

4.0 CUMULATIVE ENVIRONMENTAL CONSEQUENCES

Cumulative impacts result from the incremental impacts of an action added to other past, present, and reasonably foreseeable future actions, regardless of who is responsible for such actions. Cumulative impacts can result from individually minor, but collectively significant, actions occurring over time.

This section summarizes the cumulative impacts that are occurring as a result of existing development in the PRB¹ and considers how those impacts would change if other projected development in the area occurs and if the four LBA tracts in the south Gillette general analysis area are leased and mined.

BLM completed three regional EISs evaluating the potential cumulative impacts of surface coal development in the 1970s and early 1980s (BLM 1974, 1979, and 1981). A draft document for a fourth regional EIS was prepared and released in 1984 (BLM 1984). Since those regional EISs were prepared, BLM has prepared a number of NEPA analyses evaluating coal leasing actions and oil and gas development in the PRB. Each of these NEPA analyses includes an analysis of cumulative impacts in the Wyoming PRB.

Currently, the BLM is completing a regional technical study, called the PRB Coal Review, to help evaluate the cumulative impacts of coal and other mineral development in the PRB. The PRB Coal Review consists of three tasks:

- Task 1 identifies existing resource conditions in the PRB for the baseline year (2003) and, for applicable resources, updates the BLM's 1996 status check for coal development in the PRB.
- Task 2 defines the past and present development activities in the PRB and their associated development levels as of 2003 and develops a forecast of reasonably foreseeable development in the PRB through 2020. The reasonably foreseeable activities fall into three broad categories: coal development (coal mine and coal-related), oil and gas development (conventional oil and gas, CBNG, and major transportation pipelines), and other development, which includes development that is not energy-related as well as other energy-related development.
- Task 3 predicts the cumulative impacts that could be expected to occur to air, water, socioeconomic, and other resources if the development occurs as projected in the forecast developed under Task 2.

A series of reports have been prepared to present the results of the PRB Coal Review task studies. The Task 1, 2, and 3 reports represent components of a technical study of cumulative development in the PRB; they do not evaluate specific proposed projects, but they provide information that BLM is using to evaluate the cumulative impacts that would be expected to occur if specific

¹ Refer to page xxii for a list of abbreviations and acronyms used in this document.

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projects or applications, such as the four LBA tracts in the general South Gillette analysis area, are approved. The Task 1 reports, which include air quality conditions, water resources conditions, social/economic conditions, and other resource conditions, and the Task 2 Report have been completed. The Task 3 reports for air quality conditions, social/economic conditions, and other resource conditions have been completed. The Task 3 evaluation of water resource conditions is in progress. The information in these reports is summarized later in this chapter, and the completed reports are available for viewing at the BLM offices in Casper and Cheyenne and on the Wyoming BLM website at http://www.blm.gov/wy/st/en/programs/energy/Coal_Resources/PRB_Coal/prbdocs.html.

The PRB includes portions of northeastern Wyoming and southeastern Montana. The Wyoming portion of the PRB is the primary focus of the PRB Coal Review reports. The Montana portion of the PRB is included in the Task 2 Report and in the Task 1 and 3 air resources studies. For the majority of resources in the Task 1 reports and for the Task 2 Report, the Wyoming portion of the PRB Coal Review study area encompasses all of Campbell County, all of Sheridan and Johnson Counties outside of the Bighorn National Forest, and the northern portion of Converse County (Figure 4-1). For some components of the Task 2 Report and for the Task 1 and 3 air resource studies, the Montana PRB Coal Review study area includes portions of Big Horn, Custer, Powder River, Rosebud, and Treasure Counties. For several resources, the Task 1 and Task 3 study areas include only potentially affected portions of the Wyoming PRB Coal Review study area; for other resources, the study area extends outside of Wyoming and Montana because the impacts would extend beyond the PRB. For example, the groundwater drawdown is evaluated in the area surrounding and extending west of the mines, because that is the area where surface coal mining operations would impact groundwater resources; but air quality impacts are evaluated over a multi-state area because they would be expected to extend beyond the PRB.

Section 4.1 summarizes the information presented in the PRB Coal Review Task 1 and Task 2 reports. Section 4.2 summarizes the predicted cumulative impacts to air, water, socioeconomic, and other resources presented in the PRB Coal Review Task 3 reports.

4.1 Past, Present, and Reasonably Foreseeable Development

Past, present, and reasonably foreseeable development in the Wyoming PRB are considered in the Task 1 and Task 2 reports for the PRB Coal Review. The Task 1 reports describe the existing situation as of the end of 2003, which reflects the past and present levels of development. The Task 2 Report defines the past and present development activities in the PRB as of the end of 2003 and projects reasonably foreseeable development in the Wyoming PRB through 2020. When available, more current, i.e. 2007, development information is included.

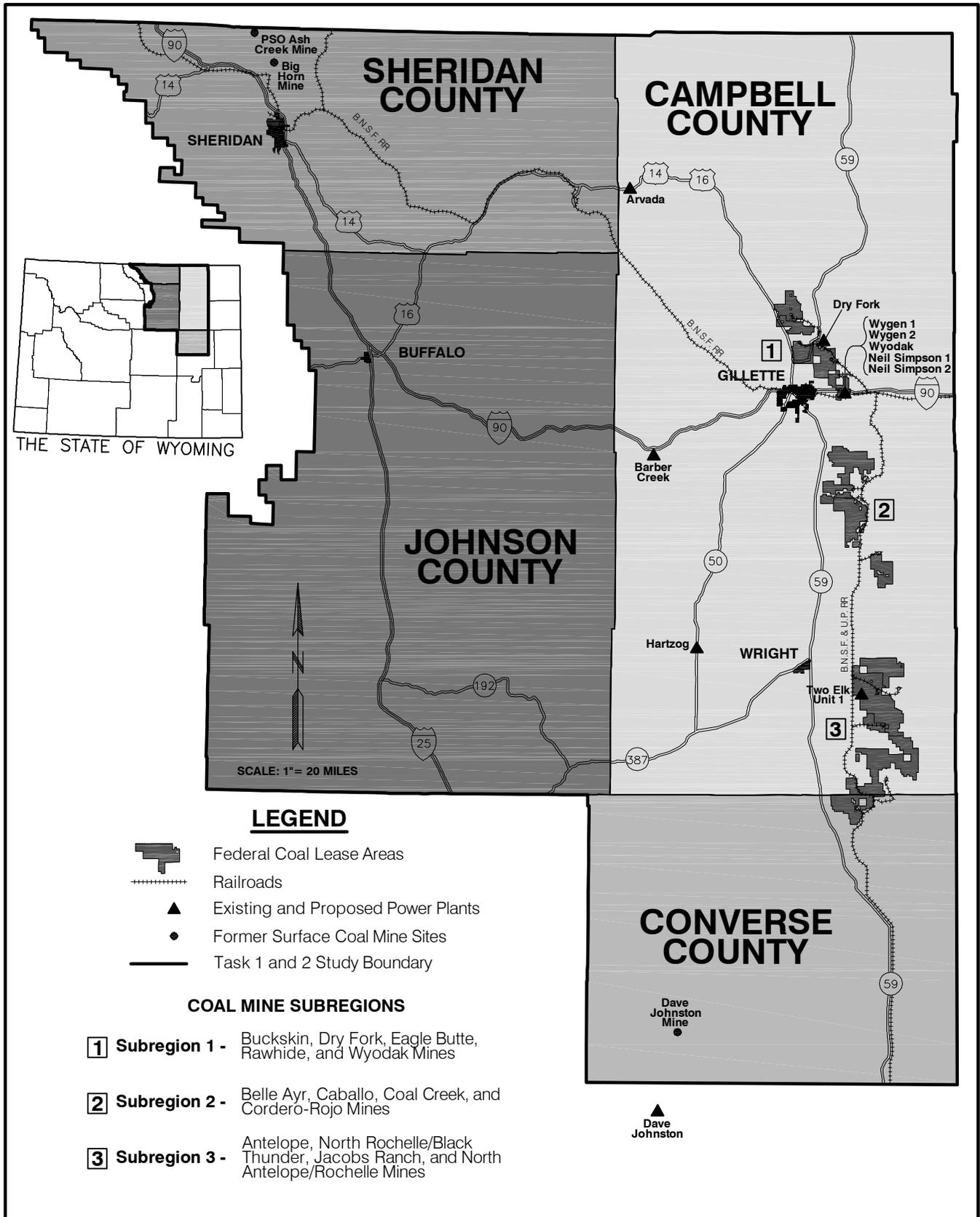


Figure 4-1. Wyoming Study Area for PRB Coal Review Studies Evaluating Current and Projected Levels of Development.

