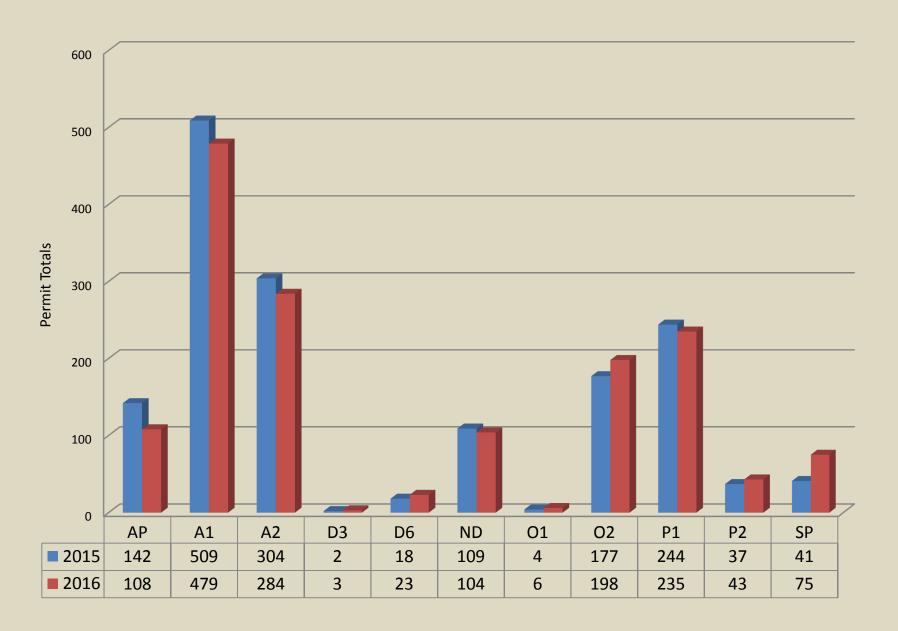


Division of Mine Reclamation and Enforcement

Courtney G. Skaggs, Acting Director

2015 and 2016 Inspectable Units by Permit Status



Enforcement Activity

· 2015:

- 1,067 Notice of Non-Compliance Issued
- 1,728 Performance Standards violations issued
- 308 Cessation Orders
 - 290 Failure-to-Abate
 - 18 Imminent Danger
- 2016: (January through July):
 - 451 Notice of Non-Compliance Issued
 - 794 Performance Standards violations issued
 - 86 Cessation Orders
 - 75 Failure-to-Abate
 - 11 Imminent Danger

