SENATE BILL 472

M3 2lr1746 CF HB 402

By: Senator Ed	\mathbf{w}	a	rc	ls
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Introduced and read first time: February 2, 2012

Assigned to: Education, Health, and Environmental Affairs and Judicial Proceedings

Committee Report: Favorable

Senate action: Adopted

Read second time: March 13, 2012

CHAPTER

	A B T A C	חתר	•
i	ANA(ÿΤ` (concerning
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2	Environment – Dormant Mineral Interests – Termination by Court Order
3	Requirements

- FOR the purpose of requiring a court order that terminates a certain dormant mineral interest to identify certain information; requiring a clerk of the court that issued a certain order to record the order in the land records; and generally relating to the termination of dormant mineral interests.
- 8 BY repealing and reenacting, without amendments,
- 9 Article Environment
- 10 Section 15–1201
- 11 Annotated Code of Maryland
- 12 (2007 Replacement Volume and 2011 Supplement)
- 13 BY repealing and reenacting, with amendments,
- 14 Article Environment
- 15 Section 15–1203(d)

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- 16 Annotated Code of Maryland
- 17 (2007 Replacement Volume and 2011 Supplement)
- 18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 19 MARYLAND, That the Laws of Maryland read as follows:

Article – Environment

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



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1	15–1201.		
2	(a)	In th	is subtitle the following words have the meanings indicated.
3 4 5 6 7	or incorpor production	less of eal, in paym	teral interest" means an interest in a mineral estate, however created form, whether absolute or fractional, divided or undivided, corporeal cluding a fee simple or any lesser interest or any kind of royalty, tent, executive right, nonexecutive right, leasehold, or lien in tess of character.
8	(c)	"Min	eral" includes:
9		(1)	Gas;
10		(2)	Oil and oil shale;
11		(3)	Coal;
12		(4)	Gaseous, liquid, and solid hydrocarbons;
13 14	stone;	(5)	Cement materials, sand and gravel, road materials, and building
15		(6)	Chemical substances;
16		(7)	Gemstone, metallic, fissionable, and nonfissionable ores; and
17		(8)	Colloidal and other clay, steam, and geothermal resources.
18 19	(d) the interest		ered mineral interest" means a mineral interest that is severed from e surface estate overlying the mineral interest.
20 21	(e) interest.	"Sur	face estate" means an interest in the estate overlying a mineral
22 23	(f) undivided f	(1) ee sim	"Surface owner" means any person vested with a whole or ple interest or other freehold interest in the surface estate.
$\begin{array}{c} 24 \\ 25 \end{array}$	easement, o	(2) or leas	"Surface owner" does not include the owner of a right-of-way, ehold on the surface estate.
26	(g)	(1)	"Unknown or missing owner" means any person vested with a

severed mineral interest whose present identity or location cannot be determined:

(i)

interest is located; or

From the records of the county where the severed mineral

$\frac{1}{2}$	(ii) By diligent inquiry in the vicinity of the owner's last known place of residence.
3 4	(2) "Unknown or missing owner" includes the heirs, successors, or assignees of an unknown or missing owner.
5	15–1203.
6 7 8 9	(d) (1) A surface owner of real property that is subject to a mineral interest who brings an action to terminate a dormant mineral interest in accordance with this section shall bring the action in the circuit court of the jurisdiction in which the real property is located.
10 11 12 13	(2) A court order that terminates a mineral interest merges the terminated mineral interest, including express and implied appurtenant surface rights and obligations, with the surface estate in shares proportionate to the ownership of the surface estate, subject to existing liens for taxes or assessments.
14 15	(3) (I) A COURT ORDER THAT TERMINATES A MINERAL INTEREST SHALL IDENTIFY:
16	1. THE MINERAL INTEREST;
17 18 19	2. EACH SURFACE ESTATE INTO WHICH THE MINERAL INTEREST IS MERGED, INCLUDING THE TAX MAP AND PARCEL NUMBER;
20	3. THE NAME OF EACH SURFACE OWNER;
21 22	4. IF KNOWN, THE NAME OF EACH PERSON THAT OWNED THE MINERAL INTEREST PRIOR TO THE TERMINATION DATE; AND
23	5. Any information determined by the court
$\frac{24}{25}$	AS APPROPRIATE TO DESCRIBE THE EFFECT OF THE TERMINATION AND MERGER OF THE MINERAL INTEREST.
26 27	(II) THE CLERK OF THE COURT THAT ISSUED THE ORDER SHALL RECORD THE ORDER IN THE LAND RECORDS.
28	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

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October 1, 2012.