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4.1.1 Coal Development

4.1.1.1 Coal Mine Development

The Powder River Federal Coal Region was decertified as a federal coal production region by the PRRCT in 1990. Decertification of the region allows leasing to take place on an application basis, as discussed in the regulations at 43 CFR 3425.1-5. Between 1990 and 2008, the BLM's Wyoming State Office held 25 competitive coal lease sales and issued 19 new federal coal leases containing almost 5.7 billion tons of coal using the LBA process. The lease sales are listed in Table 1-1, and the leased tracts are shown in Figure 1-1. This leasing process has undergone the scrutiny of two appeals to the IBLA and one audit by the General Accounting Office (GAO). As can be seen in Figure 4-2, leasing activity has generally paralleled production since decertification. This is consistent with the PRRCT's objective at the time of decertification, which was to use the LBA process to lease tracts of federal coal to maintain production at existing mines.

The pending applications in the Wyoming PRB are shown in Table 1-2.

BLM has also completed three exchanges involving federal coal resources in the Wyoming PRB since decertification:

- Belco Exchange – an exchange of lease rights for a portion of the former Hay Creek federal coal tract for lease rights to coal near Buffalo, Wyoming, which became unmineable when Interstate 90 was constructed. This exchange was authorized by Public Law 95-554 and completed in 2000.
- Pittsburg and Midway Coal Mining Company (P&M) Exchange – an exchange of federal coal in Sheridan County, Wyoming, for land and mineral rights in Lincoln, Carbon, and Sheridan Counties, Wyoming, completed in 2004.
- Powder River Coal Company AVF Exchange – an exchange of lease rights underlying an AVF at the Caballo Mine, which cannot be mined, for lease rights of equal value adjacent to existing federal leases at Powder River Coal Company's North Antelope Rochelle Mine, completed in 2006.

Table 4-1 provides information about the status, ownership and production levels for the existing surface coal mines in the Wyoming PRB in 2003 and their current status. In 2003, which was the baseline year for the PRB Coal Review Task 1 and Task 2 studies, there were 12 active surface coal mines and one inactive mine. Since 2003, the inactive mine (Coal Creek) has resumed operations and the North Rochelle Mine has ceased operation following its purchase by the operator of the Black Thunder Mine. The North Rochelle Mine leases were divided between Black Thunder and North Antelope Rochelle Mines

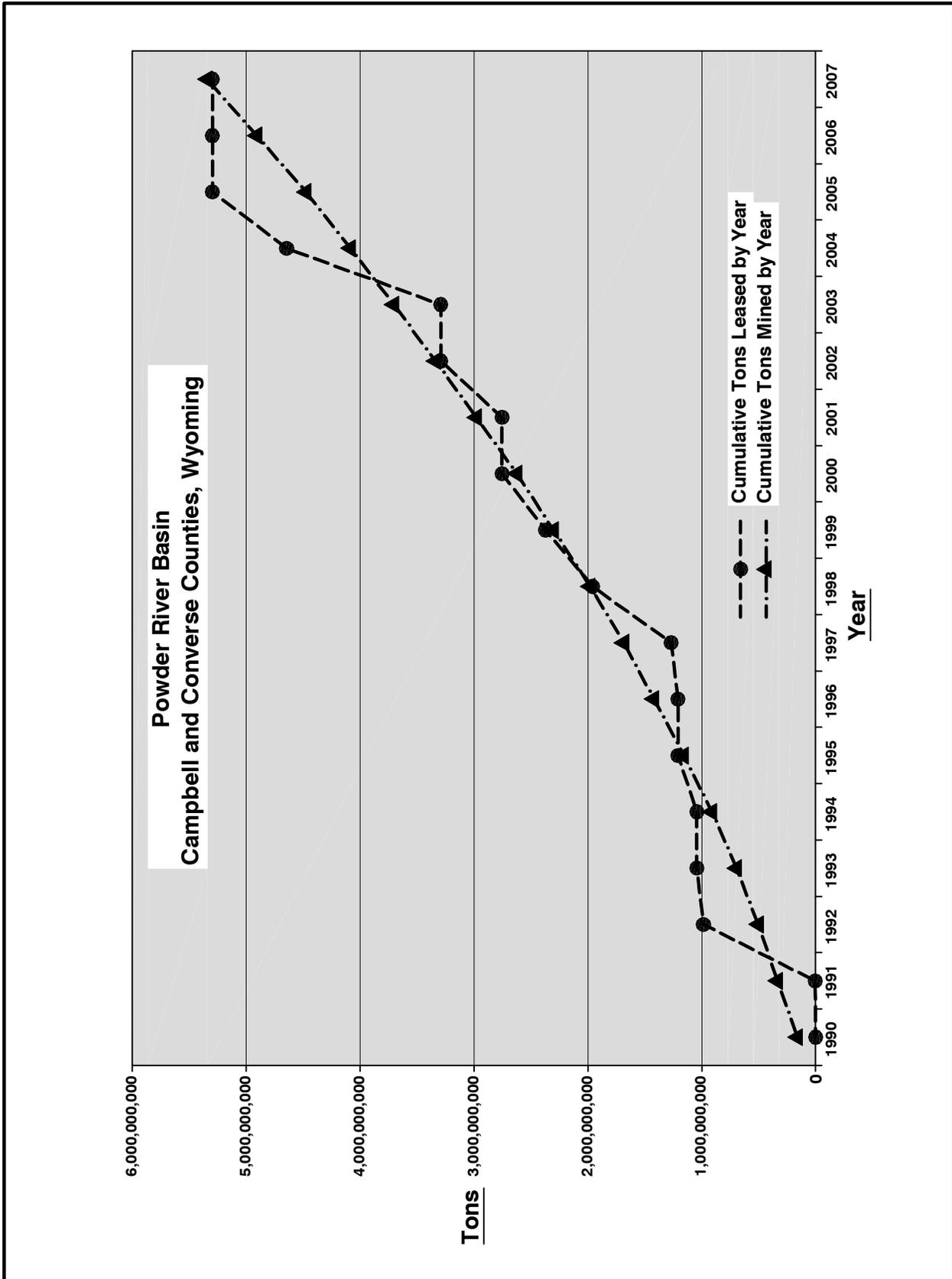


Figure 4-2. Tons of Federal Coal Leased Versus Tons of Coal Mined Since 1990.

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Table 4-1. Status and Ownership of Wyoming PRB Coal Mines for 2003, the PRB Coal Review Baseline Year.

2003 Mine	1994 Mine Owner	2007 Mine Owner	Actual Coal Production (mm Tons) ¹	Permitted Production Level (mm Tons) ²	Status and Additional Comments
SUBREGION 1 (North Gillette)					
Buckskin	SMC (Zeigler)	Kiewit Mining Properties	17.5	27.5	Active
Dry Fork	Phillips/WFA & Fort Union Ltd	WFA	4.4	24.4	Active (includes former Fort Union Mine)
Eagle Butte	Cyprus-Amax	Foundation Coal West	24.5	35.0	Active
Rawhide	Carter (Exxon)	Peabody Holding Co.	3.6	24.0	Active
Wyodak	Wyodak Resources	Wyodak Resources	4.8	12.0	Active (includes former Clovis Point Mine)
Total			54.8	122.9	
SUBREGION 2 (South Gillette)					
Belle Ayr	Cyprus-Amax	Foundation Coal West	17.9	35.0	Active
Caballo	Carter (Exxon) & Western Energy	Peabody Holding Co.	22.7	40.0	Active (includes Rocky Butte and West Rocky Butte leases)
Cordero Rojo	Kennecott & Drummond	Rio Tinto Energy America ³	36.1	65.0	Active (consolidation of former Cordero and Caballo Rojo Mines)
Coal Creek	ARCO	Arch Coal Inc.	0	25.0	Inactive in 2003, operations resumed in 2006
Total			76.7	165.0	
SUBREGION 3 (Wright)					
Antelope	Kennecott	Rio Tinto Energy America ³	29.5	32.0	Active
Black Thunder	ARCO	Arch Coal Inc.	62.6	90.0	Active
Jacobs Ranch	Kerr-McGee	Rio Tinto Energy America ³	36.0	55.0	Active
N. Antelope/Rochelle	Peabody	Peabody Holding Co.	80.1	85.0-105.0	Active (consolidation of former North Antelope and Rochelle Mines)
N. Rochelle	SMC (Zeigler)	Arch Coal Inc.	23.9	35.0	Inactive since 2005, leases split between Black Thunder and North Antelope Rochelle Mines
Total			232.1	297.0-317.0	
TOTAL FOR 3 MINE GROUPS			363.6	584.9-604.9	

¹ Wyoming State Inspector of Mines (Wyoming Department of Employment 2003).

