

ENVIRONMENTAL ASSESSMENT

On an Application for an OPENCUT MINING PERMIT

The Montana Department of Environmental Quality (DEQ) prepared this Environmental Assessment (EA) in accordance with requirements of the Montana Environmental Policy Act (MEPA). An EA functions to identify, disclose, and analyze the impacts of a proposed action. This document may disclose impacts that have no legislatively required mitigation measures, or over which there is no regulatory authority.

The state law that regulates gravel mining operations in Montana is the Opencut Mining Act. This law and the rules adopted thereunder place operational guidance and limitations on a project during its lifetime, and provide for the reclamation of land affected by opencut mining operations.

Local governments and other state agencies may have authority over different resources and activities under their regulations. Approval or denial of this Opencut Application will be based on a determination of whether or not the proposed operation complies with the Opencut Mining Act and the rules adopted thereunder. The DEQ approval of this application would not relieve the operator from the obligation to comply with any other applicable federal, state, or county statutes, regulations, or ordinances. The operator is responsible for obtaining any other permits, licenses, approvals, etc. that are required for any part of the proposed operation.

APPLICANT: A.M. Welles, Inc.

COUNTY: Madison

SITE NAME: Patrick Pit

DATE: June 2016

LOCATION: Section 22, T12S, R2E

PROPOSAL: The applicant proposes to permit a new, long-term gravel pit to mine, screen, crush, stockpile and transport 75,000 cubic yards of gravel from a 27.9-acre site. The site is located adjacent to Highway 87 about 3.7 miles south of the junction of Highways 87 and 287 at the Madison River, and about 4.5 miles north of Reynolds Pass at the Montana-Idaho border. An asphalt plant would be included in the permit, and on-site generated asphalt would be buried. The buried asphalt would be located at least 25 feet above the ordinary high water table. An underground phone line is located along the site's west boundary. Operator would maintain a 10 foot setback from the phone line.

A reclamation bond would be held by DEQ to ensure that final reclamation of the site to rangeland and/or pasture would be completed by July 2025.

This application contains all items required by the Opencut Mining Act and its implementing rules. Proponent commits to properly conducting opencut operations and would be legally bound by the permit.

IMPACTS ON THE PHYSICAL ENVIRONMENT	
RESOURCE	POTENTIAL IMPACTS AND MITIGATION MEASURES
1. TOPOGRAPHY, GEOLOGY AND SOIL QUALITY, STABILITY AND MOISTURE:	<p>The site is on a broad alluvial fan located between Sheep Mountain to the east and The Horn mountain to the west. The fan is sloping toward the northwest.</p> <p>The geology consists of young alluvial fan deposits (Holocene) along valley margins.</p> <p>The onsite soils consist of Maxville gravelly loam, 2 to 8 percent slopes. The operator would replace 24 inches of soil and 0 inches of overburden.</p> <p>The site receives approximately 22 inches of precipitation per year.</p> <p><i>Impacts:</i> An irreversible and irretrievable removal of gravel from the site would</p>

IMPACTS ON THE PHYSICAL ENVIRONMENT	
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	occur. A small impact to the quantity and quality of soils from salvaging, stockpiling, and resoiling activities also would occur, but this would not impair the capacity of the soils to support full reclamation. There are no unusual topographic, geologic, soil, or special reclamation considerations that would prevent reclamation success.
2. WATER QUALITY, QUANTITY AND DISTRIBUTION	<p>An ephemeral drainage is located adjacent to the site's east-northeast boundaries. A small (12 in. wide x 10 in. deep) irrigation ditch runs through the site from south to north. The landowner states that the ditch is abandoned inside the proposed permit area. Water would be used on-site for dust control, pug milling, and an asphalt plant. Water would be obtained from a source more than 300 feet from the permit area.</p> <p><i>Impacts:</i> The proposed activities would have a minimal effect on the quantity and quality of the surface and groundwater resources.</p> <p><i>Cumulative:</i> Cumulative impacts by the proposed action on resources would be negligible.</p>
3. AIR QUALITY	<p>Air quality standards are based upon the Clean Air Act of Montana and pursuant rules and are administered by the DEQ Air Resources Management Bureau (ARMB). Its program is approved by the Environmental Protection Agency (EPA). These rules and standards are designed to be protective of human health and the environment.</p> <p>Air quality permits would be required on the processing equipment before installment. Machinery, such as generators, crushers and asphalt plants, are individually permitted for allowable emissions. Best Available Control Technology (BACT) is the usual standard applied.</p> <p>Fugitive dust is that which blows off the pit floor, stockpiles, gravel roads, farm fields, etc. It is considered to be a nuisance but not harmful to health.</p> <p><i>Impacts:</i> Air quality standards as set by the federal government and enforced by the ARMB would allow minimal detrimental air impacts.</p>
4. VEGETATION COVER, QUANTITY AND QUALITY	<p>There are no known rare or sensitive plants or cover types present in the site area. Onsite vegetation is dominated by sagebrush and Idaho fescue with various forbs including spring beauty, buttercup, and yellow fritillary, and provides approximately 85% cover. The vegetation would be removed as soil is stripped and the site would be replanted with plant species compatible with the proposed reclaimed use.</p> <p><i>Impacts:</i> No long term detrimental impacts to the vegetation would occur.</p>
5. TERRESTRIAL, AVIAN AND AQUATIC LIFE AND HABITATS:	<p>Although the area is used primarily for pasture, it also supports populations of deer, rodents, song birds, coyotes, foxes, raptors, insects and various other animal species. Population numbers for these species are not known.</p> <p><i>Impacts:</i> The proposed mine is expected to temporarily displace some individual species and it is likely that the site would be re-inhabited following reclamation to similar habitat.</p>
6. UNIQUE, ENDANGERED, FRAGILE OR LIMITED ENVIRONMENTAL	<p>The Montana Natural Heritage Program (MNHP) lists the following 5 species of concern in the vicinity of the site:</p> <p>Greater Sage-Grouse (<i>Centrocercus urophasianus</i>) is the largest of Montana's</p>

