

#### New South Wales

# Mining and Petroleum Legislation Amendment Bill 2014

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This public bill which originated in the Legislative Assembly, has passed and is now ready for presentation to the Legislative Council for its concurrence.

Clerk of the Legislative Assembly. Legislative Assembly, Sydney,

, 2014



New South Wales

## Mining and Petroleum Legislation Amendment Bill 2014

Act No , 2014

An Act to amend mining, petroleum and planning laws to make further provision for the grounds for certain administrative decisions affecting mining rights and petroleum titles and the interrelationship between mining and petroleum laws and planning laws; and for other purposes.

**EXAMINED** 

Assistant Speaker

The	Legislature of New South Wales enacts:	1
1	Name of Act	2
	This Act is the Mining and Petroleum Legislation Amendment Act 2014.	3
2	Commencement	4
	This Act commences on the date of assent to this Act	5

Sch	nedule 1	Amendment of Mining Act 1992 No 29	1				
[1]	Section 22 P	ower of decision-maker in relation to applications	2				
	Insert "that th	e decision-maker is satisfied" before "that the applicant" in section 22 (2) (a).	3				
[2]	Section 22 (2	Section 22 (2) (b)					
	Omit "decisio	n-maker reasonably considers". Insert instead "decision-maker is satisfied".	5				
[3]	Section 23 P	ower of decision-maker in relation to tenders	6				
	Insert "that th	e decision-maker is satisfied" before "that the tenderer" in section 23 (3) (a).	7				
[4]	Section 23 (3	) (b)	8				
	Omit "decisio	n-maker reasonably considers". Insert instead "decision-maker is satisfied".	9				
[5]	Section 41 P	ower of decision-maker in relation to applications	10				
	Insert "that th	e decision-maker is satisfied" before "that the applicant" in section 41 (2) (a).	11				
[6]	Section 41 (2	) (b)	12				
	Omit "decisio	n-maker reasonably considers". Insert instead "decision-maker is satisfied".	13				
[7]	Section 63 P	ower of decision-maker in relation to applications	14				
	Insert "that th	e decision-maker is satisfied" before "that the applicant" in section 63 (2) (a).	15				
[8]	Section 63 (2	) (b)	16				
	Omit "decisio	n-maker reasonably considers". Insert instead "decision-maker is satisfied".	17				
[9]	Section 64 P	ower of decision-maker in relation to tenders	18				
	Insert "that th	e decision-maker is satisfied" before "that the tenderer" in section 64 (3) (a).	19				
[10]	Section 64 (3	) (b)	20				
	Omit "decisio	n-maker reasonably considers". Insert instead "decision-maker is satisfied".	21				
[11]	Section 65 D Act 1979	evelopment consents under Environmental Planning and Assessment	22 23				
		nd of section 65 (1):	24				
	f f	<b>Note.</b> Section 380AA prevents an application for development consent to mine coal from being made or granted unless the applicant is the holder of an authority that is in borce in respect of coal and the land concerned.	25 26 27				
[12]	Section 114	Power of decision-maker in relation to renewal applications	28				
	Insert "that section 114 (2	the decision-maker is satisfied" before "that the applicant" in (a).	29 30				
[13]	Section 114	2) (b)	31				
	Insert "that th	e decision-maker is satisfied" before "that a person".	32				
[14]	Section 114	2) (c)	33				
	Omit "decisio	n-maker reasonably considers" Insert instead "decision-maker is satisfied"	3/				