² WDEQ permitting levels

³ Kennecott Energy Company changed its name to Rio Tinto Energy America in 2006.

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in 2006. Peabody has deferred startup of their new mine, the School Creek Mine which is located between the Black Thunder and North Antelope Rochelle mines, until 2009 or later. These mines are all located in Campbell and Converse Counties, just west of the outcrop of the Wyodak coal, where the coal is at the shallowest depth (Figure 1-1). As indicated in Table 4-1, there have been numerous changes in mine ownership since decertification, which have resulted in mine consolidations and mine closings within the PRB.

Two recently active surface coal mines in Sheridan County (the Big Horn Coal Mine) and southern Converse County (the Dave Johnston Mine) have ended mining operations, relinquished their federal coal leases, and are reclaiming areas of disturbance.

There are existing permits for other surface coal mining-related operations in the PRB. These include the Ash Creek and Welch Mine permits in Sheridan County and the Izita Mine permit in Campbell County. Operations at these sites are completed and the disturbed areas have been reclaimed, but monitoring of the reclaimed areas is no longer ongoing. The KFx Mine, located north of Gillette on privately owned coal, has stopped mining coal for processing at the KFx coal enhancement plant, which is discussed in Section 4.1.1.2.4. The Fort Union plant was idled down in March 2008, until further notice.

The active mines in the Wyoming PRB are geographically grouped into three subregions (Figure 4-1). For purposes of this cumulative impact discussion, these subregions are called the North Gillette, South Gillette, and Wright subregions. Table 4-1 lists the mines included in each subregion.

A fourth subregion includes former and proposed mines in Sheridan County, Wyoming, and existing mines just north of Sheridan County, in Montana. There are currently no active mines in the Wyoming portion of the fourth subregion. However, the PRB Coal Review Task 2 Report projected that a new mine would be developed by P&M near Sheridan by 2010. In April, 2007, P&M and CONSOL Energy Inc. announced that they have formed a new company, Youngs Creek Mining Company, LLC, and entered into a joint agreement to develop a new mine in Wyoming north of Sheridan (Reuters 2007). According to the announcement, engineering, environmental and permitting work are in progress, but actual mine construction will not start until the joint venture has enough coal sales under contract to justify the investment. The coal reserves included in this project are all privately owned.

The surface coal mines listed in Table 4-1 currently produce over 96 percent of the coal produced in Wyoming each year. Since 1989, coal production in the PRB has increased by an average of six percent per year. The increasing production is primarily due to increasing sales of low-sulfur, low-cost PRB coal to electric utilities who must comply with the Phase I requirements of Title III of the 1990 Clean Air Act Amendments. Electric utilities account for 97 percent of Wyoming's coal sales. In 2003 (the baseline year for the PRB Coal Review), more

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than 33 percent of the coal mined in the United States came from the Wyoming PRB.

BLM estimates that the surface coal mines listed in Table 4-1 currently have about 125,180 acres of federal coal leased in Campbell and Converse Counties. This represents approximately 4.1 percent of Campbell County, where the majority of the leases are located.

Task 2 of the PRB Coal Review projected coal development into the future for the years 2010, 2015, and 2020. Due to the variables associated with future coal production, two projected coal production scenarios (representing an upper and a lower production level) were developed to bracket the most likely foreseeable regional coal production level. The basis for the projected production levels included:

- 1) an analysis of historic PRB production levels in comparison to the gross domestic product and national coal demand;
- 2) an analysis of PRB coal market forecasts that model the impact of gross domestic product growth, potential regulatory changes affecting coal-fired power plants, and mining and transportation costs on PRB coal demand;
- 3) the availability, projected production cost, and quality of future mine-specific coal reserves within the PRB region; and
- 4) the availability of adequate infrastructure for coal transportation.

The projected upper and lower production levels subsequently were allocated to the Wyoming PRB subregions, discussed above, and to individual mines based on past market shares. Individual mine production levels were reviewed relative to potential future production constraints (e.g., loadout capacities), permitted production levels, mining costs, and coal quality. Then the projected future production was aggregated on a subregion basis. The actual 2003 production level, the 2007 production level as a reference point, and the two projected coal production scenarios for 2010, 2015, and 2020 are shown in Figure 4-3 and Tables 4-2 and 4-3.

Tables 4-2 and 4-3 also show the cumulative coal mining disturbance as of the baseline year and the cumulative coal mine disturbance projected for the future years for the upper and lower coal production scenarios. In these tables, the baseline year and cumulative projected disturbance areas are broken down into three categories:

- areas which are or projected to be permanently reclaimed;
- areas which are or projected to be undergoing active mining or which have been mined but are not yet reclaimed; and

