

Fifty-ninth  
Legislative Assembly  
of North Dakota

ENGROSSED HOUSE BILL NO. 1166

Introduced by

Natural Resources Committee

(At the request of the Public Service Commission)

1 A BILL for an Act to create and enact a new chapter to title 38 of the North Dakota Century  
2 Code, relating to the interstate mining compact.

3 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

4 **SECTION 1.** A new chapter to title 38 of the North Dakota Century Code is created and  
5 enacted as follows:

6 **Interstate mining compact.** The interstate mining compact is hereby enacted into law  
7 and entered into with all other jurisdictions legally joining therein in the form substantially as  
8 follows:

9 Article I - Findings and Purposes

- 10 1. The party states find that:
  - 11 a. Mining and the contributions thereof to the economy and well-being of every
  - 12 state are of basic significance.
  - 13 b. The effects of mining on the availability of land, water, and other resources for
  - 14 other uses present special problems which properly can be approached only
  - 15 with due consideration for the rights and interests of those engaged in mining,
  - 16 those using or proposing to use these resources for other purposes, and the
  - 17 public.
  - 18 c. Measures for the reduction of the adverse effects of mining on land, water,
  - 19 and other resources may be costly and the devising of means to deal with
  - 20 them are of both public and private concerns.
  - 21 d. Such variables as soil structure and composition, physiography, climatic
  - 22 conditions, and the needs of the public make impracticable the application to
  - 23 all mining areas of a single standard for the conservation, adaptation, or
  - 24 restoration of mined land or the development of mineral and other natural

- 1 resources; but justifiable requirements of law and practice relating to the  
2 effects of mining on lands, water, and other resources may be reduced in  
3 equity or effectiveness unless they pertain similarly from state to state for all  
4 mining operations similarly situated.
- 5 e. The states are in a position and have the responsibility to assure that mining  
6 is conducted in accordance with sound conservation principles and with due  
7 regard for local conditions.
- 8 2. The purposes of this compact are to:
- 9 a. Advance the protection and restoration of land, water, and other resources  
10 affected by mining.
- 11 b. Assist in the reduction or elimination or counteracting of pollution or  
12 deterioration of land, water, and air attributable to mining.
- 13 c. Encourage, with due recognition of relevant regional, physical, and other  
14 differences, programs in each of the party states which will achieve  
15 comparable results in protecting, conserving, and improving the usefulness of  
16 natural resources, to the end that the most desirable conduct of mining and  
17 related operations may be universally facilitated.
- 18 d. Assist the party states in their efforts to facilitate the use of land and other  
19 resources affected by mining, so that such use may be consistent with sound  
20 land use, public health, and public safety, and to this end to study and  
21 recommend, wherever desirable, techniques for the improvement, restoration,  
22 or protection of such land and other resources.
- 23 e. Assist in achieving and maintaining an efficient and productive mining  
24 industry and in increasing economic and other benefits attributable to mining.

25 Article II - Definitions

26 As used in this compact, the term:

- 27 1. "Mining" means the breaking of the surface soil in order to facilitate or accomplish  
28 the extraction or removal of minerals, ores, or other solid matter, any activity or  
29 process constituting all or part of a process for the extraction or removal of  
30 minerals, ores, and other solid matter from its original location, and the  
31 preparation, washing, cleaning, or other treatment of minerals, ores, or other solid

1 matter so as to make them suitable for commercial, industrial, or construction use,  
2 but does not include those aspects of deep mining not having significant effect on  
3 the surface and does not include excavation of grading when conducted solely in  
4 aid of onsite farming or construction.

5 2. "State" means a state of the United States, the District of Columbia, the  
6 Commonwealth of Puerto Rico, or a territory or possession of the United States.

7 Article III - State Programs

8 Each party state agrees that it has or will establish effective programs to accomplish the  
9 purposes of this compact.

10 Article IV - Powers

11 In addition to any other powers conferred upon the interstate mining commission,  
12 established by article V of this compact, such commission shall have power to:

- 13 1. Study mining operations, processes and techniques for the purpose of gaining  
14 knowledge concerning the effects of such operations, processes and techniques  
15 on land, soil, water, air, plant and animal life, recreation, and patterns of  
16 community or regional development or change.
- 17 2. Study the conservation, adaptation, improvement, and restoration of land and  
18 related resources affected by mining.
- 19 3. Make recommendations concerning any aspects of law or practice and  
20 governmental administration dealing with matters within the purview of this  
21 compact.
- 22 4. Gather and disseminate information relating to any of the matters within the  
23 purview of this compact.
- 24 5. Cooperate with the federal government and any public or private entities having  
25 interests in any subject coming within the purview of this compact.
- 26 6. Consult, upon the request of a party state and within available resources, with the  
27 officials of such state in respect to any problem within the purview of this compact.
- 28 7. Study and make recommendations with respect to any practice, process,  
29 technique, or course of action that may improve the efficiency of mining or the  
30 economic yield from mining operations.



