|                                 |   | ading/2nd House-k                         | olue - Requested b                          | y: Steve Fitzpatric            | k - (H) Judiciary                            |
|---------------------------------|---|---|---|--------------------------------|--|
| - 2023<br>68th Legislature 2023 |   | Dra                                       | fter: Jason Mohr, 406-4                     | 44-1640                        | SB0392.002.001                               |
| 1                               |   |   | SENATE BILL NO. 3                           | 92                             |  |
| 2                               |   | INTI                                      | RODUCED BY S. FITZE                         | PATRICK                        |  |
| 3                               |   |   |   |                                |  |
| 4                               | A BILL FOR AN A   | CT ENTITLED: "AN AC                       | T REVISING DETERMI                          | NATION OF COURT C              | OSTS FOR COAL                                |
| 5                               | MINE RECLAMATION; AMENDING SECTIONS 82-4-251 AND 82-4-252, MCA; AND PROVIDING AN                          |   |   |                                |  |
| 6                               | IMMEDIATE EFFI  | ECTIVE DATE AND AN                        | APPLICABILITY DATE                          | "                              |  |
| 7                               |   |   |   |                                |  |
| 8                               | BE IT ENACTED   | BY THE LEGISLATURE                        | OF THE STATE OF M                           | ONTANA:                        |  |
| 9                               |   |   |   |                                |  |
| 10                              | NEW SEC   | TION. Section 1. Equ                      | ual application of cour                     | <b>t costs.</b> (1) Unless the | context requires                             |
| 11                              | otherwise, a court  | or administrative agenc                   | y that issues a final ord                   | er in an action pursuan        | t to t <del>his title</del> <u>TITLE</u> 82, |
| 12                              | <u>CHAPTER 4, PART 2</u>  | <u>,</u> may award <del>the prevail</del> | <del>ing party <u>,</u> upon a findin</del> | <u>g that the party made a</u> | substantial                                  |
| 13                              | contribution to a fu  | Ill and fair determination                | <u>n of the issues, </u> reasona            | ble costs of litigation, in    | cluding filing fees,                         |
| 14                              | attorney fees, and  | witness costs <u>, to any p</u>           | arty who:                                   |                                |  |
| 15                              | <u>(a) in</u>   | itiates or participates in                | the proceeding;                             |                                |  |
| 16                              | <u>(b) pi</u>   | revails in whole or in par                | t of the proceeding; and                    | <u>i</u>                       |  |
| 17                              | <u>(c) a</u>  | chieves at least some de                  | egree of success on the                     | merits of the proceedir        | ng.  |
| 18                              | (2) In  | awarding costs pursual                    | nt to this section, the co                  | urt or administrative ag       | ency may not consider                        |
| 19                              | the identity of any   | party, including but not                  | limited to a permittee, p                   | ermit applicant, agency        | ι, public interest litigant,                 |
| 20                              | or other party to a   | n action. The party requ                  | esting costs bears the t                    | ourden of proof and per        | suasion. <u>Costs may not</u>                |
| 21                              | be awarded against an intervenor-permittee unless the party requesting costs demonstrates the intervenor- |   |   |                                |  |
| 22                              | permittee participa   | ated in a proceeding in b                 | ad faith and for the pur                    | pose of harassing or en        | nbarrassing the party                        |
| 23                              | requesting costs.   |   |   |                                |  |
| 24                              | (3) T   | nis section supersedes p                  | prior rulings pursuant to                   | the private attorney ge        | neral doctrine.                              |
| 25                              | (4) T   | ne provisions of this sec                 | tion apply equally to all                   | parties in an action pur       | suant to this part.                          |
| 26                              |   |   |   |                                |  |
| 27                              | Section 2   | . Section 82-4-251, MC                    | A, is amended to read:                      |                                |  |
| 28                              | "82-4-251   | . Noncompliance s                         | uspension of permits.                       | (1) If it is determined c      | on the basis of an                           |
|                                 | [ ] agislativa  |   | - 1 -                                       | Authorized                     | l Print Version – SB 392                     |

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1 inspection that the permittee is or that any condition or practice exists in violation of any requirement of this part 2 or any permit condition required by this part that creates an imminent danger to the health or safety of the 3 public or is causing or can reasonably be expected to cause significant and imminent environmental harm to 4 land, air, or water resources, the director of the department or an authorized representative shall immediately 5 order cessation of the operation or the portion of the operation relevant to the condition, practice, or violation. 6 The cessation order remains in effect until the director or an authorized representative determines that the 7 condition, practice, or violation has been abated or until modified, vacated, or terminated by the director or an 8 authorized representative pursuant to subsection (5). If the director or an authorized representative finds that 9 the ordered cessation of the operation or any portion of the operation will not completely abate the imminent 10 danger to the health or safety of the public or the significant and imminent environmental harm to land, air, or 11 water resources, the director or the authorized representative shall, in addition to the cessation order, impose 12 affirmative obligations requiring any steps that the director or the authorized representative considers 13 necessary to abate the imminent danger or the significant environmental harm.