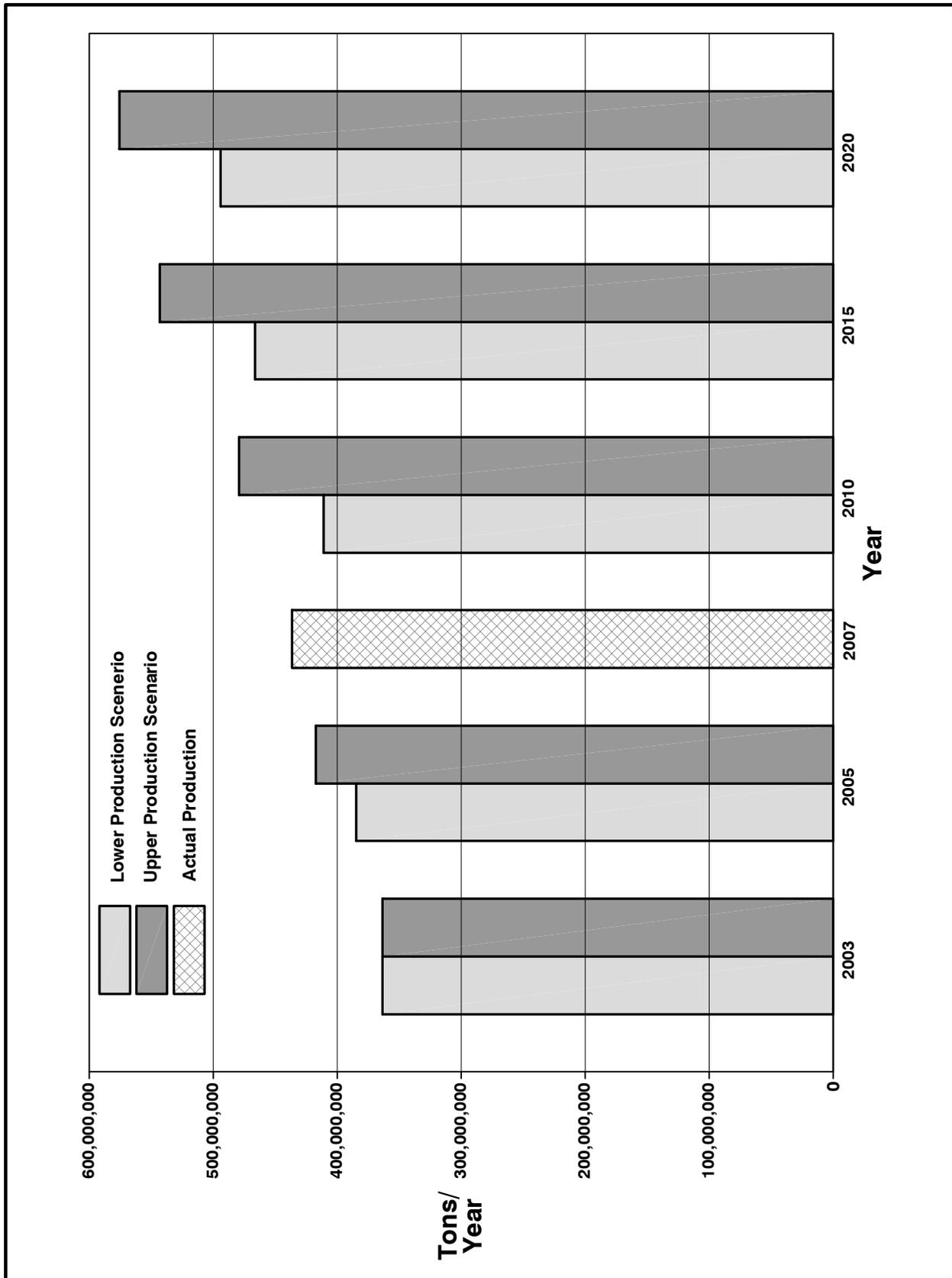


Figure 4-3. Projected Total Coal Production from Campbell and Converse Counties Under the Lower and Upper Production Scenarios.

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Table 4-2. Baseline Year and Projected Wyoming PRB Coal Mine Development, Lower Coal Production Scenario.

Subregion	Annual Production (million tons)	Cumulative Disturbed Area (acres)	Cumulative Permanently Reclaimed Area (acres)	Cumulative Active Mining Area and Unreclaimed Mined Area (acres)	Cumulative Area Disturbed and Unavailable For Reclamation ¹ (acres)	Total Mine Employment	Annual Water Consumption (mmgpy)	Annual Water Production (acre-ft)
Baseline year (2003)								
North Gillette Subregion	55	12,047	3,054	3,360	5,633	746	387	586
South Gillette Subregion	77	21,249	6,783	6,107	8,359	1,174	544	1,373
Wright Subregion	231	35,498	11,401	13,992	10,105	3,090	1,709	2,295
Total for 2003	363	68,794	21,238	23,459	24,097	5,010	2,640	4,254
Reasonably Foreseeable Development for 2010								
North Gillette Subregion	62	15,231	5,004	3,968	6,260	787	441	505
South Gillette Subregion	95	28,021	12,183	6,830	9,008	1,323	656	2,072
Wright Subregion	254	55,410	27,751	16,588	11,070	3,153	1,874	4,354
Total for 2010	411	98,662	44,938	27,386	26,338	5,263	2,971	6,931
Reasonably Foreseeable Development for 2015								
North Gillette Subregion	74	17,457	6,654	4,202	6,601	830	543	505
South Gillette Subregion	112	32,356	15,683	7,314	9,359	1,369	764	2,072
Wright Subregion	281	67,423	38,851	16,983	11,589	3,186	2,077	4,354
Total for 2015	467	117,236	61,188	28,499	27,549	5,405	3,384	6,931
Reasonably Foreseeable Development for 2020								
North Gillette Subregion	78	19,729	8,429	4,350	6,950	840	569	505
South Gillette Subregion	126	36,994	19,683	7,589	9,723	1,476	845	2,072
Wright Subregion	291	80,720	51,351	17,243	12,124	3,215	2,157	4,354
Total for 2020	495	137,443	79,463	29,182	28,797	5,531	3,571	6,931

¹ Area unavailable for reclamation includes disturbed areas occupied by permanent or long-term facilities such as buildings, roads, topsoil stockpiles, etc.
Source: PRB Coal Review Task 2 Report (BLM 2005d)

Table 4-3. Baseline Year and Projected Wyoming PRB Coal Mine Development, Upper Coal Production Scenario.

Subregion	Annual Production (million tons)	Cumulative Disturbed Area (acres)	Cumulative Permanently Reclaimed Area (acres)	Cumulative Active Mining Area and Unreclaimed Mined Area (acres)	Cumulative Area Disturbed and Unavailable For Reclamation¹ (acres)	Total Mine Employment	Annual Water Consumption (mmgpy)	Annual Water Production (acre-ft)
Baseline Year (2003)								
North Gillette Subregion	55	12,047	3,054	3,360	5,633	746	387	586
South Gillette Subregion	77	21,249	6,783	6,107	8,359	1,174	544	1,373
Wright Subregion	232	35,498	11,401	13,992	10,105	3,090	1,709	2,295
Total for 2003	363	68,794	21,238	23,459	24,097	5,010	2,640	4,254
Reasonably Foreseeable Development for 2010								
North Gillette Subregion	78	15,911	5,404	4,217	6,290	811	570	505
South Gillette Subregion	117	29,279	13,416	7,536	8,328	1,375	807	2,072
Wright Subregion	284	57,258	27,951	18,236	11,070	3,153	2,101	4,354
Total for 2010	479	102,448	46,771	29,989	25,688	5,339	3,478	6,931
Reasonably Foreseeable Development for 2015								
North Gillette Subregion	104	18,490	7,329	4,500	6,660	905	785	505
South Gillette Subregion	138	35,624	18,616	8,248	8,760	1,431	952	2,072
Wright Subregion	301	70,431	39,451	19,391	11,589	3,186	1,834	4,354
Total for 2015	543	124,545	65,396	32,139	27,009	5,522	3,571	6,931
Reasonably Foreseeable Development for 2020								
North Gillette Subregion	121	21,311	9,529	4,766	7,013	1,019	935	505
South Gillette Subregion	148	42,981	25,016	8,758	9,206	1,444	1,018	2,072
Wright Subregion	307	84,797	51,651	21,021	12,124	3,215	2,279	4,354
Total for 2020	576	149,089	86,196	34,545	28,345	5,678	4,232	6,931

¹ Area Unavailable for reclamation includes disturbed areas occupied by permanent or long-term facilities such as buildings, roads, topsoil stockpiles, etc.

Source: PRB Coal Review Task 2 Report (BLM 2005d)

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- areas which are or projected to be occupied by mine facilities, haul roads, stockpiles, and other long-term structures, and which are therefore unavailable for reclamation until mining operations are completed.

The two tables also include estimates of baseline year and projected future coal mining employment, water consumption, and water production.

The four LBA tracts in the general South Gillette analysis area are associated with each of the four currently operating mines in the South Gillette subregion of mines. Each operating mine has an LBA pending. The analysis assumes that if the LBAs are offered and if the applicant becomes the lessee, each mine will increase current production to a level where the four mines collectively will produce at an aggregate production level midway between the low and high projected coal production scenarios for 2015 and 2020 shown in Figure 4-3 and Tables 4-2 and 4-3. The existing and projected coal development levels and associated disturbance shown in Tables 4-2 and 4-3 include production at the four South Gillette Area mines during the baseline year (2003) and projected production at the mines for 2010, 2015, and 2020.

As discussed above, the projected development levels shown in Tables 4-2 and 4-3 are based on projected demand and coal market forecasts, which are not affected by a decision to lease or not to lease the LBA tracts in the South Gillette Area. The reserves in the LBA tracts if offered, and if the applicants become the lessees, would add to the mine life of each of the South Gillette Area mines.

As discussed in Sections 1.1 and 2.1, FCW estimates that there were 249.5 million tons of recoverable coal reserves on the existing Belle Ayr Mine at the end of 2007. In 2007, the mine produced approximately 26.6 million tons and the currently approved (by WDEQ/AQD) air quality permit allows mining of up to 45 million tons of coal per year. If the mine produces at the estimated 29.0 million ton per year the remaining recoverable reserves would be depleted in less than 9 years (2016). If the mine increases production to the permitted level, the remaining recoverable reserves at the Belle Ayr Mine would be depleted in about 5.5 years (2013). FCW estimates that the Belle Ayr North LBA tract includes approximately 158.1 million tons of recoverable coal as applied for. Based on that estimate, acquisition of the Belle Ayr North LBA tract would increase the recoverable reserves at the Belle Ayr Mine by almost 30 percent. At the estimated future production level (29 mmtpy), mine life would be extended by over 5 years. However, if production levels increase to the currently permitted level (45 mmtpy) or if WDEQ/AQD approves a higher annual rate of production, the coal would be recovered more quickly.

