be is subject to the provisions of this act."
- Section 21. Section 50-1508, R.C.M. 1947, is amended to read as follows:
- 21 #50-1508. Application for contract -- contents -22 issuance of-contract -- amendment --withdrawah-of-land. [1]
 23 Applications for a contract shall be made upon a form
 24 furnished by the commission board, which form contains shall
- 25 <u>contain</u> the following:

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2	owner of the land, the name and address of the owners:
3	(2)(b) the type of operation to be conducted;
4	(3)(c) the volume of earth to be removed, as
5	accurately as the same volume may then be estimated, and the
6	volume which has been previously removed, if any;
1	<pre>f47[d] the location of the operation by legal</pre>
8	subdivision, section, township and range, and county;
9	(5)(a) the date when such the operation was or will be
10	commenced; <u>and</u>
11	(6)the-operator-must-submit-a-plan-sfhisoperation
12	andthemethod-and-manner-of-reclamation-t. ot-will-be-used
13	or-followedw-Iftheoperatorypriortoapply imqfora
14	contracty-notifies-the-commission-of-his-intention-to-submit
15	eplanyand-requests-the-commission-to-examine-the-area-to
16	be-minedy-the-commission-shall-cause-the-area-to-be-excained
17	andmakerecommendationstotheoperatorregardi a
18	rec lamation;
19	(7)(1) a statement that the applicant has the right
20	and power by legal estate owned to mine by open-cut opencut
21	mining the lands so describedt.
22	(8)(2) the <u>The</u> application shall be accompanied by:
23	(a) a bond or security meeting the requirements as set
24	out in this act y-and :
25	(b) a fee of fifty-dollars-(\$50); and

•	(c) the operation of his operation and the
2	method and manner of eclamation that will be used or
3	followed.
4	(3) If prior to applying for a contract, the operator
5	notifies the board of his intention to submit a plan and
6	requests the board to examine the area to be mined, the
7	board shall cause the area to be examined and make
8	recommendations to the operator regarding reclamation.
9	(4) Upon receipt of such the application, bond or
10	security. and fee due from the operator, and upon agreement
11	to the terms of the contract by the parties, the commission
12	<u>board</u> may issue a contract to the applicant which shall
13	entitle entitles him thereafter to continue in or engage in
14	open-cut opencut mining or on the land therein described:
15	(9)151 an An operator desiring to have his contract
16	amended to cover additional contiguous or nearby land may
17	file an amended application with the commission board. Upon
16	receipt of the amended \mathfrak{spp} lication, and such additional bond
19	as may be required, and upon agreement to the terms of the
20	amendment by the parties, the commission board may issue an
21	amendment to the original contract covering the additional
22	land described in the amended application without the
23	payment of any additional feet _®
24	(10)(6) on An operator may withdraw any land covered
25	by contract, except affected land, by notifying the

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commission board thereof, in which case the penalty of the bond or security filed by such the operator pursuant to the provisions of this act shall be reduced proportionately.

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Section 22. Section 50-1509, R.C.M. 1947, is amended to read as follows:

#50-1509. Ferms—of—bond—required—deposit in—fieu—of bond—substitution—of—bond—forfeiture—release Bond. (1)

Any A bond required to be filed in this act by the operator shall be in such form as the commission—prescribed board prescribes. payable to the state of Montanav and conditioned upon the operator's full compliance with all requirements of this act and all rules and—regulations of the commission board. Such The bond shall be signed by the landowner or operator, as appropriate, as principal, and by a good and sufficient corporate suretyv licensed to do business in the state of Montana, as surety. The penalty of such the bond shall be in an amount not to exceed the costs of restoration required by this act as determined by the commissionv board but shall may not be less than two-hundred—dollars—(\$200) nor or more than one—thousand—dollars—(\$1,000) per acre.

(2) In lieu of such the bond, the operator may deposit with the board cash and government securities or a bond with property sureties with-the-commission in an amount equal to that of the required bond on conditions as above prescribed. In the discretion of the commission board, surety bond

requirements may be fulfilled by the operator's posting a bond with land and improvements and facilities thereon as security, in which event no surety shall may be required. The penalty of the bond or amount of cash and securities shall be increased or reduced from time to time as provided in this act. Such The bond or security shall-be-and-remain remains in effect until the mined acreages have been reclaimed, as provided under the contract, and the reclamation has been approved and the bond or security has been released by the commissions board, and shall-from time to-time Ine bond or security shall cover only actual mined acreages and may be increased or reduced to cover only such acreages as remained remain unreclaimed.