- 1                    commission may acquire, hold, and convey real and personal property and any  
2                    interest therein.
- 3            3.    The commission shall have a seal.
- 4            4.    The commission shall elect annually, from among its members, a chairman, a vice  
5                    chairman, and a treasurer. The commission shall appoint an executive director  
6                    and fix the duties and compensation. Such executive director shall serve at the  
7                    pleasure of the commission. The executive director, the treasurer, and such other  
8                    personnel as the commission shall designate shall be bonded. The amounts of  
9                    such bonds must be determined by the commission.
- 10          5.    Irrespective of the civil service, personnel or other merit system laws of any of the  
11                    party states, the executive director, with the approval of the commission, shall  
12                    appoint, remove, or discharge such personnel as may be necessary for the  
13                    performance of the commission's functions and shall fix the duties and  
14                    compensation of such personnel.
- 15          6.    The commission may establish and maintain independently, or in conjunction with  
16                    a party state, a suitable retirement system for its employees. Employees of the  
17                    commission shall be eligible for social security coverage in respect of old-age and  
18                    survivor insurance provided that the commission takes such steps as may be  
19                    necessary pursuant to the laws of the United States to participate in such program  
20                    of insurance as a governmental agency or unit. The commission may establish  
21                    and maintain or participate in such additional programs of employee benefits as it  
22                    may deem appropriate.
- 23          7.    The commission may borrow, accept, or contract for the services of personnel from  
24                    any state, the United States, or any other governmental agency, or from any  
25                    person, firm, association, or corporation.
- 26          8.    The commission may accept for any of its purposes and functions under this  
27                    compact any and all donations, and grants of money, equipment, supplies,  
28                    materials, and services, conditional or otherwise, from any state, the United States,  
29                    or any other governmental agency, or from any person, firm, association, or  
30                    corporation and may receive, utilize, and dispose of the same. Any donation or  
31                    grant accepted by the commission pursuant to this subsection or services

- 1 borrowed pursuant to subsection 7 must be reported in the annual report of the  
2 commission. Such report must include the nature, amount, and conditions, if any,  
3 of the donation, grant, or services borrowed and the identity of the donor or lender.
- 4 9. The commission shall adopt bylaws for the conduct of its business and shall have  
5 the power to amend and rescind these bylaws. The commission shall publish its  
6 bylaws in convenient form and shall file a copy thereof and a copy of any  
7 amendment thereto, with the appropriate agency or officer in each of the party  
8 states.
- 9 10. The commission annually shall make to the governor, legislative assembly, and  
10 any advisory body established under subsection 1 of each party state a report  
11 covering the activities of the commission for the preceding year and embodying  
12 such recommendations as may have been made by the commission. The  
13 commission may make such additional reports as it may deem desirable.

14 Article VI - Advisory, Technical, and Regional Committees

15 The commission shall establish such advisory, technical, and regional committees as it  
16 may deem necessary, membership on which must include private persons and public officials,  
17 and shall cooperate with the use and services of any such committees and the organizations  
18 which the members represent in furthering any of its activities. Such committees may be  
19 formed to consider problems of special interest to any party states, problems dealing with  
20 particular commodities or types of mining operations, problems related to reclamation,  
21 development, or use of mined land, or any other matters of concern to the commission.

22 Article VII - Finance

- 23 1. The commission shall submit to the governor or designated officer or officers of  
24 each party state a budget of its estimated expenditures for such period as may be  
25 required by the laws of that party state for presentation to the legislature thereof.
- 26 2. Each of the commission's budgets of estimated expenditures must contain specific  
27 recommendations of the amounts to be appropriated by each of the party states.  
28 The total amount of appropriations requested under any such budget must be  
29 apportioned among the party states one half in equal shares and the remainder in  
30 proportion to the value of minerals, ores, and other solid matter mined. In  
31 determining such values, the commission shall employ such available public

1 sources of information as, in its judgment, present the most equitable and accurate  
2 comparisons among the party states. Each of the commission's budgets of  
3 estimated expenditures and requests for appropriations must indicate the sources  
4 used in obtaining information concerning value of minerals, ores, and other solid  
5 matter mined.

6 3. The commission shall not pledge the credit of any party state. The commission  
7 may meet any of its obligations in whole or in part with funds available to it under  
8 subsection 8 of article V, provided that the commission takes specific action setting  
9 aside such funds prior to incurring any obligation to be met in whole or in part in  
10 such manner. Except when the commission makes use of funds available to it  
11 under subsection 8 of article V hereof, the commission shall not incur any  
12 obligation prior to the allotment of funds by the party states adequate to meet the  
13 same.

14 4. The commission shall keep accurate accounts of all receipts and disbursements.  
15 The receipts and disbursements of the commission must be subject to the audit  
16 and accounting procedures established under its bylaws. All receipts and  
17 disbursements of funds handled by the commission must be audited yearly by a  
18 qualified public accountant and the report of the audit must be included in and  
19 become part of the annual report of the commission.

20 5. The accounts of the commission must be open at any reasonable time for  
21 inspection by duly constituted officers of the party states and by any persons  
22 authorized by the commission.

23 6. Nothing contained herein must be construed to prevent commission compliance  
24 with laws relating to audit or inspection of accounts by or on behalf of any  
25 government contributing to the support of the commission.

#### 26 Article VIII - Entry Into Force and Withdrawal

27 1. The compact enters into force when enacted into law by any four or more states.  
28 Thereafter, this compact becomes effective as to any other state upon its  
29 enactment thereof.

30 2. Any party state may withdraw from this compact by enacting a statute repealing  
31 the same, but no such withdrawal takes effect until one year after the governor of