ALC estimates that there were 223.2 million tons of recoverable coal reserves on the existing Coal Creek Mine at the end of 2007. The Coal Creek mine resumed production in 2006 after a temporary shutdown, and produced approximately 10.2 million tons in 2007. The average estimated future production rate is 13.4 million tons per year and the currently approved (by WDEQ/AQD) air quality

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permit allows mining of up to 25 million tons of coal per year. If the mine produces at the estimated 13.4 million ton per year the remaining recoverable reserves would be depleted in about 17 years (2023). If the mine increases production to the permitted level, the remaining recoverable reserves at the Coal Creek Mine would be depleted in about 9 years (2016). ALC estimates that the West Coal Creek LBA tract includes approximately 57.0 million tons of recoverable coal as applied for. Based on that estimate, acquisition of the West Coal Creek LBA tract would increase the recoverable reserves at the Coal Creek Mine by about 26 percent. At the estimated future production level (13.4 mmtpy), mine life would be extended by just over 4 years. However, if production levels increase to the currently permitted level (25 mmtpy) or if WDEQ/AQD approves a higher annual rate of production, the coal would be recovered more quickly.

CCC estimates that there were 600.3 million tons of recoverable coal reserves on the existing Caballo Mine at the end of 2007. In 2007, the mine produced approximately 31.2 million tons. The average estimated future production rate is 37.8 million tons per year and the currently approved (by WDEQ/AQD) air quality permit allows mining of up to 50 million tons of coal per year. If the mine produces at the estimated 37.8 million ton per year the remaining recoverable reserves would be depleted in about 16 years (2022). If the mine increases production to the permitted level, the remaining recoverable reserves at the Coal Creek Mine would be depleted in about 12 years (2018). CCC estimates that the Caballo West LBA tract includes approximately 81.8 million tons of recoverable coal as applied for. Based on that estimate, acquisition of the West Coal Creek LBA tract would increase the recoverable reserves at the Coal Creek Mine by about 14 percent. At the estimated future production level (37.8 mmtpy), mine life would be extended by just over 2 years. However, if production levels increase to the currently permitted level (50 mmtpy) or if WDEQ/AQD approves a higher annual rate of production, the coal would be recovered more quickly.

CMC estimates that there were 274.1 million tons of recoverable coal reserves on the existing Cordero Rojo Mine at the end of 2007. In 2007, the mine produced approximately 40.5 million tons. The average estimated future production rate is 46.3 million tons per year and the currently approved (by WDEQ/AQD) air quality permit allows mining of up to 65 million tons of coal per year. If the mine produces at the estimated 46.3 million ton per year the remaining recoverable reserves would be depleted in about 6 years (2013). If the mine increases production to the permitted level, the remaining recoverable reserves at the Cordero Rojo Mine would be depleted in about 4 years (2011). CMC estimates that the Maysdorf II LBA tract includes approximately 434.3 million tons of recoverable coal as applied for. Based on that estimate, acquisition of the Maysdorf II LBA tract would increase the recoverable reserves at the Cordero Rojo Mine by about 160 percent. At the estimated future production level (46.3 mmtpy), mine life would be extended by just over 9 years. However, if production levels increase to the currently permitted level (65 mmtpy) or if WDEQ/AQD approves a higher annual rate of production, the coal would be recovered more quickly.

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4.1.1.2 Coal-Related Development

Coal-related development as defined for this analysis includes railroads, coal-fired power plants, major (230-kV) transmission lines, and coal technology projects. Table 4-4 summarizes the estimated disturbance associated with coal-related development activities for the baseline year and the projected disturbance through 2020. The subsequent paragraphs summarize the existing coal-related development in the Wyoming PRB and the reasonably foreseeable development considered in the PRB Coal Review.

	2003	2010	2015	2020
Coal-Related Disturbance (Acres)	4,891	4,966	5,911	5,911

Source: PRB Coal Review Task 2 Report (BLM 2005d)

4.1.1.2.1 Coal Transportation

As discussed above, electric utilities account for about 97 percent of Wyoming's coal sales. Most of the coal sold to electric utilities is transported to power plants by rail. The coal mines in the Wright and South Gillette subregions are served by a joint BNSF & UP rail line. For the baseline year of 2003, the existing capacity of the line was estimated at approximately 350 mmtpy. For that same year, the existing capacity of the BNSF line, which services the North Gillette subregion, was estimated at 250 mmtpy. Expansion work was completed by 2008 that increased capacity to approximately 450 mmtpy, and plans have been announced to raise capacity to 500 mmtpy by 2012 (BNSF 2008, CNAAC 2007).

The PRB Coal Review projected that two coal transportation projects would be developed prior to 2020 in Wyoming: expansion of the BNSF & UP rail facilities south of Gillette and the construction of the DM&E rail line in Wyoming and South Dakota. A third project proposed by the Tongue River Rail Company would be built between Decker and Miles City Montana.

BNSF and UP have completed work to improve sections of the existing joint UP/BNSF rail line and have increased capacity from 350 mmtpy to 450 mmtpy by 2008 with plans to improve additional sections of the existing joint rail line and to further increase capacity to 500 mmtpy by 2012. This work includes construction of third and fourth main line track segments where needed. The increased capacity would accommodate the projected upper and lower production rates at the southern mines, which are projected to produce 439 mmtpy and 455 mmtpy by 2020. The remaining planned expansion projects are considered highly likely to occur.

The proposed DM&E rail line would include new rail construction in South Dakota and Wyoming (approximately 15 and 265 miles, respectively) and 600 miles of rail line rehabilitation in South Dakota and Minnesota. Approximately

78 miles of the new rail construction would occur in the PRB study area, where the project would provide new rail spur services to the mines in the South Gillette and Wright subregions. The STB released a final supplemental EIS for this project on December 30, 2005 and granted final approval to construct the rail line on February 15, 2006. The supplemental EIS, which addressed issues that were successfully appealed after an EIS was completed in 2001, was also appealed. The supplemental EIS was upheld by the US Court of Appeals for the Eighth Circuit in December 2006. In 2007, Canadian Pacific Railway (CP) acquired DM&E and plans to integrate DM&E's operations into Canadian Pacific Railway's operations as soon as STB approval is received, which is expected no later than September 30, 2008 (Associated Press 2008). The expansion into the PRB would require a substantial financial commitment and CP is concentrating on the acquisition of DM&E before making a decision on the expansion project.

The STB recently announced approval of the final stretch of the rail line proposed by the Tongue River Railroad Company. The company must acquire necessary federal and state permits and ROWs through private and public property before constructing the line. If it is constructed, it would provide a shorter route for some of the mines in the North Gillette subregion, which ship coal on the existing BNSF rail line (Billings Gazette 2007).

For the purposes of the PRB Coal Review, it was projected that the DM&E line would be constructed when the total rail haulage requirement from the eastern Wyoming PRB reaches 450 to 500 million tons per year and would potentially be operational by 2015. The construction of this rail line is considered moderately likely to occur. The PRB Coal Review assigned a low likelihood of development by 2010 under the upper coal production scenario, and projected the construction of the Tongue River Railroad Company line would not occur unless the Otter Creek Mine is developed. In 2007, a request was submitted to lease two tracts of state coal at Otter Creek (Billings Gazette 2007).

4.1.1.2.2 Electric Power Generation

Currently, there are five coal-fired power plants in the Wyoming PRB study area for Tasks 1 and 2 (Figure 4-1). Black Hills Power Corporation owns and operates the Neal Simpson Units 1 and 2 (21.7-MW and 80-MW, respectively), Wygen I and II (80-MW and 95-MW, respectively), and Wyodak (330-MW) power plants, all of which are located approximately five miles east of Gillette, Wyoming. Pacific Power and Light's Dave Johnston Power Plant is located near Glenrock, Wyoming, outside of but adjacent to the study area.