[15]	Sect	ion 12 <sup>.</sup>	1 Pow	er of d	ecision-ma	aker	in relation	to transfe	er appı	oval	application	S	1
		t "tha on 121			sion-maker	is	satisfied"	before	"that	the	applicant"	in	2
[16]	Sect	ion 12	1 (2) (l	o)									4
	Omit	"decis	sion-m	aker re	asonably co	onsid	ers". Insert	instead "d	decisio	n-mak	er is satisfie	d".	5
[17]	Sect	ion 12	5 Grou	ınds of	cancellat	ion c	of authority						6
	Omit	"if the	e holde	r of the	authority	contr	avenes" fro	m section	125 (1	) (b).			7
		t inste		the de	ecision-mal	ker i	s satisfied	that the	holder	of th	e authority	has	8 9
[18]	Sect	ion 12	5 (1) (l	o1)									10
	Omit	"a per	son co	ntraver	nes".								11
	Inser	t instea	ad "the	decisio	on-maker is	sati	sfied that a	person ha	s contr	avene	d".		12
[19]	Sect	ion 12	5 (1) (I	o2)									13
	Omit	"the d	lecisio	n-make	r reasonabl	у соі	nsiders".						14
	Inser	t instea	ad "the	decisio	on-maker is	sati	sfied".						15
[20]	Sect	ion 12	5 (1) (	<b>:</b> )									16
	Omit	"the h	older	of the a	uthority fai	ls".							17
	Inser	t instea	ad "the	decisio	on-maker is	sati	sfied that th	e holder o	of the a	uthor	ity has failed	l".	18
[21]	Sect	ion 12	5 (1) (	∌)									19
	Omit	"the la	and". I	nsert in	stead "the	decis	sion-maker i	is satisfie	d that t	ne lan	ď".		20
[22]	Sect	ion 12	5 (1) (f	·)									21
	Omit	the pa	ragrap	h. Inse	rt instead:								22
			(f)	failed purpo	to use the ses for whi	land ch th	comprised authority	in the au has been	thority granted	in go l, or h	ne authority ood faith for as used the l s been grant	the land	23 24 25 26
[23]	Sect	ion 38	0AA										27
	Inser	t after	section	1 380:									28
38	OAA	Rest	riction	s on p	lanning ap	plica	ations for c	oal minir	ng				29
		(1)	devel (at th that is to be an au <b>Note.</b> under	lopmen e time i s in force carried thority The Dic Part 3A	t consent, it is made of the is made of the in respect out, or the to make the consent to the corporate or Part 5.1	to minder detection to the detection of	ne for coal ermined) the coal and the icant has the blication. t defines <b>dev</b> e Environmer	cannot be e applican land wher e written of relopment ntal Plannin	e made t is the e minir consen	or de holde ig for t of th of to in Assess	dification of termined un or of an author coal is propose holder of so clude an appro- sment Act 197	lless ority osed such roval	30 31 32 33 34 35 36 37
		(-)	of th	e whole	e of the la	nd to	which the	application	on for	devel	opment constants	sent	39 40

	(3) For the purposes of this section, an authority that is a mining least considered to be in force in respect of the land on which it authorises the carrying out of mining purposes (and not prospecting or mining for coal). A mining lease is not an authority for the purposes of this section it is for mining purposes only.					
	(4) The Director-General must notify the appropriate planning authority of decision under this Act to cancel or refuse to renew an authority in respectoral if the Director-General is aware that an application for developing consent, or for the modification of a development consent, to mine for coathelland concerned has been made but not determined.					
	(5)	In th	is section:	12		
		appli	ication includes request.	13		
		appr	opriate planning authority means:	14		
		(a)	the Director of Planning in the case of an application for development consent for State significant development, State significant infrastructure or a transitional Part 3A project under the <i>Environmental Planning and Assessment Act 1979</i> , or	15 16 17 18		
		(b)	the consent authority under that Act in relation to any other application.	19		
		mine	for coal means to extract coal from land.	20		
Sect	ion 38	0A		21		
Omit	the se	ction.	Insert instead:	22		
80A Fit and proper person consideration in making certain decisions about mining rights						
	(1)	Despite anything to the contrary in this Act, any of the following decisions under this Act may be made on the ground that, in the opinion of the decision-maker, a relevant person is not a fit and proper person (without limiting any other ground on which such a decision may be made):				
		(a)	a decision to refuse to grant or renew a mining right (a <i>relevant person</i> in such a case being an applicant for the grant or renewal of the mining right),	29 30 31		
		(b)	a decision to refuse to transfer a mining right (a <i>relevant person</i> in such a case being the proposed transferee),	32 33		
		(c)	a decision to cancel a mining right or to suspend operations under a mining right (in whole or in part), a <i>relevant person</i> in such a case being a holder of the mining right,	34 35 36		
		(d)	a decision to restrict operations under a mining right by the imposition or variation of conditions of a mining right (a <i>relevant person</i> in such a case being a holder of the mining right).	37 38 39		
	(2)	decis	the purpose of determining whether a person is a fit and proper person, the sion-maker may take into consideration any or all of the following matters without limiting the matters that can be taken into consideration for that ose):	40 41 42 43		
		(a)	whether the person or (in the case of a body corporate) a director of the body corporate or of a related body corporate has compliance or criminal conduct issues (as defined in this section),	44 45 46		
		(b)	in the case of a body corporate, whether a director of the body corporate or of a related body corporate is or has been a director of another body	47 48		