- a surety upon a bond filed with the commission board pursuant to this act shall-be is suspended or revoked, the operator, within thirty--(30) days after receiving notice thereof from the commission board, shall substitute for such that surety a good and sufficient surety licensed to do business in the state. Upon failure of the operator to make substitution of surety, the commission-shall-have-the--right to board may suspend the contract of the operator to conduct operations upon the land described in such the contract until such the substitution has been made.
- (4) The commission board shall cause to—be—reclaimed

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the reclamation of any affected land with respect to which a

bond has been forfeited.

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- completed all of the requirements under the provisions of this act as to any affected land, he shall notify the commission board thereof. If the commission—shall—release board releases the operator from further obligation regarding such affected land, the penalty of the bond shall be reduced proportionately.
- Section 23. Section 50-1510. R-C.M. 1947, is amended to read as follows:
 - #50-1510. Contract-requirements-per mance-bondeffective-period-of-contract Reclamation pin part of

 contract -- requirements. The contract shall meet the
 following requirements:
 - the commission board before commencing any open-cut opencut mining and may not commence mining before it the plan receives approval from the commission board. The operator may request and receive a meeting with the commission board prior to submission of the plan. If the commission board does not notify the operator that it has approved or disapproved a plan within thirty—(30) days after the commission board has received the plan, the commission—shall be-deemed board is considered to have approved the plan. The

commission board, however, may for sufficient cause, may extend its period of a naideration for an additional thirty +30+ days if it notifies the operator prior to the end of 3 the original thirty-(30)-day 30-day period. The commission board shall submit all each reclamation plans or amendments to the reclamation plan to the landowner for his recommendations and shall consider those recommendations in 7 deciding whether to approve or disapprove any plan or amendments. The commission board may seek technical help 10 from any state or federal agency. The commission-must board shall submit the plan immediately to the directory of the 11 12 university of Montana statewide archaeological survey for 13 evaluation of possible archaeological or historical values 14 in the area to be mined. The commission board may approve a 15 reclamation plan only if the commission board has found that the plan provides for the best possible reclamation 16 procedures available under the circumstances at the time, so 17 that after mining operations are completed the affected land 18 shall will be reclaimed to a productive use. Once the 19 reclamation plan has--been is accepted in writing by the 20 commission board, it shall become a part of the contract but 21 shall-be is subject to annual review and modification by the 22 commission board-23

24 (2) The commission board may not approve any
25 reclamation plan unless the plan provides that:

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removed or buried;

(a) that the land will be reclaimed for one or more specified uses, including but not limited to+ forest, pasture, orchard, cropland, residence, recreation, industry, habitat <u>for wildlife</u>, fincluding food, covers or water)s for wildlife or other uses;

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- (b) that to the extent reasonable and practicable, the operator shall will establish vegetative cover commensurate with the proposed land use;
- (c) where whenever operations result in a need to prevent acid drainage or sedimentations on or in adjoining lands or streams, there—shall—be—provisions for the construction of earth dams or other reasonable devices to control water drainage, provided the formation of such impoundments or devices will not interfere with other landowners* rights or contribute to water pollution;
- materials, such material will be utilized for placement on affected areas. if required by the reclamation plan after completion or termination of that particular phase of the mining operations, at a depth sufficient for plant growth on slopes of 3:1 or less.
- 22 <u>(e) Grading-specifications-shall that grading will</u> be 23 commensurate with the topography sought and land use 24 designated;
- 25 tetifi that metal and other waste shall will be

- this that all access, haul, and other support roads

 that will be located, constructed, and maintained in such a

 manner as to control and minimize channeling and other

 erosion;
- 6. (g)(h) that the operator shell submit a progress
 7 report annually to the commission a progress report board;
- 8 (nt(i) that all operations shall will be conducted so
 9 as to avoid range and forest fires and spontaneous
 10 combustion—Open and that open burning of carbonaceous
 11 materials shall will be in accordance with suitable
 12 practices for fire prevention and control:
- 13 (+)(j) that archaeological and historical values in 14 areas to be mined shall will be given appropriate 15 protection:
- tjt(k) that except for rock faces, bench faces, and excavations used for water impoundments, each surface area of the mined premises which will be disturbed shall be revegetated when its use for extractive purposes is no longer required.
- 21 (1) Seeding that seeding and planting shell will be 22 done in a manner to achieve a permanent suitable vegetative 23 cover for wildlife, livestocks and retardation of erosions 24 All and that all seed will be drilled unless otherwise 25 provided in the plan;

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thim that reclamation shall will be as concurrent with mining operations as feasible, and must will be completed within a specified length of time.

