35TH ANNUAL KENTUCKY PROFESSIONAL ENGINEERS IN MINING SEMINAR: KENTUCKY DIVISION OF MINE RECLAMATION AND ENFORCEMENT



KENTUCKY DEPARTMENT FOR NATURAL RESOURCES ENERGY AND ENVIRONMENT CABINET AUGUST 19, 2022

DMRE THIS YEAR

Coal Program

- Inspection activity and staffing
- Enforcement trends
- Monitoring highwall
- Extensions beyond 90 days

Non-Coal Program

- Permit review and enforcement
- Recent national reclamation award winner

Explosives and Blasting Program

- Metrics overview
- Flyrocks across the state

- Bond Release
- Bond Forfeiture
- Citizen's Request for Inspection (CRI's)

COAL PROGRAM: INSPECTION ACTIVITY AND STAFFING

PERMIT STATUS BY YEAR 2006 - CURRENT

Kentucky currently has bonded1,296 permits.

- Total number continuing to decline.
- However, 81 permits in AP status (actively producing).
 - This is ~17% increase from 2021.

■ AP ■ A1 ■ A2 ■ D3 ■ D6 ■ IA ■ ND ■ O1 ■ O2 ■ P1 ■ P2 ■ SP ■ RV ■ SR



COAL PROGRAM: INSPECTION ACTIVITY AND STAFFING

- DMRE personnel within the coal program conducted 15,425 inspections during Fiscal Year 2022.
 - 9,595 partial inspections
 - 5,469 complete inspections
 - 361 inspections of exploration notices
- Inspection frequency remained high at over 99%.
 - Only two (2) missed inspections during the year.
- DMRE has <u>55 inspection staff</u> as of July 2022.
 - No change from last year; Permit-to-inspector ratio is 24:1
 - Within ratio specified by OSM.



COAL PROGRAM: ENFORCEMENT TRENDS

- In FY2022, DMRE issued:
 - 610 Notices of Non-Compliance (NNCs)
 - **45% decrease** from 2020.
 - 339 FTACOs
 - 9 IDCOs
 - **50% decrease** from 2020.
- Most common performance standards in FY2022 are:
 - Water Monitoring
 - Sediment Ponds
 - Liability Insurance



COAL PROGRAM: ENFORCEMENT TRENDS

COMPARISON OF OUTSTANDING NNCS BETWEEN BANKRUPT ENTITIES VS ALL OTHER ENTITIES WITH TREND LINES 2017 TO PRESENT -# of NNCs OUTSTANDING STATEWIDE # of NNCs OUTSTANDING BANKRUPT ENTITIES OF NNCs OUTSTANDING ALL OTHERS 900 800 700 600 500 400 300 200 100

- Outstanding NNCs continue to increase across the State.
 - Up nearly 94% since 2017.
- Much of this can be attributed to bankrupt entities.
 - Bankrupt entities comprise <u>65%</u> of the outstanding violations in the State.
 - Removing the bankrupt entities, DMRE has actually observed:
 - 6% decrease in outstanding NNCs since 2017.
 - 20% decrease from June 2021 vs June 2022.

COAL PROGRAM: ENFORCEMENT TRENDS

- DMRE is observing that the rate of abatement continues to lag behind the rate of new violations issued.
 - Permittees must continue to diligently pursue abatement in a <u>timely manner</u>.
- Off-site impacts have notably decreased:
 - **26% reduction** from 2021 to 2022.
 - Sediment control structures must be maintained (ponds dipped, diversions and culverts maintained).

COMPARISON OF STATEWIDE OUTSTANDING, ABATED, AND NEWLY ISSUED <u>NOTICE OF NON-COMPLIANCES</u> WITH TRENDLINES

2017 TO PRESENT



COAL PROGRAM: MONITORING HIGHWALL

- DMRE staff are closely monitoring highwall and highwall reclamation efforts.
 - Tracking both active and idled operations.
- Since January 2022, DMRE has observed more than 50,000 LF of highwall created and over 56,000 LF of highwall reclaimed.
 - This is a <u>net reduction</u> of more than <u>6,000 LF</u> this year.
- Since 2019, total highwall across the State has been *reduced* by more than *12 percent*.



