





Bureau of Mining Programs

# Proposed Rulemaking: Noncoal Mining Program Fees (25 Pa. Code Chapter 77)

Environmental Quality Board Meeting October 17, 2017

#### Purpose

 Adjust Fees to cover the cost to implement the Noncoal Surface Mining Conservation and Reclamation Act



# Background

- Fees were most recently updated in 2012
  - Permit Application Fees
  - Annual Administration Fees
- Three-year fee report provided in May 2015
- Aggregate Advisory Board
  - Established in 2014
  - Initial Meeting May 2015



### Three-Year Fee Report

- Identified three factors why fees were insufficient:
  - Based on 2009 wage rate.
  - Increased Benefit rate.
  - Fewer Applications.
- FY 2016-17 program shortage = + \$1 million.



# **Proposed Regulation**

- Phases in fee increases in 3, 2-year steps:
  - Step one adjusts fees for current wage costs.
  - Step two adds indirect costs.
  - Step three adds overhead costs.
- After this, adjusts fees every two years based on the Employment Cost Index.



# **Proposed Permit Application Fees**

Permit Application Fee Category	Current Fee	First Phase	Second Phase	Third Phase					
Large noncoal surface mining with groundwater pumping:									
Permit Application	\$22,225	\$22,450	\$25,525	\$29,500					
Major Amendment	\$3,850	\$4,250	\$4,850	\$5,625					
Minor Amendment	\$700	\$775	\$900	\$1,050					
Transfer	\$900	\$975	\$1,125	\$1,300					
Large noncoal surface mining without groundwater pumping:									
Permit Application	\$13,500	\$15,000	\$17,025	\$19,750					
Major Amendment	\$1,600	\$1,775	\$2,000	\$2,350					
Minor Amendment	\$700	\$775	\$900	\$1,050					
Transfer	\$900	\$975	\$1,125	\$1,300					



# Proposed Permit Fees Continued

Permit Application Fee Category	Current Fee	First F	Phase	Sec	ond Phase	Third Phase		
Small noncoal surface mining:								
Permit Application	\$525		\$600	)	\$675	\$775		
Minor Amendment	\$175		\$200		\$225	\$250		
Underground noncoal mining:								
Permit Application	\$20,225		\$22,45	50	\$25,525	\$29,500		
Major Amendment	\$2,650	\$2		0	\$3,350	\$3,900		
Transfer	\$900		\$975	5	\$1,125	\$1,300		
Bonding Increment	\$450		\$500	)	\$550	\$650		
Completion Report Application	\$600		\$650	)	\$750	\$875		
Blast Plan	\$475		\$550		\$675	\$775		
Notice of Intent to Explore	\$60		\$65		\$75	\$85		
Pre-application	\$3,375		\$3,75	0	\$4,250	\$4,950		
Permit renewal			\$175	5	\$200	\$225		



# Proposed Annual Administrative Fees

Annual Administrative Fee Category	Current Fee	First Phase	Second Phase	Third Phase
Active large noncoal surface mining permit	\$1,450	\$1,300	\$1,500	\$1,750
Active large noncoal surface mining permit with blasting	\$1,850	\$1,675	\$1,925	\$2,250
Active small noncoal surface mining permit	\$200	\$400	\$450	\$500
Active small noncoal surface mining permit with blasting	\$300	\$550	\$625	\$700
Active underground noncoal mining permit	\$1,450	\$1,300	\$1,500	\$1,750
General permit	\$200	\$400	\$450	\$500
All noncoal mining permits – not started	\$100	\$125	\$150	\$175
All noncoal mining permits – inactive	\$100	\$125	\$150	\$175



# Aggregate Advisory Board

- Six Board Meetings.
- Seven committee meetings.
- Extensive program revenue and cost data was reviewed.
- In August 2016, the Aggregate Advisory Board recommended that the Department proceed with the rulemaking process.



#### Recommendation

 The Department recommends adoption of this proposed rulemaking with a 30-day public comment period.











Bureau of Mining Programs

# John Stefanko Deputy Secretary for Active and Abandoned Mining Operations

Tom Callaghan
Director, Bureau of Mining Programs

Joe Iole
Assistant Counsel
Bureau of Regulatory Counsel