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- (3) If reclamation according to the plan has not been completed in the time specified, the commission-shall board after thirty-(30) days! written notice shall order the operator to cease mining, and, if the operator does not cease, shall institute an action to enjoin further operation and may sue for damages for breach of contract, for payment of the performance bond, or for both.
- (4) (a) At any time during the period of reclamation the operator may for good reason submit to the commission board a new reclamation plan or amendment to the existing plans including extensions of time.
- (b) The commission board may approve the proposed new reclamation plany or amendments to the existing plan if:
- (i) the operator has in good faith carried on reclamation according to the existing plany and (ii) the proposed new plany or amendments to the existing plany will result in reclamation as or more desirable or more—so than the reclamation proposed under the existing plany; or
- tiii) it is highly improbable reclamation will be successful unless the existing plan is replaced or amenued.
- 24 <u>(c)</u> When accepted, the proposed new reclamation plan 25 or the proposed amendments to the existing plan becomes

become a part of the contract.

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- (5) The operator shall provide a performance bondy or an alternative acceptable to the commissiony board in an amount commensurate with the estimated cost of reclamationy but in no case shall may the bond be less than two-hundred dollars--(\$200) per acre. The estimated cost of reclamation shall be set forth in the reclamation plane.
- (6) The contract, reclamation plan₂ and amendments accepted by the commission board shall be a public record and open to inspection.
- 11 (7) The contract shall become effective when signed by
 12 the commission board and the operatory and shall remain in
 13 force until terminated by mutual consent or by the
 14 commission board upon six-(6)-months* 6-months* notice.**
 - Section 24. Section 50-1511, R.C.M. 1947, is amended to read as follows:
- "50-1511. Receipt of-funds-by-commission---reclamation 17 work--by--commission and expenditure of funds. (1) The 18 commission board may receive any federal funds, state funds. 19 20 or any other funds for the reclamation of land affected by 21 open--cut opencut mining. The commission board may cause the 22 reclamation work to be done by its own employees or by employees of other covernmental agencies, soil conservation 23 districts, or through contracts with qualified persons. 24
- 25 121 Any funds or any public works programs available

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to the commission board shall be used and expended to reclaim and rehabilitate any lands that have been subject to open-cut prencut mining that have not been reclaimed and rehabilitated in accordance with the standards of this act." Section 25. Section 50-1512, R.C.M. 1947, is amended to read as follows:

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#50-1512. Inspection of open--cut opencut mining by commission board. The commissions board or its accredited representatives, may enter upon lands subjected to open-cut opencut mining at all reasonable times for the purpose of inspectiony to determine whether the provisions of this act have been complied with."

Section 26. Section 50-1513, R.C.M. 1947, is amended 13 to read as follows: 14

"50-1513. Operation without contract as-misdemeanor -penalty. Anyone required by this act to have a contract and who engages in open-cut opencut mining without previously securing a contract to do so as prescribed by this act is quilty of a misdemeanor and upon conviction thereofy shall be fined not less than five-hundred-dollars-(\$500) and not more than one--thousand--dollars--(\$1,000). Each day of operation without a contract required by this act shell--be deemed is a separate violation."

Section 27. Section 50-1514. R.C.M. 1947. is amended 24 25 to read as follows:

"50-1514. Reclamation of land on which bond forfeited. 1 fne-commission-shall-have-the-power-to In keeping with the 2 provisions of this act, the board may reclaimy in keeping with-the-provisions-of-this-octy any affected lands with respect to which a bond has been forfeited."

6 Section 28. Section 50-1515. R.C.M. 1947. is amended 7 to read as follows:

"50-1515. Commission Board hearing on-final--order--of commissioner--judicial-review. (1) A person who is aggrieved by a final decision of the commissioner of state lands is entitled to a hearing before the commission board.

12 (2) The Montana Administrative Procedure Act (title 13 Title 82, chapter 42, R.C.M. 1947) governs hearings before 14 the commission board and judicial review of decisions of the commission board under this act."

Section 29. Section 50-1516, R.C.M. 1947, is amended 16 17 to read as follows:

18 #50-1516. Exemption of -- operations covered by other 19 tow metal mine reclamation. Nothing in this act shall may be 20 construed to be applicable to mining or exploration operations which are regulated under the provisions of Title 21 22 50. chapter 12. R.C.M. 1947."