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RESOURCES:	<p>grouse. Both sexes have relatively long, pointed tails, feathered legs, and mottled gray-brown, buff, and black plumage. In Montana, it ranges primarily in the southwestern and eastern portions of the state. This species does not migrate. Sagebrush is its preferred habitat.</p> <p>Clark's Nutcracker (<i>Nucifraga columbiana</i>) is a jay-sized corvid that is crowlike in build and flight, with moderate sexual size dimorphism. The bird is light to medium gray with varying amounts of white around the eyes, on forehead and on chin; white around vent and at base of tail; wings and tail glossy black. The bird has a long, pointed, black bill with short nasal bristles and makes a distinctive grating call audible at great distance.</p> <p>Westslope Cutthroat Trout (<i>Oncorhynchus clarkii lewisi</i>) is one of two subspecies of native cutthroat found in the state. It has been designated as Montana's state fish. Westslope cutthroat trout require cold water and seek out gravel substrates in riffles and pool crests for spawning habitat.</p> <p>Grizzly Bear (<i>Ursus arctos</i>) has a massive head with a prominent nose, rounded inconspicuous ears, small eyes, short tail a large, powerful body, and a noticeable hump above the shoulders. No true migration occurs, although Grizzly Bears often exhibit discrete elevational movements from spring to fall, following seasonal food availability. In Montana, Grizzly Bears primarily use meadows, seeps, riparian zones, mixed shrub fields, closed timber, open timber, sidehill parks, snow chutes, and alpine slabrock habitats. Grizzly Bears are opportunistic and adaptable omnivores.</p> <p>Wolverine (<i>Gulo gulo</i>) is a bear-like mustelid with massive limbs and long, dense, dark brown pelage, paler on the head, with two broad yellowish stripes extending from the shoulders and joining on the rump. Wolverines are limited to alpine tundra, and boreal and mountain forests in the western mountains. They feed on a variety of roots, berries, small mammals, birds' eggs and young, fledglings, and fish. They may attack moose, caribou, and deer hampered by deep snow.</p> <p><i>Impacts:</i> None of the listed species have been found on this site. Even if suitable habitat did exist on this site, the disturbance area would be small and large areas of similar or identical habitat surrounds the site. The possible impact to these species would be minimal.</p>
7. HISTORICAL AND ARCHAEOLOGICAL SITES	<p>The Montana State Historic Preservation Office (SHPO) was notified of the application. It reported that no sites have been previously recorded within the designated search locale. A pedestrian survey of the area by DEQ personnel did not reveal any artifacts or signs of occupation. SHPO does not feel that a cultural resource inventory is warranted at this site at this time.</p> <p><i>Impacts:</i> If during operations resources were to be discovered, activities would be temporarily moved to another area or halted until SHPO was contacted and the importance of the resources was determined.</p>
8. SAGE GROUSE EXECUTIVE ORDER	<p>The project would be in core, general or connectivity sage grouse habitat, as designated by the Sage Grouse Habitat Conservation Program (Program) at: http://sagegrouse.mt.gov. The applicant attached documentation from the Program showing compliance with Executive Order 12-2015 and the Program's recommendations to this EA.</p>

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9. DEMANDS ON ENVIRONMENTAL RESOURCES OF LAND, WATER, AIR OR ENERGY	There are no unusual demands on land, water, air or energy anticipated as a result of this project. <i>Impacts:</i> Negligible impacts to land, water, air, or energy would occur.