14 When, on the basis of an inspection, the department determines that any permittee is in (2) 15 violation of any requirement of this part or any permit condition required by this part that does not create an 16 imminent danger to the health or safety of the public or cannot be reasonably expected to cause significant and 17 imminent environmental harm to land, air, or water resources, the director or an authorized representative shall 18 issue a notice to the permittee or the permittee's agent fixing a reasonable time, not exceeding 90 days, for the 19 abatement of the violation and providing opportunity for public hearing. If, upon expiration of the period of time 20 as originally fixed or subsequently extended, for good cause shown and upon the written finding of the director 21 or an authorized representative, the director or an authorized representative finds that the violation has not 22 been abated, the director or an authorized representative shall immediately order a cessation of the operation 23 or the portion of the operation relevant to the violation. The cessation order remains in effect until the director or 24 an authorized representative determines that the violation has been abated or until modified, vacated, or 25 terminated by the director or an authorized representative pursuant to subsection (5). In the order of cessation 26 issued under this subsection, the director shall determine the steps necessary to abate the violation in the most 27 expeditious manner possible and shall include the necessary measures in the order.

28

(3) When, on the basis of an inspection, the director or an authorized representative determines

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1 that a pattern of violations of any requirements of this part or any permit conditions required by this part exists 2 or has existed and if the director or an authorized representative also finds that the violations are caused by the 3 unwarranted failure of the permittee to comply with any requirements of this part or any permit conditions or that 4 the violations are willfully caused by the permittee, the director or an authorized representative shall issue an 5 order to the permittee to show cause as to why the permit should not be suspended or revoked and shall 6 provide opportunity for a public hearing. If a hearing is requested, the director shall inform all interested parties 7 of the time and place of the hearing. Upon the permittee's failure to show cause as to why the permit should not 8 be suspended or revoked, the director or an authorized representative shall suspend or revoke the permit. A 9 permittee may request a contested case hearing on a permit suspension or revocation by filing a request for 10 hearing, specifying the grounds for the request, within 30 days of receipt of the order of suspension or 11 revocation. The order is effective upon expiration of the period for requesting a hearing or, if a hearing is 12 requested, upon issuance of a final order by the board. The hearing must be conducted in accordance with the 13 requirements of Title 2, chapter 4, part 6. When a permit has been revoked, the department may order the 14 performance bond forfeited.

15 (4) Any additional permits held by an operator whose mining permit has been revoked must be 16 suspended, and the operator is not eligible to receive another permit or to have the suspended permits 17 reinstated until the operator has complied with all the requirements of this part with respect to former permits 18 issued to the operator. An operator who has forfeited a bond is not eligible to receive another permit unless the 19 land for which the bond was forfeited has been reclaimed without cost to the state or the operator has paid into 20 the reclamation account a sum together with the value of the bond the department finds adequate to reclaim the 21 lands.

(5) Notices and orders issued pursuant to this section must set forth with reasonable specificity the nature of the violation and the remedial action required, the period of time established for abatement, and a reasonable description of the portion of the operation to which the notice or order applies. Each notice or order issued under this section must be given promptly to the permittee or the permittee's agent by the department, by the director, or by the authorized representative who issued the notice or order. All notices and orders must be in writing and be signed by the authorized representatives. Any notice or order issued pursuant to this section may be modified, vacated, or terminated by the director or an authorized representative. However, any



notice or order issued pursuant to this section that requires cessation of mining by the operator expires within 30 days of actual notice to the operator unless an informal public hearing, if requested by the person to whom the notice or order was issued, is held at the site or within such reasonable proximity to the site that any viewings of the site can be conducted during the course of the hearing. If the department receives a request for an informal public hearing 21 days after service of the notice or order, the period for holding the informal public hearing is extended by the number of days after the 21st day that the request was received.

7 (6) A person who has been issued a notice or an order of cessation pursuant to subsection (1) or 8 (2) or a person who has an interest that is or may be adversely affected by an order issued pursuant to 9 subsection (1) or (2) or by modification, vacation, or termination of that order may request a hearing before the 10 board on that order within 30 days of its issuance or within 30 days of its modification, vacation, or termination. 11 The filing of an application for review under this subsection may not operate as a stay of any order or notice. 12 The board shall make findings of fact and issue a written decision incorporating an order vacating, affirming, 13 modifying, or terminating the order.