Bond Release Comparison 2015-2016

2015

35,211.84 acres granted a phase release

- Phase I: 11,092.31 acres

Phase II: 4,358.20 acres

Phase III: 14,248.09 acres

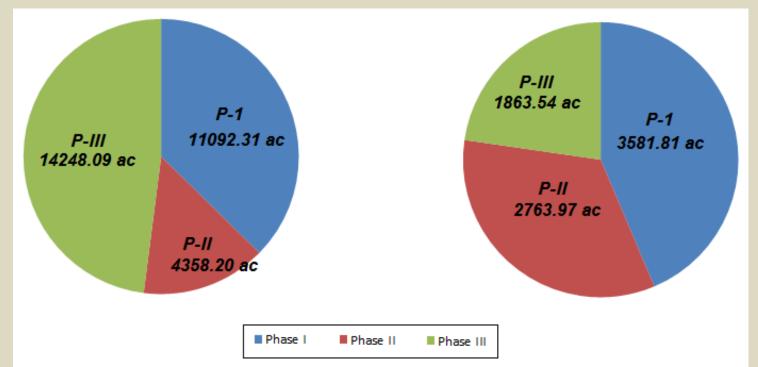
2016

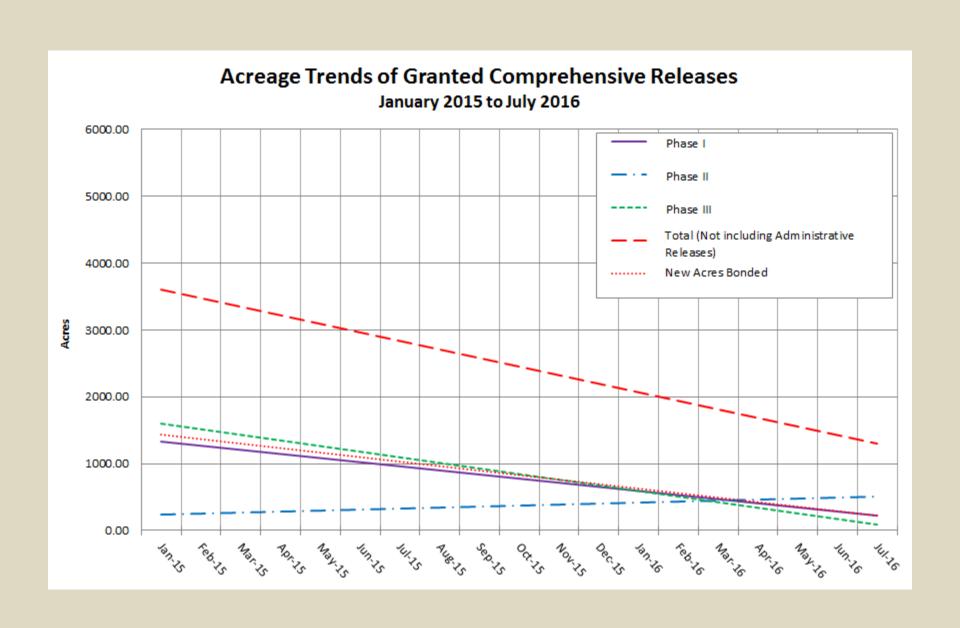
11,390.56 acres granted a phase release

Phase I: 3,581.81 acres

Phase II : 2,763.97 acres

Phase III: 1,863.54





Bond Release Initiative

Collaborative effort between DMRE and the Division of Mine Permits (DMP)
to facilitate submission and approval of bond release applications.

DMRE

- Identification of permits that are potentially eligible for Phase 1, 2, 3 bond release
- Assess disturbed acreage vs. reclaimed acreage
- Evaluation of time in mine status (ex. A2, P1, P2)
- Input from inspection staff and consultation with bond release specialists

DMP

 Permit review and correction of revisions to facilitate bond release

 405 KAR 10:040 Section 1 allows for initiation of bond release applications by the Cabinet.

Blasting and Explosives Branch

Fly Rock Events & Explosive Violations



- 2015: Four (4) flyrock events were investigated
 - 13 explosive violations issued
- 2016 One (1) fly rock event was investigated
 - 10 explosive violations issued
- To date, total explosive violations have decreased by 25%.

Citizen Request for Inspection

2015: 462 received

2016: 192 received

CRI's received from January-July 2015-2016 are down 43%.



- DMRE currently has 31 investigations pending
 - Average time to complete an investigation is 195 days
 - Realignment of complaint investigation staff and training

Bond Forfeiture

- 2015: 26 forfeitures totaling \$1,543,029.00 dollars in bond.
- 2016: 14 forfeitures totaling of \$343,805 dollars in bond.
 - This constitutes a 33% increase in bond forfeitures when comparing January to July 2015 & 2016.
- Major causes for permit bond forfeiture:
 - Failure to pay Kentucky Reclamation Guaranty Fund (KRGF) fees
 - Voluntary forfeiture due to bankruptcy/insolvency
 - Administrative forfeiture initiated by DMRE due to unabated violations
- Regulatory considerations in lieu of bond forfeiture:
 - 405 KAR 10:050 Section 1(3)
 - 405 KAR 10:025

OSM Oversight

- The Lexington Field Office (LFO) will conduct resultsoriented reviews in conjunction with DMRE to look at the following:
 - Slurry Impoundment Breakthrough Potential Study
 - Underground Mine Pool Study
 - Inspection Frequency and DMRE Staffing
 - Industry Compliance
 - Fill Inventory
 - Bond Forfeiture Study
 - Off-Site Impact Report
 - Long Term Treatment (LTT) Inventory Policy and Practice Study
 - Blasting Special Study
 - Phase I Release and Inspection Frequency Special Study

Other News...

The entire Energy and Environment Cabinet (EEC) has moved to a new building. The new location is 300 Sower Boulevard Frankfort, KY 40601.

- DMRE is located on the second floor.
- Building Security at check in.
- A new phone system is in place that now allows for direct lines and voicemail for all employees





DMRE recently purchased a DJI Inspire 1 Pro unmanned aerial vehicle (UAV).

- Nine missions flown since April 2016.
- The drone is being used to photograph & video mine sites to document mining progression, reclamation of highwall, and revegetation of disturbed areas.