There are also three separate interconnected gas-fired power plants (Hartzog, Arvada, and Barber Creek) located near Gillette, Wyoming (Figure 4-1). Each contains three separate 5-MW-rated turbines that provide electric power to Basin Electric and its customers. In winter, the maximum capacity can reach 22.6-MW from each site. All units are in operating condition, although they do not operate at maximum capacity.

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Several additional power plants are projected to be built prior to 2020. The PRB Coal Review assumed that proposed coal-fired power plants that plan to initiate operation by 2010 would have to have been undergoing air permit review by 2003 in order to obtain the required construction permits and complete construction by 2010. The following two identified projects are considered likely for development by 2010:

- North American Power Group has permitted a coal-fired power plant (Two Elk Unit 1) at a 40-acre site located approximately 15 miles southeast of Wright, Wyoming. As originally permitted, the project also would include installation of a gas-fired turbine. The unit would be dry-cooled, requiring very little water. The state has approved several hundred million dollars in tax-exempt bonds for the power plant and North American Power Group is completing financing for the remaining cost of the plant. The company recently announced that it has signed a transmissions agreement with Pacificorp and is planning to have the 320 MW plant in operation by October 2011 (Gillette News Record 2007a, 2007b). The air permit originally was issued in August 2002, then revoked temporarily and restored by DEQ in 2007. In 2008, the Wyoming Environmental Quality Council denied a request by the Sierra Club for a new hearing on the air quality permit allowing construction of the facility. The Sierra Club filed a law suit in District Court in Cheyenne to reverse the DEQ decision (Gillette News Record 2008a).
- Basin Electric Power Cooperative obtained permits from the Wyoming Industrial Siting Council in June, 2006, and WDEQ/AQD in October, 2007, to construct and operate the Dry Fork Station Power Plant. As proposed, the Dry Fork Station would be a coal-based, mine-mouth 385-MW power plant located near the Dry Fork Mine, north of Gillette, Wyoming. Construction on the plant started in November, 2007, after the air permit was approved. Basin Electric estimates that the plant will be operational by 2011 (WDEQ/ISD 2007). At the time of the PRB Coal Review study it was estimated that 1.2 million tons of coal per year would be required to fuel the facility. Construction and operation of this facility as scheduled is considered moderately likely.

The PRB Coal Review assumes that, under the upper coal production scenario, a maximum of one additional 700-MW coal-fired power plant would be constructed by 2020 in the Gillette area or near one or more of the operating coal mines. North American Power Group submitted an application in September 2007, for a 750-MW coal-fired power plant, Two Elk 2, to be located at the same site as the proposed Two Elk plant, which is discussed above. Black Hills Power Corporation has also announced plans to construct the Wygen III power plant, sized at 90MW, which is planned to be similar in design to the Wygen II plant. The air permit for this facility was issued in March 2007 with construction planned starting in 2008. (SourceWatch website 2008) The study assumes that all existing power plants in the PRB region would remain operational through 2020.

4.1.1.2.3 Transmission Lines

Major transmission lines in the Wyoming PRB study area that support the regional distribution system are associated with the Dave Johnston power plant located near Glenrock, Wyoming, and the power plants operated by Black Hills Power Corporation, which are located east of Gillette. These 230-kV transmission lines have been in place for several years, and their associated permanent disturbance is minimal. Distribution power lines associated with conventional oil and gas and CBNG development also occur within the study area. For the PRB Coal Review, these lines were included by factoring them in proportionally on a per well basis.

The PRB Coal Review estimates that by 2020, one major transmission line would be constructed running south to Colorado markets and one would be constructed eastward to mid-west markets. Markets would dictate the size and location of such facilities, and these are not known as of this time. Because transmission lines are a necessary supporting infrastructure for power generating facilities to provide connection to the grid, the PRB Coal Review assumes they would be required as part of the overall system development for the proposed power plants discussed in the previous section. However, no specific proposals for these transmission lines had been identified when the PRB Coal Review analysis was conducted and, therefore, there was insufficient information to analyze or assign likelihood of development by 2020.

The governors of California, Nevada, Utah, and Wyoming entered into a Memorandum of Understanding to encourage development of a high voltage power transmission line, the Frontier Line, connecting those states in April, 2005. Since that time, no specific plans have been announced as to the location or timing of the Frontier Line. The 345KV Wyoming-Colorado Intertie, as well as the Trans West and Gateway projects have been proposed in Wyoming, in order to move power from Wyoming to growing western U.S. load demand areas (Casper Star Tribune 2007a, December 16, 2007)

4.1.1.2.4 Coal Conversion Technology

With rising energy prices, there has been considerable interest in either enhancing the quality of PRB coal and/or converting the coal to other fuels. Test facilities were previously constructed by KFx at the Fort Union Mine (now part of the Dry Fork Mine), by AMAX (predecessor to Foundation Coal West, Inc.) at the Belle Ayr Mine, and by ENCOAL at the Buckskin Mine, but no commercial production occurred and these facilities have either been dismantled or are no longer in use. Although several coal conversion projects have been proposed, as discussed below, only one (the KFx Coal Beneficiation Project) was considered to have a high enough likelihood of proceeding to include it in the PRB Coal Review, based on its status and available information.

The KFx (now Evergreen Energy) coal beneficiation plant, located near the Dry Fork Mine, north of Gillette, was operational but did not reach full capacity. KFx

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reported making its first production run and shipping coal to two customers for test burns in late December, 2005. In August, 2006, KFx reported that a trainload of enhanced coal had been loaded and sent to a customer in Ohio. Commercially viable product was produced through 2007 until the plant was idled down in 2008. It was predicted that the plant would have eventually produce approximately 750,000 tons of enhanced coal per year. This operation had a high likelihood of proceeding with production given the technology being used and the forecast market conditions in the PRB. Evergreen Energy Inc. and its strategic partner, Bechtel Power Cooperation, have decided to relocate operation to a different location with a greater market and will improve the plant design (Evergreen Energy Inc. 1008). The company has suggested that up to five additional units will be built, some perhaps in the PRB, but the likelihood for development of additional units is not known. As a result, the potential development of additional units was not analyzed in the PRB Coal Review.

The following coal conversion projects have been proposed, but were not included in the PRB Coal Review analysis because the likelihood of their occurrence was not known when the coal review analysis was conducted:

- Medicine Bow Fuel and Power, a subsidiary of DKRW Advanced Fuels, LLC, has announced that it plans to build a coal-to-liquids plant with an in-service year of 2013 in northern Carbon County, Wyoming. GE Energy and Rentech Clean Energy Solutions are also involved in the project, which would obtain coal from Saddleback Hills Mine facility. Both the plant and mine are located outside of the PRB. The primary product would be ultra-low-sulfur diesel fuel produced from sub-bituminous coal. The company is in the process of permitting the plant and expects to begin initial site work in 2010, with completion planned for 2011 (Casper Star Tribune 2007b, DKRW Advanced Fuels 2008).
- Coal gasification development projects are being actively pursued by several groups, including the Wyoming Business Council, CCEDC, and CANDO. Specifically, CANDO is pursuing the development of coal gasification leading to production of pure hydrogen with CO₂ as a by-product within 5 to 8 years. While there appears to be substantial interest in these opportunities, it is unknown whether large-scale operations would be developed within the 2010 to 2020 timeframe, given permitting, engineering, and construction time requirements. When the PRB Coal Review was prepared, a project proponent with adequate financing to pursue a project that would utilize PRB coal had not been identified, and one has not been identified since.

A summary of past, present, and reasonably foreseeable coal mines, coal-related facilities, coal production, coal mine employment, and coal and coal-related disturbance in the Wyoming PRB is presented in Table 4-5.

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Table 4-5. Past, Present, and Projected Wyoming PRB Coal Mine and Coal-Related Development Scenario.