LINEAR FEET OPEN HIGHWALL BY REGION

COAL PROGRAM: EXTENSIONS BEYOND 90 DAYS

Reminder:

- Extensions **under** 90 days are handled at the Regional Office.
- Extensions beyond 90 days are reviewed and approved/denied by the Director.
- 405 KAR 12:020 Section 2 Subsection 2 (b) (1-4) identifies the following reasons or conditions in which a noncompliance may be extended beyond ninety (90) days:
 - Awaiting approval of a permitting action; Pending valid judicial order; Labor strike; Unfavorable climatic conditions (weather).
- DMRE saw a nearly **50% increase** in extension requests from 2020 to 2021.
- Will not extend environmentally-impacting violations unless the permittee has a valid reason.



COAL PROGRAM: BOND RELEASE



- DMRE continues to recommend that permittees seek bond release at the earliest opportunity available.
- FY2022 bond release numbers are down from FY2021:
 - Phase I: 6% reduction
 - Phase II: 34% reduction
 - Phase III: 37% reduction.

COAL PROGRAM: BOND FORFEITURE

- Forfeitures have decreased in FY2022 due to:
 - Stabilization in the industry;
 - Cabinet seeking regulatory solutions to achieve reclamation on permits when there are no purchasers in the bankruptcy.
- In FY2022, DMRE finalized one (1) bond forfeiture and entered into one (1) Surety Reclamation Agreement.
 - The SRA includes 31 permits.



COAL PROGRAM: CITIZEN'S REQUEST FOR INSPECTION



- DMRE is observing an increased number of Citizen's Request for Inspection (CRIs) related to fugitive gas and subsidence (primarily W. KY).
- Total CRIs continue to decline each year.
 - FY2022: 216 CRIs; FY2021: 223 CRIs
- Primary violations issued as the result of CRIs in FY2022 include:
 - Hydrologic requirements (seeps)
 - Water quality
 - Effluent limitations
 - Sediment ponds

COAL PROGRAM: CITIZEN'S REQUEST FOR INSPECTION

NUMBER OF CRI's RECEIVED





Counties - Union, Henderson, Webster, Daviess, McLean, Hopkins, Muhlenberg, Ohio

Middlesboro Branch

Lonis Morgan, Environmental Control Manager

1804 E Cumberland Avenue Middlesboro, KY 40965

Phone: 502-782-2148

Counties - Letcher, Knott, Perry, Breathitt, Owsley, Lee, Estill, Madison, Powell, Wolfe, Menifee, Rowan, Elliott, Morgan, Magoffin, Floyd

Phone: 606-487-3705

Counties - Clinton, Wayne, McCreary, Pulaski, Rockcastle, Jackson, Laurel, Clay, Leslie, Harlan, Knox, Bell, Whitley

Pikeville Branch

Steve Vance, Assistant Director Phone: 606-487-3745

NON-COAL PROGRAM: PERMIT REVIEW AND ENFORCEMENT

- As of FY2022:
 - 243 non-coal permits in Kentucky
 - 42,906 total permitted acres.
 - **6% increase** from FY2021.
 - 962 inspections conducted.
 - Two (2) violations issued:
 - One for mining without a permit.
 - One for permit conditions and off-permit disturbance.
 - I2 citizen complaints investigated.
 - **37% decrease** from EY2021.
- Hiring additional inspector (will be 5 inspectors total).



NON-COAL PROGRAM: IMCC 2022 RECLAMATION AWARD WINNER

- The Interstate Mining Compact Commission (IMCC) awarded a *national reclamation award* to a Kentucky non-coal permit in 2022.
 - Welch Concrete Products LLC, Permit No. 018-9600
- DMRE hopes to continue encouraging exemplary reclamation of non-coal sites.



EXPLOSIVES AND BLASTING PROGRAM



- As of FY2022:
 - 506 licensed blasters in KY
 - 13% decrease since June 2020.
 - Conducted 535 inspections;
 - Received 65 blasting-related complaints;
 - Issued 9 citations;
 - 2 flyrock incidents
 - Both non-coal.

CONCLUSION



Jim Ward, Director Division of Mine Reclamation and Enforcement 502-782-2897 Jim.Ward@ky.gov

Steve Vance, Assistant Director Division of Mine Reclamation and Enforcement 606-231-7154 Steve.Vance@ky.gov