23 Section 30. Section 50-1516.1, R.C.M. 1947, is amended 24 to read as follows:

"50-1516.1. Exceptions Chapter inapplicable to state 25

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1 <u>and local government.</u> The provisions of this chapter
2 relating to fees or bonds shall <u>do</u> not apply to the state of
3 Montana, counties, cities, or towns.**

Section 31. Section 50-1517, R.C.N. 1947, is amended to read as follows:

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#50-1517. Exemption of — operations on federal lands. This chapter sholl-not-be is not applicable to operations on certain federal lands as specified by the board, provided it is first determined by the board that federal law or regulations issued by the federal agency administering such the lands impose controls for reclamation of soid those lands equal to or greater than those imposed by this chapter.*

14 Section 32. Section 60-227, R.C.M. 1947, is amended to read as follows:

"60-227. Petroleum and liquefied petroleum meter
license fees. A petroleum or liquefied petroleum dealer
shall pay license fees as follows:

(1) All for petroleum vehicle tank meters and bulk petroleum meters of two--and--ane-half-(2 1/2) inches and under, six-dollars-(\$6)*:

22 <u>(2) All-two-end-one-half (2-1/2) for 2-1/2</u> inch and under petroleum meters for more than one fluid, ten-dollars (\$10)*:

25 (3) Alt for bulk petroleum meters over two---and

2 <u>[41 All for peroleum meters over two-and-one-holf</u>
3 {2 1/2}-inch inches for more than one fluid, fifteen-dollars
4 **†\$15**†* : and

one-half-f2 1/2}-inch inches, ten-dollars-f\$10}vi

5 (5) **H for liquefied petroleum liquid meters* f**fteen
6 dollars-(\$15)."

7 Section 33. Section 60-606, R.C.M. 1947, is amended to 8 read as follows:

The 9 *60-606. Expenses ωf representative. representative, or the assistant representative appointed by 10 11 the governor of the state of Montanay to the oil compact commission shall be allowed and paid his reasonable expenses 12 while engaged in the performance of his official duties, and 13 said his expenses and all other expense incurred in 14 connection with the said interstate oil compact and said the 15 interstate oil compact commission shall be paid out of the 16 oil-conservation-board board of oil and gas conservation 17 revenue fund in accordance with the provisions of 60-121 18 19 60-145. as_amended."

20 Section 34. Section 69-3303, R.C.M. 1947, is amended 21 to read as follows:

22 #69-3303. Filing--of--notice Notice of intention to
23 engage-in-geophysical--exploration explore. It--shall--be
24 necessary-for-any A person, firm or corporation desiring to
25 engage in such geophysical exploration within the state of

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Montanayprior-to-actually-so-engaging-in-such-explorationy
to <u>shall</u> file a notice of intention to engage in such
geophysical the exploration with the county clerk and
recorder in each county in which exploration is to be
carried ony or engaged in. The said notice of--intention--to
engage--in-such-geophysical-exploration shall be filed prior
to the actual commencement of such---geophysical the
exploration.**

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Section 35. Section 69-3305: R.C.M. 1947, is amended to read as follows:

#69-3305. Issuance-of-geophysical-exploration-permit-requirements---contents---period---valid---for----costs--carrying-of-permit Exploration permit. The-county-clerk-and recorder-of-each-county-in-the-state-of-Montanay

contained, namely the filing of a notice of intention to engage in such-geophysical the exploration—in-addition—to and a certificate for photostatic copy thereof from the secretary of the state of—Montana certifying the name and address of the resident agent for service of process for said the person, firm, or corporation desiring to engage in such-geophysical the exploration—and certifying that the required surety bond has been filed with the said secretary of state, shall—issue the county clerk, and recorder shall issue to such the person, firm, or corporation a

"geophysical exploration permity".

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2 (2) which The permit will shall show:

3 (a) the names name of the person, firm, or
4 corporation+his-or-its and principal place of business;

5 <u>(b)</u> if a firm or corporation, the names and addresses 6 of its officers:

7 (c) the name and address of the resident agent for 8 service of process for seid the person, firm, or 9 corporation:

10 <u>(d)</u> that a notice of intention to engage in such
11 geophysical exploration has been duly filed; and

12 <u>(e)</u> that a good and sufficient surety bond has been 13 filed by the said person, firm, or corporation, naming the 14 surety company and giving its addresst.