[24]

380A

corporate that has compliance or criminal conduct issues (as defined in this section) but only if the person was a director of that other body corporate at the time of the conduct that resulted in the compliance or criminal conduct issues,

- (c) the person's record of compliance with relevant legislation (established to the satisfaction of the decision-maker).
- (d) in the case of a body corporate, the record of compliance with relevant legislation (established to the satisfaction of the decision-maker) of any director of the body corporate or a related body corporate,
- (e) whether, in the opinion of the decision-maker, the management of the activities or works that are or are to be authorised, required or regulated under the mining right are not or will not be in the hands of a technically competent person,
- (f) whether, in the opinion of the decision-maker, the person is not of good repute,
- (g) in the case of a body corporate, whether, in the opinion of the decision-maker, a director of the body corporate or a related body corporate is not of good repute,
- (h) whether, in the opinion of the decision-maker, the person is not of good character, with particular regard to honesty and integrity,
- (i) in the case of a body corporate, whether, in the opinion of the decision-maker, a director of the body corporate or a related body corporate is not of good character, with particular regard to honesty and integrity,
- (j) whether the person, during the previous 3 years, was an undischarged bankrupt or applied to take the benefit of any law for the relief of bankrupt or insolvent debtors, compounded with his or her creditors or made an assignment of his or her remuneration for their benefit,
- (k) in the case of an individual, whether he or she is or was a director of a body corporate that is the subject of a winding up order or for which a controller or administrator has been appointed during the previous 3 years,
- (1) in the case of a body corporate, whether the body corporate or a related body corporate is the subject of a winding up order or has had a controller or administrator appointed during the previous 3 years,
- (m) whether the person has demonstrated to the decision-maker the financial capacity to comply with the person's obligations under the mining right,
- (n) whether the person is in partnership, in connection with activities that are subject to a mining right or proposed mining right, with a person whom the decision-maker considers is not a fit and proper person under this section,
- (o) whether the person has an arrangement (formal or informal) in connection with activities that are subject to a mining right or proposed mining right with another person whom the decision-maker considers is not a fit and proper person under this section, if the decision-maker is satisfied that the arrangement gives that other person the capacity to determine the outcome of decisions about financial and operating policies concerning those activities,
- (p) any other matters prescribed by the regulations.

from the contravention, or

(3)