IMPACTS ON THE HUMAN POPULATION	
RESOURCE	POTENTIAL IMPACTS AND MITIGATION MEASURES
10. LOCALLY ADOPTED ENVIRONMENTAL PLANS AND GOALS	County zoning clearance has been obtained. The site is not zoned.
11. DENSITY AND DISTRIBUTION OF POPULATION AND HOUSING	As seen on the aerial photo of the surrounding area, there are no nearby residences. <i>Impact:</i> This commercial pit is being sited in this area because of the location of the resource, and to provide resources for an MDT project.
12. AESTHETICS	The site is located in a common grassland area. There would be a temporary alteration of aesthetics while mining is under way. However, reclamation would return the area to a visually acceptable landscape. This project is considered to be long-term, i.e. planned to take nine years to complete. The mine operations would be visible to passing motorists, but would be partially obscured by a soil stockpile berm located between the highway and the pit.
13. QUANTITY/ DISTRIBUTION OF EMPLOYMENT	Existing employees would mainly be utilized for this operation. There is low potential that this project would create a significant number of new jobs. <i>Impacts:</i> New employment opportunities would be limited.
14. INDUSTRIAL, COMMERCIAL, AGRICULTURAL ACTIVITIES AND PRODUCTION	The acreage listed in the proposal would be taken out of grassland use. Upon completion of mining, the land would be reclaimed to rangeland and/or pasture. <i>Impacts:</i> Grassland production would be reduced as soil stripping and operations progress across the site. When the entire site is opened up for mining and mine-related activities, all grassland activities would cease, but would be restored as the site is reclaimed.
15. LOCAL, STATE TAX BASE AND TAX REVENUES, PERSONAL AND COMMUNITY INCOME	Local, state and federal governments would be responsible for appraising the property, setting tax rates, collecting taxes, etc., from the companies, employees, or landowners benefitting from this operation. Following reclamation, it is assumed the tax base would revert to pre-mine levels.
16. DEMAND FOR GOVERNMENT SERVICES	Limited oversight by DEQ Opencut Program personnel would be conducted in concert with other area activity when in the vicinity.
17. HUMAN HEALTH AND SAFETY	Any industrial activity would increase the opportunities for accidental injury. There are agencies that require the Operator to implement specific safety measures. If followed there is no reason to believe that significant safety issues would be present.
18. ACCESS TO AND QUALITY OF RECREATIONAL AND WILDERNESS	This activity would not inhibit the use of the identified resources.

IMPACTS ON THE HUMAN POPULATION	
RESOURCE	POTENTIAL IMPACTS AND MITIGATION MEASURES
ACTIVITIES	
19. NATIVE CULTURAL CONCERNS	<i>Impacts:</i> None identified.

20. Alternatives Considered:

- A. Denial Alternative: The Department would deny an application that does not comply with the Act and Rules. No impacts to the natural or human environment would occur.
- B. Approval Alternative: The Department would approve an application that complies with the Act and Rules. Impacts of this application are addressed in the body of the EA.

21. Public Involvement, Agencies, Groups or Individuals contacted: Montana State Historic Preservation Office, Montana Natural Heritage Program, Montana Sage Grouse Habitat Conservation Program (DNRC), Madison County Planning Director, Madison County Weed Control Board, Three Rivers Communications, and Montana Bureau of Mines and Geology.

22. Other Governmental Agencies which May Have Overlapping or Sole Jurisdiction include, but may not be limited to: Madison County Commission or County Planning Department (zoning), Madison County Weed Control Board, MSHA and OSHA (worker safety), DEQ ARMB (air quality) and Water Protection Bureau (groundwater and surface water discharge; stormwater), DNRC (water rights and sage grouse conservation), and MDT (road access).

23. Regulatory Impact on Private Property: The analysis done in response to the Private Property Assessment Act indicates no impact. The Department does not plan to deny the application or impose conditions that would restrict the use of private property so as to constitute a taking.

24. Magnitude and Significance of Potential Impacts: This proposal is not likely to create impacts of significance due to mitigation, restrictions, and oversight mandated by the Opencut Mining Act and pursuant rules and the Montana Clean Air Act.