(3) such The permit to shall be signed by the county clerk and recorder and/or his deputy, and bearing bear the official county seal. Such The permit shall be valid and effective for all such geophysical crews of the permittee during the calendar year in which it is issued.

(4) The cost of the soid permit shall be five-dollars (\$5**+0) per calendar year or any portion thereof for which issued, and the revenues realized therefrom shall go to the county so issuing. Such funds as are realized shall be applied toward payment of the cost of printing said the permits, which shall be printed at the county seat, and such

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other issues in such actions.

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excesses shally-from-year-to--yeary go into the county's general fund: proyidedy-howevery-that-if

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person, firm, or corporation desires such the permit and qualifies for its issuance, typewritten or other form of reproduction of such the permit may be used end, the fee of five-dollars-(15,00) nevertheless shall nevertheless be paid for its issuance, and such this fee shall be disposed of in the same manner.

16) The said permit or a photostatic copy thereof shall be carried by the persony or by the agent of the firm or corporationy at all times during the period of such the geophysical exploration and shall be exhibited upon demand by of any county or state official.*

Section 36. Section 73-115, R.C.M. 1947, is amended to read as follows:

*73-115. Action to compel release—demages—attorney*s-fees—release—without-suit. Should the owner—of such—lease—neglect—or—refuse [1]. If the lessee or assignee thereof neglects or refuses to execute a release as provided by this act, then the owner of the leased premises may sue in any court of competent jurisdiction to obtain such the release, and in such action he also may also recover in—such action—of from the lessee, his successor, or assignsy the sum of one—hundred—dollars—(\$100,000) as damages, and all

costs, together with a reasonable attorney's fee for preparing and prosecuting the suit, and he-may-also-recover any additional damages that the evidence in the case will warrant warrants. in-all-such-actions—writs Writs of attachment may issue as in other cases. If v in such the action v the plaintiff fails to establish the forfeiture of the lease, an attorney's fee must be allowed to the holder lesses or assignee of the lease. Issues in regard to such attorney's fees shall be determined in the same manner as

12 lease has expired and is subject to forfeiture for nonperformance and more than three—-(3) years has have elapsed since said the expiration, the owner of the leased premises may, in addition to all other remedies, may serve a written notice on said the lessee or on the assignee thereof, which notice shall state:

18 (a) the name names of the lessor, the lessee, and the assigned thereof if assigned;

20 (b) the date of the lease; and the date of the 21 expiration thereof;

22 <u>1cl the</u> description of the lands leased;

23 (d) the place, book, and page where the lease is
24 recorded; and shall-state-that-unless-said-lease-or-abstract
25 of-such-lease-is-released-of-recordy-or

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(e) that if the lessee or assignee fails to execute a release of record of the lease or abstract of the lease, the lease shall be terminated and of no effect and shall cease to be a lien upon the lands described therein, unless the lessee or the assignee thereof shall, within sixty-(60) days from the date of service thereofy file-an-affidavit of the notice, files, in the county clerk's office in the county wherein such where the lease or abstract of such lease is recorded, an affidavit stating that the lease is in effect and deliver delivers a copy thereof to the owner of the leased lands stating—that—said—lease—is—in—effecty otherwisey—said—lease—shall—be—terminated—and—of—no—effect and—shall—cease—to—be—a—lien—upon—the—lands—described therein.

in the county where said the lease or abstract of such the lease is recorded, the notice shall be personally served on said that person or-persons. If said the lease or the assignee thereof does not reside in said that county but hisy-her-or-its address appears on the records in that county clerk's office, or is otherwise known, such the notice shall be mailed by registered certified mail to such that person,-or-persons, at such that address, and in addition thereto,-such the notice shall be published once a week for two 2 consecutive weeks in a newspaper of general

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circulation in the county in which said the lands are situated and said notice shall likewise be published in the manner as above provided if If the address of the lessee or assignee is unknown, the notice shall be published in the manner provided above. The date of service of said the notice, if served personally; the date of mailing, if served by mail; and the first date of publication of said the notice, if published, must be at least sixty (60) days before the date of termination referred to in said the notice.

141 Upon the expiration of the time mentioned in said the notice, if the affidavit of the lessee or assignee has not been filed as herein provided, the owner of the leased lands shall file an affidavit or of service thereof of the notice in the county clerk's office of said the county in which the lands are located; and the affidavit shall be kept as a permanent file in his office, and such this proof of notice when so filed shall—be is prima facie evidence of the sufficiency of the notice, and from end-after the filing thereof said the lease shall—be is terminated and the lands released from the lien thereof."

-End-

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