14 (7) Whenever Subject to the provisions of [section 1], whenever an order is issued under this 15 section or as the result of any administrative proceeding under this part, at the request of any person, a sum 16 equal to the aggregate amount of all costs, expenses, and attorney fees as determined by the department to 17 have been reasonably incurred by the person for or in connection with the person's participation in the 18 proceedings, including any judicial review of agency actions, may be assessed against either party as the court, 19 resulting from judicial review, or the department, resulting from administrative proceedings, considers proper.

20 (8) In order to protect the stability of the land, the director or an authorized representative shall 21 order cessation of underground coal mining under urbanized areas, cities, towns, and communities and 22 adjacent to industrial or commercial buildings, major impoundments, or permanent streams if the director or the 23 authorized agent finds imminent danger to inhabitants of the urbanized areas, cities, towns, and communities."

24

25

Section 3. Section 82-4-252, MCA, is amended to read:

"82-4-252. Mandamus. (1) A resident of this state or any person having an interest that is or may be
adversely affected, with knowledge that a requirement of this part or a rule adopted under this part is not being
enforced or implemented by a public officer or employee whose duty it is to enforce or implement the



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1 requirement or rule, may bring the failure to enforce to the attention of the public officer or employee by a

2 written statement under oath that must state the specific facts of the failure to enforce the requirement or rule.

Knowingly making false statements or charges in the affidavit subjects the affiant to penalties prescribed in 457-202.

5 (2) If the public officer or employee neglects or refuses for an unreasonable time after receipt of 6 the statement to enforce or implement the requirement or rule, the resident or person having an interest that is 7 or may be adversely affected may bring an action of mandamus in the district court of the county in which the 8 land is located. The court, if it finds that a requirement of this part or a rule adopted under this part is not being 9 enforced, shall order the public officer or employee whose duty it is to enforce the requirement or rule to 10 perform the officer's or employee's duties. If the officer or employee fails to obey the order, the public officer or 11 employee must be held in contempt of court and is subject to the penalties provided by law.

12 (3) Any person having an interest that is or may be adversely affected may commence a civil 13 action on the person's own behalf to compel compliance with this part against any person for the violation of 14 this part or any rule, order, or permit issued under this part. However, the action may not commence:

(a) prior to 60 days after the plaintiff has given notice in writing to the department and to the
alleged violator; or

(b) if the department has commenced and is diligently prosecuting a civil action to require
compliance with the provisions of this part or any rule, order, or permit issued under this part. Any person may
intervene as a matter of right in the civil action. This section does not restrict any right that any person may
have under any statute or common law to seek enforcement of this part or the rules adopted under this part or
to seek any other relief.

(4) Any person who is injured in person or property through the violation by any operator of any
rule, order, or permit issued pursuant to this part may bring an action for damages, including reasonable
attorney and expert witness fees, only in the county in which the strip- or underground-coal-mining operation
complained of is located. This subsection does not affect the rights established by or limits imposed under Title
39, chapter 71.

27 (5) The court, in issuing any final order in any action brought pursuant to subsection (3), may
28 award costs of litigation, including attorney and expert witness fees, to any party whenever the court determines



| <b>Ame</b><br>- 2023  |  | use-blue - Requested by: Steve Fitzpat                     | rick - (H) Judiciary        |  |  |
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| 1                     | that the award is appropriate pursua   | ant to [section 1]. The court may, if a temporary re       | straining order or          |  |  |
| 2                     | preliminary injunction is sought, require the filing of a bond or equivalent security in accordance with the |  |                             |  |  |
| 3                     | Montana Rules of Civil Procedure."   |  |                             |  |  |
| 4                     |  |  |                             |  |  |
| 5                     | NEW SECTION. Section 4   | Codification instruction. [Section 1] is intended          | ed to be codified as an     |  |  |
| 6                     | integral part of Title 82, chapter 4, p  | art 2, and the provisions of Title 82, chapter 4, par      | rt 2, apply to [section 1]. |  |  |
| 7                     |  |  |                             |  |  |
| 8                     | NEW SECTION. Section 5   | Severability. If a part of [this act] is invalid, all      | valid parts that are        |  |  |
| 9                     | severable from the invalid part rema   | in in effect. If a part of [this act] is invalid in one or | more of its applications,   |  |  |
| 10                    | the part remains in effect in all valid  | applications that are severable from the invalid ap        | oplications.                |  |  |
| 11                    |  |  |                             |  |  |
| 12                    | NEW SECTION. Section 6   | Effective date. [This act] is effective on passage         | ge and approval.            |  |  |
| 13                    |  |  |                             |  |  |
| 14                    | NEW SECTION. Section 7.  | Applicability. [This act] applies to court actions         | s filed on or after [the    |  |  |
| 15                    | effective date of this act].   |  |                             |  |  |
| 16                    |  | - END -  |                             |  |  |