	(b)	in the previous 10 years, the person or body corporate has been convicted in New South Wales or elsewhere of a serious offence or an offence involving fraud or dishonesty, or	6 7 8
	(c)	the person or body corporate has held a mining right, or any other instrument issued or granted under relevant legislation, that has been suspended, cancelled or revoked.	9 10 11
(4)	that	grant, renewal or transfer of a mining lease can be refused on the ground the Minister is of the opinion that the applicant is not a fit and proper on even if:	12 13 14
	(a)	the mining lease is necessary for the carrying out of State significant development that is authorised by a development consent, despite section 89K of the <i>Environmental Planning and Assessment Act 1979</i> ( <i>the Planning Act</i> ), or	15 16 17 18
	(b)	the mining lease is necessary for the carrying out of approved State significant infrastructure under Part 5.1 of the Planning Act, despite section 115ZH of that Act, or	19 20 21
	(c)	the mining lease is necessary for the carrying out of a transitional Part 3A project under Schedule 6A to the Planning Act, despite section 75V of that Act, or	22 23 24
	(d)	section 91A or 93 of the Planning Act would otherwise prevent that refusal.	25 26
(5)		void doubt, sections 127 (1) and 205 (1) of this Act extend to the ellation of a mining right under this section.	27 28
(6)	made a fit revie	evant person who is aggrieved by a decision referred to in subsection (1) on the ground that in the opinion of the decision-maker the person is not and proper person may apply to the Land and Environment Court for a w of the decision-maker's opinion, and the following provisions apply to a review:	29 30 31 32 33
	(a)	the review is to be by way of redetermination of the question of whether the relevant person is a fit and proper person, and fresh material or material in addition to, or in substitution for, the material considered by the decision-maker in the determination of that question may be given on the review and taken into consideration by the Court,	34 35 36 37 38
	(b)	on a review the Court is to decide whether or not the relevant person is a fit and proper person,	39 40
	(c)	the decision of the Court on a review is final and is to be given effect to by the decision-maker,	41 42
	(d)	the decision-maker is to take whatever action may be necessary to give effect to the Court's decision including action to revoke and remake any decision referred to in subsection (1).	43 44 45
(7)	In thi	is section:	46
` '		<i>tor</i> of a body corporate includes any person involved in the management e affairs of the body corporate.	47 48

A person or body corporate has *compliance or criminal conduct issues* if:

the decision-maker is satisfied that the person or body corporate has contravened any relevant legislation, whether or not the person or body

corporate has been prosecuted for or convicted of an offence arising

1

2

4

		lease, a mineral claim or an opal prospecting licence.	1 2
		related body corporate has the same meaning as in the Corporations Act 2001	3
		of the Commonwealth.	4
		relevant legislation means the following legislation:	5
		(a) this Act,	6
		(b) the Petroleum (Onshore) Act 1991,	7
		(c) the environment protection legislation,	8
		(d) the Environmental Planning and Assessment Act 1979,	9
		(e) the work health and safety legislation,	10
		(f) any other legislation prescribed by the regulations under this Act.	11
		serious offence means:	12
		(a) an offence committed in New South Wales that is punishable by imprisonment for life or for a term of 5 years or more or by a fine of \$500,000 or more, or an offence committed elsewhere than in New South Wales that if committed in New South Wales would be an offence so punishable, or	13 14 15 16 17
		(b) an offence committed under a law of the Commonwealth that is punishable by imprisonment for life or for a term of 5 years or more or by a fine of \$500,000 or more.	18 19 20
[25]	Schedule	6 Savings, transitional and other provisions	21
	Insert at the	e end of the Schedule with appropriate Part and clause numbering:	22
	Part	Provisions consequent on enactment of Mining and Petroleum Legislation Amendment Act 2014	23 24
	Ope	ration of planning amendments	25
	(1)	Section 380AA (Restrictions on planning applications for coal mining) extends to any application for development consent, or modification of development consent, that was made (but not determined) before the date of assent to the <i>Mining and Petroleum Legislation Amendment Act 2014</i> .	26 27 28 29
	(2)	Section 380A (4) (as enacted by the <i>Mining and Petroleum Legislation Amendment Act 2014</i> ) extends to permit the Minister to refuse the grant, renewal or transfer of a mining lease even if the development consent that would otherwise have prevented refusal was granted before the date of assent to the <i>Mining and Petroleum Legislation Amendment Act 2014</i> .	30 31 32 33 34
	Ope	ration of fit and proper person test	35
		Section 380A (as enacted by the <i>Mining and Petroleum Legislation Amendment Act 2014</i> ) applies to any decision made after the commencement of that section, including:	36 37 38
		(a) a decision with respect to an application or other matter that was pending on that commencement, and	39 40
		(b) a decision based on conduct that occurred, or on a matter that arose, before that commencement.	41 42

