

### Economic Impact Analysis Virginia Department of Planning and Budget

**4 VAC 25-31 – Reclamation Regulations for Mineral Mining Department of Mines, Minerals and Energy** January 30, 2013

### Summary of the Proposed Amendments to Regulation

The Department of Mines, Minerals and Energy (DMME) proposes to repeal two redundant sections of these regulations.

# **Result of Analysis**

The benefits likely exceed the costs for all proposed changes.

## **Estimated Economic Impact**

The proposed repeal of redundant language will have no impact on

requirements and essentially no economic impact beyond saving a small amount of time spent reading regulations.

### **Businesses and Entities Affected**

There are 433 mineral operations currently in the Commonwealth of Virginia. Approximately 90% of these (roughly 390) would qualify as small businesses.<sup>1</sup>

# **Localities Particularly Affected**

The proposed regulations will affect all localities in the Commonwealth that have mineral mines. According to DMME, 91% of Virginia's counties have mineral mines governed by these regulations.

# **Projected Impact on Employment**

The proposed repeal does not affect employment.

<sup>&</sup>lt;sup>1</sup> Data source: Department of Mines, Minerals and Energy

#### Effects on the Use and Value of Private Property

The proposed repeal does not significantly affect the use and value of private property.

#### Small Businesses: Costs and Other Effects

The proposed repeal does not significantly affect costs for small businesses.

#### Small Businesses: Alternative Method that Minimizes Adverse Impact

The proposed repeal does not adversely affect small businesses.

#### **Real Estate Development Costs**

The proposed repeal does not affect real estate development costs.

### Legal Mandate

The Department of Planning and Budget (DPB) has analyzed the economic impact of this proposed regulation in accordance with Section 2.2-4007.04 of the Administrative Process Act and Executive Order Number 14 (10). Section 2.2-4007.04 requires that such economic impact analyses include, but need not be limited to, a determination of the public benefit, the projected number of businesses or other entities to whom the regulation would apply, the identity of any localities and types of businesses or other entities particularly affected, the projected number of persons and employment positions to be affected, the projected costs to affected businesses or entities to implement or comply with the regulation, and the impact on the use and value of private property. Further, if the proposed regulation has an adverse effect on small businesses, Section 2.2-4007.04 requires that such economic impact analyses include (i) an identification and estimate of the number of small businesses subject to the regulation; (ii) the projected reporting, recordkeeping, and other administrative costs required for small businesses to comply with the regulation, including the type of professional skills necessary for preparing required reports and other documents; (iii) a statement of the probable effect of the regulation on affected small businesses; and (iv) a description of any less intrusive or less costly alternative methods of achieving the purpose of the regulation. The analysis presented above represents DPB's best estimate of these economic impacts.