SENATE COMMITTEE SUBSTITUTE

FOR

SENATE BILL NO. 1004

AN ACT

To repeal sections 256.700 and 256.710, RSMo, and to enact in lieu thereof two new sections relating to mining.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 256.700 and 256.710, RSMo, are repealed and two new sections enacted in lieu thereof, to be known as sections 256.700 and 256.710, to read as follows:

- 256.700. 1. Any operator desiring to engage in surface mining who applies for a permit under section 444.772 shall, in addition to all other fees authorized under such section, annually submit a geologic resources fee. Such fee shall be deposited in the geologic resources fund established and expended under section 256.705. For any operator of a gravel mining operation where the annual tonnage of gravel mined by such operator is less than five thousand tons, there shall be no fee under this section.
- 2. The director of the department of natural resources may require a geologic resources fee for each permit not to exceed one hundred dollars. The director may also require a geologic resources fee for each site listed on a permit not to exceed one hundred dollars for each site. The director may also require a geologic resources fee for each acre permitted by the operator under section 444.772 not to exceed ten dollars per acre. If such fee is assessed, the fee per acre on all acres bonded by a single operator that exceeds a total of three hundred acres shall be reduced by fifty percent. In no case shall the geologic resources fee

portion for any permit issued under section 444.772 be more than three thousand five hundred dollars.

- 3. Beginning August 28, 2007, the geologic resources fee shall be set at a permit fee of fifty dollars, a site fee of fifty dollars, and an acre fee of six dollars. Fees may be raised as allowed in this subsection by a regulation change promulgated by the director of the department of natural resources. Prior to such a regulation change, the director shall consult the industrial minerals advisory council created under section 256.710 in order to determine the need for such an increase in fees.
- 4. Fees imposed under this section shall become effective August 28, 2007, and shall expire on December 31, [2025] 2030. No other provisions of sections 256.700 to 256.710 shall expire.
- 5. The department of natural resources may promulgate rules to implement the provisions of sections 256.700 to 256.710. Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly under chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2007, shall be invalid and void.
- 256.710. 1. There is hereby created an advisory council to the state geologist known as the "Industrial Minerals Advisory Council". The council shall be composed of nine members as follows:

- (1) The director of the department of transportation or his or her designee;
- (2) Eight representatives of the following industries, with no more than four appointees from any one industry, appointed by the director of the department of natural resources: limestone quarry operators, granite mining, clay mining, sandstone mining, barite mining, other nonmetallic surface mining, or sand and gravel mining
 - [(a) Three representing the limestone quarry operators;
 - (b) One representing the clay mining industry;
 - (c) One representing the sandstone mining industry;
- (d) One representing the sand and gravel mining industry;
 - (e) One representing the barite mining industry; and
 - (f) One representing the granite mining industry].

The director of the department of natural resources or his or her designee shall act as chairperson of the council and convene the council as needed.

- 2. The advisory council shall:
- (1) Meet at least once each year;
- (2) Annually review with the state geologist the income received and expenditures made under sections 256.700 and 256.705;
- (3) Consider all information and advise the director of the department of natural resources in determining the method and amount of fees to be assessed;
- (4) In performing its duties under this subsection, represent the best interests of the Missouri mining industry;
- (5) Serve in an advisory capacity in all matters pertaining to the administration of this section and section 256.700:

- (6) Serve in an advisory capacity in all other matters brought before the council by the director of the department of natural resources.
- 3. All members of the advisory council, with the exception of the director of the department of transportation or his or her designee who shall serve indefinitely, shall serve for terms of three years and until their successors are duly appointed and qualified; except that, of the members first appointed:
- (1) One member who represents the limestone quarry operators, the representative of the clay mining industry, and the representative of the sandstone mining industry shall serve terms of three years;
- (2) One member who represents the limestone quarry operators, the representative of the sand and gravel mining industry, and the representative of the barite mining industry shall serve terms of two years; and
- (3) One member who represents the limestone quarry operators, and the representative of the granite mining industry shall serve a term of one year.
- 4. All members shall be residents of this state. Any member may be reappointed.
- 5. All members shall be reimbursed for reasonable expenses incurred in the performance of their official duties in accordance with the reimbursement policy set by the director. All reimbursements paid under this section shall be paid from fees collected under section 256.700.
- 6. Every vacancy on the advisory council shall be filled by the director of the department of natural resources. The person selected to fill any such vacancy shall possess the same qualifications required by this section as the member he or she replaces and shall serve

until the end of the unexpired term of his or her predecessor.