	Matte	rs of v	which decision-maker to be satisfied	1
		Minir	mendment made to section 22, 23, 41, 63, 64, 114, 121 or 125 by the ag and Petroleum Legislation Amendment Act 2014 applies to any ion made after the commencement of the amendment, including:	2 3 4
		(a)	a decision with respect to a matter that was pending on that commencement, and	5
		(b)	a decision based on conduct that occurred, or on a matter that arose, before that commencement.	7
[26]	Schedule 6	A Can	cellation of certain authorities	9
	Omit clause	13 (3)	). Insert instead:	10
	(3)		erence in a provision of this Act or the regulations to the conditions of an ority includes a reference to a preserved condition of a relevant licence.	11 12
[27]	Schedule 6	A, cla	use 13 (4)	13
	Omit "A ref	erence	in section 378D".	14
	Insert instead "For the purposes of the application of a provision of this Act to and in respect of a preserved condition of a relevant licence, a reference in the provision".			

Scł	nedule 2	Amendment of Environmental Planning and Assessment Act 1979 No 203	1
[1]	Section 78	A Application	3
	Insert at the	e end of section 78A (1):	4
		<b>Note.</b> Section 380AA of the <i>Mining Act 1992</i> provides that an application for development consent to mine for coal can only be made by or with the consent of the holder of an authority under that Act in respect of coal and the land concerned.	5 6 7
[2]	Section 89	E Consent for State significant development	8
	Insert at the	e end of section 89E (1):	9
		<b>Note.</b> Section 380AA of the <i>Mining Act 1992</i> provides that an application in respect of State significant development for the mining of coal can only be determined if it is made by or with the consent of the holder of an authority under that Act in respect of coal and the land concerned.	10 11 12 13
[3]	Section 89	K Approvals etc legislation that must be applied consistently	14
	Insert at the	e end of section 89K (1) (c):	15
		<b>Note.</b> Under section 380A of the <i>Mining Act 1992</i> , a mining lease can be refused on the ground that the applicant is not a fit and proper person, despite this section.	16 17
[4]	Section 89	oK (1) (d)	18
	Insert at the	e end of the paragraph:	19
		<b>Note.</b> Under section 24A of the <i>Petroleum (Onshore) Act 1991</i> , a production lease can be refused on the ground that the applicant is not a fit and proper person, despite this section.	20 21 22
[5]	Section 91	A Development that is integrated development	23
	Insert at the	e end of section 91A (5):	24
		<b>Note.</b> Under section 380A of the <i>Mining Act 1992</i> and section 24A of the <i>Petroleum (Onshore) Act 1991</i> , a mining lease or production lease can be refused on the ground that the applicant is not a fit and proper person, despite this section.	25 26 27
[6]	Section 93	Granting and modification of approval by approval body	28
	Insert at the	e end of section 93 (1):	29
		<b>Note.</b> Under section 380A of the <i>Mining Act 1992</i> and section 24A of the <i>Petroleum (Onshore) Act 1991</i> , a mining lease or production lease can be refused on the ground that the applicant is not a fit and proper person, despite this section.	30 31 32
[7]	Section 96	Modification of consents—generally	33
	Insert at the	e end of section 96 (1):	34
		<b>Note.</b> Section 380AA of the <i>Mining Act 1992</i> provides that an application for modification of development consent to mine for coal can only be made by or with the consent of the holder of an authority under that Act in respect of coal and the land concerned.	35 36 37 38
[8]	Section 11	5X Application for approval of State significant infrastructure	39
	Insert at the	e end of section 115X (1):	40
		<b>Note.</b> Section 380AA of the <i>Mining Act 1992</i> provides that an application in respect of State significant infrastructure for the mining of coal can only be made by or with the consent of the holder of an authority under that Act in respect of coal and the land concerned.	41 42 43 44

