# <sup>112TH CONGRESS</sup> H.R.4402

# **AN ACT**

To require the Secretary of the Interior and the Secretary of Agriculture to more efficiently develop domestic sources of the minerals and mineral materials of strategic and critical importance to United States economic and national security and manufacturing competitiveness. Be it enacted by the Senate and House of Representa tives of the United States of America in Congress assembled,

# **3** SECTION 1. SHORT TITLE.

4 This Act may be cited as the "National Strategic and5 Critical Minerals Production Act of 2012".

### 6 SEC. 2. FINDINGS.

7 Congress finds the following:

8 (1) The industrialization of China and India 9 has driven demand for nonfuel mineral commodities, 10 sparking a period of resource nationalism exempli-11 fied by China's reduction in exports of rare-earth 12 elements necessary for telecommunications, military 13 technologies, healthcare technologies, and conven-14 tional and renewable energy technologies.

(2) The availability of minerals and mineral
materials are essential for economic growth, national
security, technological innovation, and the manufacturing and agricultural supply chain.

19 (3) The exploration, production, processing,
20 use, and recycling of minerals contribute signifi21 cantly to the economic well-being, security and gen22 eral welfare of the Nation.

23 (4) The United States has vast mineral re-24 sources, but is becoming increasingly dependent

3 (A) Twenty-five years ago the United
4 States was dependent on foreign sources for 30
5 nonfuel mineral materials, 6 of which the
6 United States imported 100 percent of the Na7 tion's requirements, and for another 16 com8 modities the United States imported more than
9 60 percent of the Nation's needs.

(B) By 2011 the United States import dependence for nonfuel mineral materials had
more than doubled from 30 to 67 commodities,
19 of which the United States imported 100
percent of the Nation's requirements, and for
another 24 commodities, imported more than
50 percent of the Nation's needs.

17 (C) The United States share of world wide
18 mineral exploration dollars was 8 percent in
19 2011, down from 19 percent in the early 1990s.

(D) In the 2012 Ranking of Countries for
Mining Investment, out of 25 major mining
countries, the United States ranked last with
Papua New Guinea in permitting delays, and
towards the bottom regarding government take
and social issues affecting mining.

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# 1 SEC. 3. DEFINITIONS.

2 In this Act:

3	(1) Strategic and critical minerals.—The
4	term "strategic and critical minerals" means min-
5	erals that are necessary—
6	(A) for national defense and national secu-
7	rity requirements;
8	(B) for the Nation's energy infrastructure,
9	including pipelines, refining capacity, electrical
10	power generation and transmission, and renew-
11	able energy production;
12	(C) to support domestic manufacturing,
13	agriculture, housing, telecommunications,
14	healthcare, and transportation infrastructure;
15	and
16	(D) for the Nation's economic security and
17	balance of trade.
18	(2) AGENCY.—The term "agency" means any
19	agency, department, or other unit of Federal, State,
20	local, or tribal government, or Alaska Native Cor-
21	poration.
22	(3) MINERAL EXPLORATION OR MINE PER-
23	MIT.—The term "mineral exploration or mine per-
24	mit" includes plans of operation issued by the Bu-
25	reau of Land Management and the Forest Service

pursuant to 43 CFR 3809 and 36 CFR 228A re spectively.

# 3 TITLE I—DEVELOPMENT OF DO4 MESTIC SOURCES OF STRA5 TEGIC AND CRITICAL MIN6 ERALS

# 7 SEC. 101. IMPROVING DEVELOPMENT OF STRATEGIC AND

# CRITICAL MINERALS.

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9 Domestic mines that will provide strategic and crit-10 ical minerals shall be considered an "infrastructure 11 project" as described in Presidential Order "Improving 12 Performance of Federal Permitting and Review of Infra-13 structure Projects" dated March 22, 2012.

# 14 SEC. 102. RESPONSIBILITIES OF THE LEAD AGENCY.

15 (a) IN GENERAL.—The lead agency with responsibility for issuing a mineral exploration or mine permit 16 shall appoint a project lead who shall coordinate and con-17 18 sult with other agencies, cooperating agencies, project pro-19 ponents and contractors to ensure that agencies minimize 20 delays, set and adhere to timelines and schedules for com-21 pletion of reviews, set clear permitting goals and track 22 progress against those goals.

(b) The lead agency with responsibility for issuing a
mineral exploration or mine permit shall determine any
such action would not constitute a major Federal action

significantly affecting the quality of the human environ-1 2 ment within the meaning of the National Environmental 3 Policy Act of 1969 if the procedural and substantive safe-4 guards of the lead agency's permitting process alone, any 5 applicable State permitting process alone, or a combination of the two processes together provide an adequate 6 7 mechanism to ensure that environmental factors are taken 8 into account.

9 (c) The lead agency with responsibility for issuing a 10 mineral exploration or mine permit shall enhance govern-11 ment coordination on permitting and review by avoiding 12 duplicative reviews, minimizing paperwork and engaging 13 other agencies and stakeholders early in the process. The 14 lead agency shall consider the following best practices:

(1) Deferring to and relying upon baseline data,
analysis and reviews preformed by State agencies
with jurisdiction over the proposed project.

18 (2) Conducting reviews concurrently rather
19 than sequentially to the extent practicable and when
20 such concurrent review will expedite rather than
21 delay a decision.

