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(d) For coal lease modification applications involving lands in the National Forest System, BLM will submit the lease modification application to the Secretary of Agriculture for consent, for completion or consideration of an environmental assessment, for the attachment of appropriate lease stipulations, and for making any other findings prerequisite to lease issuance.

[44 FR 42628, July 19, 1979, as amended at 67 FR 63567, Oct. 15, 2002]

Subpart 3435—Lease Exchange

§ 3435.0-1 Purpose.

The objective of these regulations is to provide methods for exchange of coal resources when it would be in the public interest to shift the impact of mineral operations from leased lands or portions of leased lands to currently unleased lands to preserve public resource or social values, and to carry out Congressional directives authorizing coal lease exchanges.

 $[44\ FR\ 42628,\ July\ 19,\ 1979,\ as\ amended\ at\ 47\ FR\ 33144,\ July\ 30,\ 1982]$

§ 3435.0-3 Authority.

- (a) These regulations are issued under the authority of the statutes cited in §3400.0–3 of this title.
- (b) These regulations primarily implement:
- (1) Section 3 of the Mineral Leasing Act of 1920, as amended (30 U.S.C. 203);
- (2) Section 510(b)(5) of the Surface Mining Control and Reclamation Act (30 U.S.C. 1260(b)(5));
- (3) Section 1 of the Act of October 30, 1978 (92 Stat. 2073);
- (4) Section 1 of the Act of October 19, 1980 (94 Stat. 2269); and
- (5) Section 4 of the Rattlesnake National Recreation Area and Wilderness Act of 1980 (94 Stat. 2272).

[44 FR 42628, July 19, 1979, as amended at 47 FR 33144, July 30, 1982]

§ 3435.1 Coal lease exchanges.

Where the Secretary determines that coal exploration, development and mining operations would not be in the public interest on an existing lease or preference right lease application or portions thereof, or where the Congress has authorized lease exchange for a

class or list of leases, an existing lease or preference right lease application may be relinquished in exchange for:

- (a) Leases where the Congress has specifically authorized the issuance of a new coal lease;
- (b) The issuance of coal lease bidding rights of equal value;
- (c) A lease for a mineral listed in subpart 3526 of this title by mutual agreement between the applicant and the Secretary; and
- (d) Federal coal lease modifications; or
 - (e) Any combination of the above.

[44 FR 42628, July 19, 1979, as amended at 47 FR 33144, July 30, 1982]

§ 3435.2 Qualified exchange proponents: Limitations.

- (a) Any person who holds a Federal coal lease, or a preference right lease application that has been found to meet the commercial quantities requirements of §§ 3430.1 and 3430.5 of this title on lands described in § 3435.1 of this title is qualified to ask the Secretary to initiate an exchange.
- (b) Except for leases qualified under subpart 3436 of this title, the Secretary may issue a new coal lease in exchange for the relinquishment of outstanding leases or lease applications only in those cases where the Congress has specifically authorized such exchanges.
- (c) The Secretary shall evaluate each qualified exchange request and determine whether an exchange is in the public interest.
- (d) Any modification of a coal lease in an exchange under this subpart shall be subject to the limitations in §§ 3432.1(a), 3432.2(b) and 3432.3(a) of this title.

[44 FR 42628, July 19, 1979, as amended at 47 FR 33144, July 30, 1982]

§ 3435.3 Exchange procedures.

§ 3435.3-1 Exchange notice.

(a) The Secretary shall initiate exchange procedures by notifying in writing a Federal coal lessee or preference right lease applicant that consideration of an exchange of mineral leases or other coal lease interests is appropriate. The notification may be on the Secretary's initiative or in response to a request under §3435.2 of this title.