Year	Coal Production (mmtpy)	Number of Active Coal Mines¹	Number of Active Power Plants	Number of Active Coal Conversion Facilities²	Direct Coal Mine Employment	Total Coal Disturbance (acres)³
Past and Present						
1990	163	18	3	1	2,862	na
1995	247	19	4	1	3,177	na
2000	323	12	4	2	3,335	na
2003	363	12	4	0	5,010	73,685
Projected Development - Lower Coal Production Scenario						
2010	411	13 ¹	7	1 ²	5,263	103,628
2015	467	13 ¹	7	1 ²	5,405	123,147
2020	495	13 ¹	7	1 ²	5,531	143,354
Projected Development - Upper Coal Production Scenario						
2010	479	13 ¹	7	1 ²	5,339	107,414
2015	543	13 ¹	7	1 ²	5,522	130,456
2020	576	13 ¹	8	1 ²	5,678	155,000

¹ Mines have consolidated and may in the future. Also, new mines may be permitted to better access the coal reserves projected for mining by 2020.

² Several coal conversion facilities currently are being evaluated; however, there is only one for which the likelihood of future development currently can be assessed.

³ Disturbance area includes coal mine and coal-related disturbance areas.

Source: Annual Report of the Wyoming State Mine Inspector (Wyoming Department of Employment 1990, 1995, 2000, and 2003) and PRB Coal Review Task 2 Report (BLM 2005d)

4.1.2 Oil and Gas Development

The following information on existing conventional and CBNG development is summarized from the PRB Coal Review Task 2 Report (BLM 2005d). The information reported is for 2003, which was the baseline year for the coal review.

4.1.2.1 Conventional Oil and Gas

Conventional oil and gas development includes all non-CBNG development activity. Approximately 1,500 conventional oil and gas wells, including producing, non-producing and injection wells, were drilled between 1990 and 2003 (IHS 2004) in the PRB Coal Review Task 2 Study Area. Of those, 60 percent were development wells, drilled in established producing areas. The remaining 40 percent were classified as wildcat wells, which are wells that are drilled in non-producing areas or drilled to evaluate untested prospective zones in producing areas. Approximately 75 percent of the wildcat wells were plugged and abandoned. By 2003, the successful new field wildcat wells had resulted in the discovery of 61 new fields that produced 719,000 barrels of oil and 1.45 bcf of non-CBNG (WOGCC 2004).

As of the end of 2003, there were approximately 3,500 producing conventional oil and gas wells in the Wyoming PRB study area plus 1,386 seasonally active wells (IHS 2004). The WOGCC reported that these wells produced approximately

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13 million barrels of oil and 40 bcf of conventional gas in 2003 (WOGCC 2004). The USGS (2002) estimated that the mean undiscovered non-coal bed hydrocarbon resource in the PRB (including Montana) is 1.8 billion BOE.

Most of Wyoming's current oil production is from old oil fields with declining production and the level of exploration drilling to discover new fields has been low (WSGS 2002). This situation is reflected in the PRB where, over the 10-year period from 1992 through 2002, oil production from conventional oil and gas wells in Campbell and Converse Counties decreased approximately 60.4 percent (from 32.8 million barrels in 1992 to 13.0 million barrels in 2002). Oil prices have been increasing, which is reversing projections of a continuing decline in oil and gas production; production is now expected to increase in the PRB, with a peak around 2010 of approximately 15.7 million barrels (WSO-RMG 2005). Oil production in the short term may also be bolstered by some planned CO₂ flood projects in the PRB (WSGS 2003). This projected temporary upward trend in conventional oil and gas development is reflected in the PRB Coal Review projections (Table 4-6).

Table 4-6. Baseline Year and Projected Wyoming PRB Conventional Oil and Gas Development Scenario.

Category	Existing		Projected for Task 3 Study Area		
	2003 Task 1 Study Area	2003 Task 3 Study Area	2010	2015	2020
Annual Gas Production (bcf)¹	39.9	36.3	33.8	30.9	28.0
Annual Oil Production (mmbo)	12.9	11.4	13.8	12.5	11.2
Active and Seasonably Active Wells	5,067	3,890	5,603	5,115	4,625

¹ Future gas production per well was estimated based on 2003 production levels per subwatershed. A greater number of future well sites were assumed to occur in locations with historically lower production rates, so the projected future conventional gas production varies within the cumulative effects study area relative to the number of projected producing wells.

Source: PRB Coal Review Task 2 Report (BLM 2005d)

The active wells identified in Table 4-6 include wells that produce year-round, seasonally producing wells, and service wells (mainly injection wells.) It is estimated that there are approximately 2,000 idle conventional oil and gas wells in the PRB study area (WOGCC 2005); however, the number of idle wells gradually would be reduced in the future through plugging programs, and the idle well locations (once the wells are abandoned) would be reclaimed and no longer represent a disturbance.

4.1.2.2 CBNG Development

Natural gas production has been increasing in Wyoming. In the PRB, this is due to the development of shallow CBNG resources. Commercial development of

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these resources began in limited areas west of and adjacent to the northernmost surface coal mines in the late 1980s. Since that time, CBNG development has spread south and west into other parts of the PRB Coal Review Task 1 and Task 2 study area.

On private and state oil and gas leases, the WOGCC and the Wyoming SEO authorize CBNG drilling. On federal oil and gas leases, BLM must analyze the individual and cumulative environmental impacts of all drilling (federal, state, and private), as required by NEPA, before CBNG drilling can be authorized. BLM does not authorize drilling on state or private leases but must consider the impacts from those wells in their NEPA analyses. In many areas of the PRB, the coal estate is federally owned, but the oil and gas estate is privately owned. A June 7, 1999 Supreme Court decision (98-830) assigned the rights to develop CBNG on a piece of land to the owner of the oil and gas estate.

Annual CBNG production increased rapidly in the PRB between 1999 and 2003 but has leveled off somewhat since then. At the end of 2003, there were 14,758 producing CBNG wells in the study area (IHS 2004), and total production for 2003 was 346 bcf, or 88 percent of the total gas production from the basin (WOGCC 2004). Total production for 2006 was 377 bcf (WOGCC 2007d). Average daily CBNG production was 900 mmcfpd in 2003 (Holcomb 2003) and it is estimated that it will average 1,150 mmcfpd (1.15 bcfpd) for 2007 (WOGCC 2007d). From 1987 to 2003, the total cumulative gas production from PRB coals was over 1.2 trillion cubic feet. The total water production for the same time period was approximately 2.3 billion barrels (96,600 million gallons). Water production in 2003 amounted to more than 500 million barrels (21,000 million gallons), or about 1.4 million barrels per day. According to the WOGCC website, water production in the PRB associated with CBNG production has varied between just over 1.4 million barrels per day and about 2.2 million barrels per day since December 2003.

Since the early 1990s, the Wyoming BLM has completed numerous EAs and two EISs analyzing CBNG projects. The most recent of these is the four-volume Final EIS and Proposed Plan Amendment for the PRB Oil and Gas Project, which was completed in January 2003 (BLM 2003b). The level of CBNG development since 2003 appears to be lower than was forecast in that document. New CBNG well numbers fell from a high of slightly more than 4,600 in 2001 to approximately 2,000 in 2004. The PRB Coal Review Task 2 Report discusses the uncertain trends for future CBNG activity in recent years. The methodology used to project future activity is detailed in Appendix E of that report. Table 4-7 shows the 2003 and projected 2010, 2015, and 2020 levels of CBNG development levels used to evaluate projected cumulative environmental impacts in the PRB Coal Review.

4.1.2.3 Oil and Gas Related Development

Oil and gas related development activities considered in the PRB Coal Review include major transportation pipelines and refineries. Table 4-8 summarizes the

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Table 4-7. Baseline Year and Projected CBNG Development Scenario for the Wyoming PRB.

Category	Existing		Projected to Task 3 Study Area		
	2003 Task 1 Study Area	2003 Task 3 Study Area	2010	2015	2020
Annual Production (bcf)	338	284	480	500	443
Active Wells	14,758	12,152	20,899	21,831	19,366

Source: PRB Coal Review Task 2 Report (BLM 2005d)

Table 4-8. Wyoming PRB Conventional Oil and Gas, CBNG, and Related Development Disturbance and Water Production.

Category	Existing ¹		Projected for Task 3 Study Area ¹		
	2003 Task 1 Study Area	2003 Task 3 Study Area	2010	2015	2020
Cumulative Disturbed Area (Acres)²	187,761	148,602	237,883	304,543	361,331
Cumulative Permanently Reclaimed Area (Acres)	115,045	90,548	160,175	225,426	288,536
Cumulative Unreclaimed Area (Acres)	72,715	58,053	77,707	79,108	72,794
Annual Water Production (mmgpy)	26,405	21,204	39,108	41,484	37,350

¹ Minor discrepancies in total acreages are the result of number rounding.