(d) At the request of a project proponent, the project
lead of the agency with responsibility for issuing a mineral
exploration or mine permit shall enter into an agreement
with the project proponent and other cooperating agencies

1	that sets time limits for each part of the permit review
2	process including the following:
3	(1) The decision on whether to prepare a docu-
4	ment required under the National Environmental
5	Policy Act of 1969.
6	(2) A determination of the scope of any docu-
7	ment required under the National Environmental
8	Policy Act of 1969.
9	(3) The scope of and schedule for the baseline
10	studies required to prepare a document required
11	under the National Environmental Policy Act of
12	1969.
13	(4) Preparation of any draft document required
14	under the National Environmental Policy Act of
15	1969.
16	(5) Preparation of a final document required
17	under the National Environmental Policy Act of
18	1969.
19	(6) Consultations required under applicable
20	laws.
21	(7) Submission and review of any comments re-
22	quired under applicable law.
23	(8) Publication of any public notices required
24	under applicable law.
25	(9) A final or any interim decisions.

(e) In no case should the total review process de scribed in subsection (d) exceed 30 months unless agreed
 to by the signatories of the agreement.

4 (f) The lead agency is not required to address agency
5 or public comments that were not submitted during the
6 public comment periods provided by the lead agency or
7 otherwise required by law.

8 (g) The lead agency will determine the amount of fi-9 nancial assurance for reclamation of a mineral exploration 10 or mining site, which must cover the estimated cost if the 11 lead agency were to contract with a third party to reclaim 12 the operations according to the reclamation plan, includ-13 ing construction and maintenance costs for any treatment facilities necessary to meet Federal, State or tribal envi-14 ronmental standards. 15

(h) This section shall apply with respect to a mineral
exploration or mine permit for which an application was
submitted before the date of the enactment of this Act
if the applicant for the permit submits a written request
to the lead agency for the permit. The lead agency shall
begin implementing this section with respect to such application within 30 days after receiving such written request.

(i) With respect to strategic and critical materials
within a federally administered unit of the National Forest
System, the lead agency shall—

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1 (1) exempt all areas of identified mineral re-2 sources in Land Use Designations, other than Non-3 Development Land Use Designations, in existence as 4 of the date of the enactment of this Act from the 5 procedures detailed at and all rules promulgated 6 under part 294 of title 36, Code for Federal Regula-7 tions;

8 (2) apply such exemption to all additional 9 routes and areas that the lead agency finds nec-10 essary to facilitate the construction, operation, main-11 tenance, and restoration of the areas of identified 12 mineral resources described in paragraph (1); and

(3) continue to apply such exemptions after approval of the Minerals Plan of Operations for the
unit of the National Forest System.

# 16 SEC. 103. CONSERVATION OF THE RESOURCE.

17 In developing the mineral exploration or mine permit, 18 the priority of the lead agency shall be to maximize the 19 development of the mineral resource, while mitigating en-20 vironmental impacts, so that more of the mineral resource 21 can be brought to the market place.

# 22 SEC. 104. FEDERAL REGISTER PROCESS FOR MINERAL EX 23 PLORATION AND MINING PROJECTS.

24 (a) PREPARATION OF FEDERAL NOTICES FOR MIN-25 ERAL EXPLORATION AND MINE DEVELOPMENT

**PROJECTS.**—The preparation of Federal Register notices 1 2 required by law associated with the issuance of a mineral 3 exploration or mine permit shall be delegated to the orga-4 nization level within the agency responsible for issuing the 5 mineral exploration or mine permit. All Federal Register notices regarding official document availability, announce-6 7 ments of meetings, or notices of intent to undertake an 8 action shall be originated and transmitted to the Federal 9 Register from the office where documents are held, meet-10 ings are held, or the activity is initiated.

11 (b) DEPARTMENTAL REVIEW OF FEDERAL REG-ISTER NOTICES FOR MINERAL EXPLORATION AND MIN-12 13 ING PROJECTS.—Absent any extraordinary circumstance 14 or except as otherwise required by any Act of Congress, 15 each Federal Register notice described in subsection (a) shall undergo any required reviews within the Department 16 17 of the Interior or the Department of Agriculture and be published in its final form in the Federal Register no later 18 than 30 days after its initial preparation. 19

# TITLE II—JUDICIAL REVIEW OF AGENCY ACTIONS RELATING TO EXPLORATION AND MINE PERMITS

# 5 SEC. 201. DEFINITIONS FOR TITLE.

6 In this title the term "covered civil action" means a
7 civil action containing a claim under section 702 of title
8 5, United States Code, regarding agency action affecting
9 a mineral exploration or mine permit.

# 10 SEC. 202. TIMELY FILINGS.

A covered civil action is barred unless filed no later
than the end of the 60-day period beginning on the date
of the final Federal agency action to which it relates.

# 14 SEC. 203. EXPEDITION IN HEARING AND DETERMINING THE 15 ACTION.

16 The court shall endeavor to hear and determine any

17 covered civil action as expeditiously as possible.

## 18 SEC. 204. LIMITATION ON PROSPECTIVE RELIEF.

In a covered civil action, the court shall not grant or approve any prospective relief unless the court finds that such relief is narrowly drawn, extends no further than necessary to correct the violation of a legal requirement, and is the least intrusive means necessary to correct that violation.

### 1 SEC. 205. LIMITATION ON ATTORNEYS' FEES.

Sections 504 of title 5, United States Code, and 2412
of title 28, United States Code (together commonly called
the Equal Access to Justice Act) do not apply to a covered
civil action, nor shall any party in such a covered civil action receive payment from the Federal Government for
their attorneys' fees, expenses, and other court costs.
Passed the House of Representatives July 12, 2012.

Attest:

Clerk.

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