

**ENVIRONMENTAL ASSESSMENT FOR MINOR REVISION
COAL AND URANIUM PROGRAM
MONTANA DEPARTMENT OF ENVIRONMENTAL QUALITY**

COMPANY NAME: Signal Peak Energy LLC

DATE: June 21, 2012

PERMIT#: C1993017

REVISION NO: MR151

LOCATION: Bull Mountain Mine, Musselshell Co., T6N, R26E, S13&14

Type and Purpose of Action:

The mine operator is proposing to install a steel water line from the existing Madison Pond #1 to the mine intake portal. The line would be about six inches in diameter and 600 feet in length. The line will replace an existing HDPE pipe that is reported to be adequate for the pressures involved. The pipe installation will be within the active mine facility area. No change in water use is associated with the proposal.

Potential Impacts and Mitigation Measures:

The impacts are expected to be negligible. The construction will take place within the disturbance area of the current mine facility, soils have been salvaged and sediment control is in place. The mine operator is committed to reclamation of the area once no longer needed for mine operation.

Alternative Actions:

No apparent alternatives offer any advantage.

Prepared by: David Adair

Title: Mining Engineer

FC: 620.97 (MR151)