[9]	Sect	ion 11	5ZH Approvals etc legislation that must be applied consistently	1		
	Inser	t at the	e end of section 115ZH (1) (c):	2		
			<b>Note.</b> Under section 380A of the <i>Mining Act 1992</i> , a mining lease can be refused on the ground that the applicant is not a fit and proper person, despite this section.	3 4		
[10]	Sect	ion 11	5ZH (1) (d)	5		
	Inser	t at the	e end of the paragraph:  Note. Under section 24A of the <i>Petroleum (Onshore) Act 1991</i> , a production lease can be refused on the ground that the applicant is not a fit and proper person, despite this section.	6 7 8 9		
[11]	Sect	ion 11	5ZI Modification of Minister's approval	10		
	Inser	t at the	e end of section 115ZI (2):  Note. Section 380AA of the <i>Mining Act 1992</i> provides that a request for the modification of approval for State significant infrastructure for the mining of coal can only be made by or with the consent of the holder of an authority under that Act in respect of coal and the land concerned.	11 12 13 14 15		
[12]	Sche	edule 6	6A Transitional arrangements—repeal of Part 3A	16		
	Insert after clause 2:					
	2A	Publ	ic interest consideration for Part 3A projects	18		
		(1)	To avoid doubt, it is declared that the Minister is authorised (and is taken always to have been authorised) to take the public interest into account when deciding whether or not to approve the carrying out of a project or to give approval for a concept plan under Part 3A, before or after the repeal of that Part.	19 20 21 22 23		
		(2)	It does not matter whether the Director-General's report on the project did or did not give consideration to or make any recommendation about the public interest or any particular aspect of the public interest.	24 25 26		

#### **Amendment of Environmental Planning and Assessment Regulation 2000** Schedule 3 1 2 Schedule 1 Forms 3 Insert after clause 2 (1) (k): 4 in the case of development comprising mining for coal (within the 5 meaning of section 380AA of the Mining Act 1992)—documentary 6 evidence that the applicant holds an authority under the Mining Act 7 1992 in respect of coal and the land concerned or has the written consent 8 of the holder of such an authority to make the development application, 9

Schedule 4		Amendment of Mining Amendment Act 2008 No 19	
[1]	Schedule 1	Amendment of Mining Act 1992	3
		efinitions of <i>environmental performance</i> , <i>other relevant legislation</i> and <i>on</i> from proposed section 237 in Schedule 1 [204].	4 5
[2]	Schedule 1	[204]	6
	Omit the hea	ding to proposed section 238. Insert instead:	7
	238 Enviro	onment to be taken into account	8
[3]	Schedule 1	[204]	9
	Omit propose	ed section 238 (1) (b).	10
[4]	Schedule 1	[204]	11
	Omit propose	ed section 238 (4).	12
[5]	Schedule 1	[204]	13
	Omit propose	ed section 239 (Meaning of environmental performance).	14

Sc	hedul	le 5		Amendment of Petroleum (Onshore) Act 1991 Io 84	1
[1]	Secti	on 22	Canc	ellation and suspension of title	3
	Omit	sectio	n 22 (	1). Insert instead:	4
		(1)		troleum title may be cancelled by the Minister if the Minister is satisfied its holder has, at any time during the term of the title:	5 6
			(a)	contravened or failed to fulfil any of the conditions of the title, or	7
			(b)	failed to use the land comprised in the title in good faith for the purposes for which it has been granted, or	8 9
			(c)	used the land for a purpose other than that for which the title has been granted, or	10 11
			(d)	contravened a provision of this Act or the regulations (whether or not the holder has been prosecuted or convicted of an offence arising from the contravention).	12 13 14
[2]	Secti	on 22	(3A)		15
	Omit	the su	bsecti	on. Insert instead:	16
	(	(3A)	title 1	Minister may suspend all or any specified operations under a petroleum until further notice if the Minister is satisfied that the holder of the title has ravened:	17 18 19
			(a)	a requirement under this Act to pay royalty, or to give or maintain security for the performance of the holder's obligations under the title, or	20 21 22
			(b)	any condition of the title that is identified as a condition related to environmental management.	23 24
[3]	Secti	on 24	A		25
	Omit	the se	ction.	Insert instead:	26
	24A		nd pro leum	pper person consideration in making certain decisions about titles	27 28
		(1)	unde a rel	oite anything to the contrary in this Act, any of the following decisions or this Act may be made on the ground that, in the opinion of the Minister, evant person is not a fit and proper person (without limiting any other nd on which such a decision may be made):	29 30 31 32
			(a)	a decision to refuse to grant or renew a petroleum title (a <i>relevant person</i> in such a case being an applicant for the grant or renewal of the petroleum title),	33 34 35
			(b)	a decision to refuse to transfer a petroleum title (a <i>relevant person</i> in such a case being the proposed transferee),	36 37
			(c)	a decision to cancel a petroleum title or to suspend operations under a petroleum title (in whole or in part), a <i>relevant person</i> in such a case being a holder of the petroleum title,	38 39 40
			(d)	a decision to restrict operations under a petroleum title by the imposition or variation of conditions of a petroleum title (a <i>relevant person</i> in such a case being a holder of the petroleum title).	41 42 43
		(2)		he purpose of determining whether a person is a fit and proper person, the ster may take into consideration any or all of the following matters (but	44 45