25. Recommendation for Further Environmental Analysis: [] EIS [X] No Further Analysis

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Name Title

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Name Title

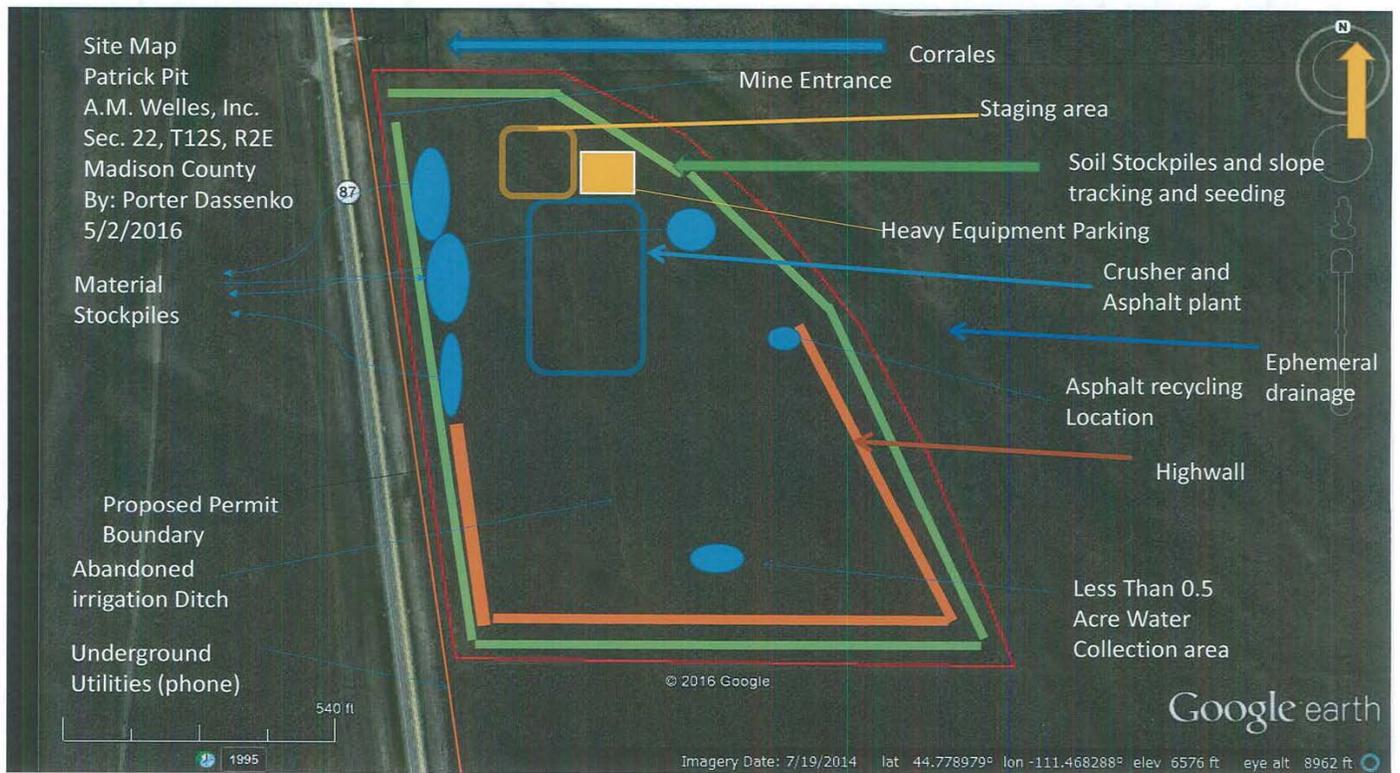
PRIVATE PROPERTY ASSESSMENT ACT (PPAA) CHECKLIST

DOES THE PROPOSED AGENCY ACTION HAVE TAKINGS IMPLICATIONS UNDER THE PPAA?

YES	NO	
X		1. Does the action pertain to land or water management or environmental regulation affecting private real property or water rights?
	X	2. Does the action result in either a permanent or indefinite physical occupation of private property?
	X	3. Does the action deprive the owner of all economically viable uses of the property?
	X	4. Does the action deny a fundamental attribute of ownership?
	X	5. Does the action require a property owner to dedicate a portion of property or to grant an easement? (If answer is NO, skip questions 5a and 5b and continue with question 6.)
		5a. Is there a reasonable, specific connection between the government requirement and legitimate state interests?
		5b. Is the government requirement roughly proportional to the impact of the proposed use of the property?
	X	6. Does the action have a severe impact on the value of the property?
	X	7. Does the action damage the property by causing some physical disturbance with respect to the property in excess of that sustained by the public generally? (If the answer is NO, skip questions 7a-7c)
		7a. Is the impact of government action direct, peculiar, and significant?
		7b. Has the government action resulted in the property becoming practically inaccessible, waterlogged, or flooded?
		7c. Has the government action diminished property values by more than 30% and necessitated the physical taking of adjacent property or property across a public way from the property in question?

Taking or damaging implications exist if YES is checked in response to question 1 and also to any one or more of the following questions: 2, 3, 4, 6, 7a, 7b, 7c; or if NO is checked in response to questions 5a or 5b.

If taking or damaging implications exist, the agency must comply with § 5 of the Private Property Assessment Act, to include the preparation of a taking or damaging impact assessment. Normally, the preparation of an impact assessment will require consultation with agency legal staff.



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