without limiting the matters that can be taken into consideration for that purpose):

- (a) whether the person or (in the case of a body corporate) a director of the body corporate or of a related body corporate has compliance or criminal conduct issues (as defined in this section),
- (b) in the case of a body corporate, whether a director of the body corporate or of a related body corporate is or has been a director of another body corporate that has compliance or criminal conduct issues (as defined in this section) but only if the person was a director of that other body corporate at the time of the conduct that resulted in the compliance or criminal conduct issues,
- (c) the person's record of compliance with relevant legislation (established to the satisfaction of the Minister),
- (d) in the case of a body corporate, the record of compliance with relevant legislation (established to the satisfaction of the Minister) of any director of the body corporate or a related body corporate,
- (e) whether, in the opinion of the Minister, the management of the activities or works that are or are to be authorised, required or regulated under the petroleum title are not or will not be in the hands of a technically competent person,
- (f) whether, in the opinion of the Minister, the person is not of good repute,
- (g) in the case of a body corporate, whether, in the opinion of the Minister, a director of the body corporate or a related body corporate is not of good repute,
- (h) whether, in the opinion of the Minister, the person is not of good character, with particular regard to honesty and integrity,
- (i) in the case of a body corporate, whether, in the opinion of the Minister, a director of the body corporate or a related body corporate is not of good character, with particular regard to honesty and integrity,
- (j) whether the person, during the previous 3 years, was an undischarged bankrupt or applied to take the benefit of any law for the relief of bankrupt or insolvent debtors, compounded with his or her creditors or made an assignment of his or her remuneration for their benefit,
- (k) in the case of an individual, whether he or she is or was a director of a body corporate that is the subject of a winding up order or for which a controller or administrator has been appointed during the previous 3 years,
- (l) in the case of a body corporate, whether the body corporate or a related body corporate is the subject of a winding up order or has had a controller or administrator appointed during the previous 3 years,
- (m) whether the person has demonstrated to the Minister the financial capacity to comply with the person's obligations under the petroleum title.
- (n) whether the person is in partnership, in connection with activities that are subject to a petroleum title or proposed petroleum title, with a person whom the Minister considers is not a fit and proper person under this section.

(o) whether the person has an arrangement (formal or informal) in connection with activities that are subject to a petroleum title or proposed petroleum title with another person whom the Minister considers is not a fit and proper person under this section, if the Minister is satisfied that the arrangement gives that other person the capacity to determine the outcome of decisions about financial and operating policies concerning those activities,

- (p) any other matters prescribed by the regulations.
- (3) A person or body corporate has *compliance or criminal conduct issues* if:
  - (a) the Minister is satisfied that the person or body corporate has contravened any relevant legislation, whether or not the person or body corporate has been prosecuted for or convicted of an offence arising from the contravention, or
  - (b) in the previous 10 years, the person or body corporate has been convicted in New South Wales or elsewhere of a serious offence or an offence involving fraud or dishonesty, or
  - (c) the person or body corporate has held a petroleum title, or any other instrument issued or granted under relevant legislation, that has been suspended, cancelled or revoked.
- (4) The grant, renewal or transfer of a petroleum title can be refused on the ground that the Minister is of the opinion that the applicant is not a fit and proper person even if:
  - (a) the petroleum title is necessary for the carrying out of State significant development that is authorised by a development consent, despite section 89K of the *Environmental Planning and Assessment Act 1979* (*the Planning Act*), or
  - (b) the petroleum title is necessary for the carrying out of approved State significant infrastructure under Part 5.1 of the Planning Act, despite section 115ZH of that Act, or
  - (c) the petroleum title is necessary for the carrying out of a transitional Part 3A project under Schedule 6A to the Planning Act, despite section 75V of that Act, or
  - (d) section 91A or 93 of the Planning Act would otherwise prevent that refusal
- (5) To avoid doubt, section 22 (5) of this Act extends to the cancellation of (or suspension of operations under) a petroleum title under this section.
- (6) A relevant person who is aggrieved by a decision referred to in subsection (1) made on the ground that in the opinion of the Minister the person is not a fit and proper person may apply to the Land and Environment Court for a review of the Minister's opinion, and the following provisions apply to such a review:
  - (a) the review is to be by way of redetermination of the question of whether the relevant person is a fit and proper person, and fresh material or material in addition to, or in substitution for, the material considered by the Minister in the determination of that question may be given on the review and taken into consideration by the Court,
  - (b) on a review the Court is to decide whether or not the relevant person is a fit and proper person,
  - (c) the decision of the Court on a review is final and is to be given effect to by the Minister,

	(d)	the Minister is to take whatever action may be necessary to give effect to the Court's decision including action to revoke and remake any decision referred to in subsection (1).	1 2 3
(7)	In th	is section:	4
		etor of a body corporate includes any person involved in the management e affairs of the body corporate.	5 6
	<i>related body corporate</i> has the same meaning as in the <i>Corporations Act 2001</i> of the Commonwealth.		
	relevant legislation means the following legislation:		
	(a)	this Act,	10
	(b)	the Mining Act 1992,	11
	(c)	the environment protection legislation,	12
	(d)	the Environmental Planning and Assessment Act 1979,	13
	(e)	the work health and safety legislation within the meaning of the <i>Mining Act 1992</i> ,	14 15
	(f)	any other legislation prescribed by the regulations under this Act.	16
	serious offence means:		17
	(a)	an offence committed in New South Wales that is punishable by	18
		imprisonment for life or for a term of 5 years or more or by a fine of \$500,000 or more, or an offence committed elsewhere than in New	19 20
		South Wales that if committed in New South Wales would be an offence so punishable, or	21 22
	(b)	an offence committed under a law of the Commonwealth that is punishable by imprisonment for life or for a term of 5 years or more or by a fine of \$500,000 or more.	23 24 25
Schedule 1	l Savi	ngs and transitional provisions	26
Insert at the	e end o	of the Schedule with appropriate Part and clause numbering:	27
Part		ovisions consequent on enactment of Mining and croleum Legislation Amendment Act 2014	28 29
Oper	ration	of fit and proper person test	30
(1)	Act .	ion 24A (as enacted by the <i>Mining and Petroleum Legislation Amendment</i> 2014) applies to any decision made after the commencement of that on, including:	31 32 33
	(a)	a decision with respect to an application or other matter that was pending on that commencement, and	34 35
	(b)	a decision based on conduct that occurred, or on a matter that arose, before that commencement.	36 37
(2)	Amer renev woul	ion 24A (4) (as enacted by the <i>Mining and Petroleum Legislation ndment Act 2014</i> ) extends to permit the Minister to refuse the grant, wal or transfer of a petroleum title even if the development consent that ld otherwise have prevented refusal was granted before the date of assent e <i>Mining and Petroleum Legislation Amendment Act 2014</i> .	38 39 40 41 42

[4]

Grounds for cancellation or suspension of petroleum title  An amendment made to section 22 by the <i>Mining and Petroleum Legislation Amendment Act 2014</i> applies to any decision made after the commencement of the amendment, including:		
(b) a decision based on conduct that occurred, or on a matter that arose, before that commencement.	7 8	