² Inclusive of conventional oil and gas and CBNG activities and major transportation pipelines. Disturbance associated with ancillary facilities (including gathering lines and distribution power lines) has been factored in a per well basis.

Source: PRB Coal Review Task 2 Report (BLM 2005d)

net disturbance, reclamation, and water production associated with oil and gas activity (conventional oil and gas, CBNG, and major transportation pipelines) for 2003 (baseline year) and projects disturbance, reclamation, and water production for future years.

4.1.2.3.1 Pipelines

The availability of pipeline capacity for the transport of oil and gas to outside markets is a key factor in the development of CBNG and conventional oil and gas resources in the Wyoming PRB. In 2003, the baseline year for the PRB coal Review, there were 13 major transportation pipeline systems in the PRB that transport gas resources to markets outside of the basin (Flores et al. 2001). The 2003 capacity of these pipeline systems was 1.9 bcf per day. The combined natural gas production (CBNG and conventional gas) in the Wyoming PRB Coal Review Task 1 and Task 2 study area was approximately 1.03 bcf per day.

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Major transportation pipelines also provide for transport of CO₂ to conventional oil fields for EOR. Increased recovery of crude oil also may depend somewhat on the availability of CO₂ for EOR projects, as well as the availability of pipelines to transport oil to refineries for processing.

Gathering lines and power lines associated with conventional oil and gas and CBNG development also occur within the study area; disturbance from these ancillary facilities were factored into the PRB Coal Review analysis on a per well basis.

A 315-mile-long pipeline project, the Bison Pipeline Project, was proposed in 2004 to move natural gas northward, directly out of the PRB and into the Northern Border Pipeline system (FERC 2004). Approximately 53 miles of the proposed route is within the Wyoming PRB Coal Review study area. If it is constructed, it would have a 240 mmcfpd capacity as proposed. FERC had expected the Bison project proposal to be filed in December 2003, but no filing has been made with FERC (FERC 2004) and the project is not included as an active project in Wyoming on the FERC website. As a result, the Bison Pipeline project was assumed to have a low likelihood rating for the purposes of the PRB Coal Review.

The following two proposed pipeline projects in the PRB were listed on the Wyoming Pipeline Authority webpage (<http://www.wyopipeline.com>) as of October 2007: MDU Resources Group, Inc. Williston Basin Interstate Pipeline 'Grasslands Pipeline' Expansion and ONEOK Cantera Gas Holdings Fort Union Gas Gathering Expansion. These are both expansion projects which involve adding capacity to an existing pipeline. Information on pipeline projects proposed in Wyoming can also be found in the "For Citizens" section of the Federal Energy Regulatory Commission website at <http://www.ferc.gov>.

The amount of available pipeline capacity could limit the amount of future CBNG development. In 2003, it was estimated that growth of Wyoming PRB CBNG production could rise from the 2003 level of 900 mmcfpd up to 3 to 4 bcf per day around 2007 and remain at or above those levels until 2015 (Holcomb 2003). If CBNG production levels reach 3 to 4 bcf per day, it is reasonable to assume that several pipeline projects with up to 1.0 bcf per day capacity each could be built in the PRB. However, as discussed previously, the actual average production for 2007 is currently projected to be 1.15 bcfpd and, based on the assumptions in Appendix E of the PRB Coal Review Task 2 Report, the basin-wide CBNG production is projected to reach approximately 1.7 bcf per day in 2020. New pipeline construction projects were not considered in the PRB Coal Review analysis because the likelihood for additional new pipeline construction was unknown when the PRB Coal Review was prepared.

The CO₂ pipeline from Bairoil, Wyoming, to Salt Creek, Wyoming, may be extended into the PRB Coal Review study area to the Sussex Field to support additional EOR activity. Although it took many years for a CO₂ source to reach the Wyoming PRB, it is very likely that several pipelines could be built in the

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study area in the near future to provide additional gas for EOR projects. However, no pipeline projects were identified that would transport CO₂ beyond Salt Creek and the likelihood for construction of additional CO₂ pipelines was unknown when the PRB Coal Review analysis was prepared, and they were not considered.

4.1.2.3.2 Refineries

There are no existing petroleum refineries in the Wyoming PRB study area, and no plans for the construction and operation of any petroleum refineries in the Wyoming portion of the PRB have been identified.

4.1.3 Other Development Activity

4.1.3.1 Other Mining

Uranium, sand, gravel, bentonite, and clinker (or scoria) have been and are being mined in the Wyoming PRB study area.

There are three defined uranium districts in the PRB: Pumpkin Buttes, Southern Powder River, and Kaycee (BLM 2003b). Numerous mined out or uneconomic uranium mining sites are present in these districts. Uranium is currently produced in the Southern Powder River District using the in-situ leach method. There is one operating in-situ uranium recovery site in the PRB, the Smith Ranch-Highland Mine in Converse County, but the recent increase in interest in uranium for power plants here and abroad is generating interest in new development in the PRB. According to the U.S. Nuclear Regulatory Commission website (<http://www.nrc.gov>), interest has been expressed in restarting in-situ operations at the Christianson Ranch Site in Johnson County, Wyoming, and an application has been received from Energy Metals Corporation to construct and operate an in-situ uranium recovery facility at Moore Ranch in Campbell County, Wyoming. Based on commodity forecasts and uranium activity as of June 2004, the likelihood and potential timing of new uranium mining operations in the PRB was not known, and additional development was not projected in the PRB Coal Review analysis.

Bentonite is weathered volcanic ash that is used in a variety of products, including drilling mud and kitty litter, because of its absorbent properties. There are three major bentonite producing districts in and around the PRB: the Colony District in the Northern Black Hills, the Clay Spur District in the Southern Black Hills, and the Kaycee District west of Kaycee, Wyoming. Within the PRB Coal Review study area, bentonite is mined at Kaycee (WMA 2006). The PRB Coal Review assumed that bentonite mining would continue throughout the study period and that production would continue at existing active mines, with no new mines developed through 2020.

Aggregate, which is sand, gravel, and stone, is used for construction purposes. In the PRB, the more important aggregate mining localities are in Johnson and

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Sheridan Counties (WSGS 2004). The largest identified aggregate operation is located in northern Converse County. It has an associated total disturbance area of approximately 67 acres, of which four acres have been reclaimed.

Scoria or clinker (which is formed when coal beds burn and the adjacent rocks become baked) is used as aggregate where alluvial terrace gravel or in-place granite/igneous rock is not available. Scoria generally is mined in the Converse and Campbell Counties portion of the Wyoming PRB study area.

Increased sand, gravel, and scoria production and associated surface disturbance are anticipated in the Wyoming PRB study area in the future because aggregate would be required for road maintenance and new construction activities as other primary resources, such as coal and oil and gas, continue to be developed. New operations and increased production from existing operations can be expected. These operations would vary in size based on the immediate need from the primary industries, but there is no specific information about these projected operations. As a result, new sand, gravel, or scoria operations were not analyzed in detail in the PRB Coal Review.

4.1.3.2 Industrial Manufacturing

There are a number of existing industrial manufacturing establishments located in the Wyoming PRB Coal Review study area. Most are relatively small with fewer than 25 employees; they predominately serve regional and local markets, and most are directly or indirectly related to energy resource development and production. Over the years, some of these firms have expanded such that they now support activities and serve markets outside of the region, but those operations remain dependent upon the local and regional markets to sustain their existing operations.

The PRB Coal Review anticipates that increased coal production would result in an increased demand for fuels and explosives. This increased demand could result in the need for the development of new off-site chemical feedstock plants in the study area. Project-specific information is not available, however, and the potential development of new chemical feedstock plants was not considered in the PRB Coal Review.

Local economic development organizations, including CCEDC and CANDO, are continually engaged in efforts to recruit or assist new business formation in the PRB study area. For example, CANDO has pursued development of long-term potential projects; however, the outcomes of those projects are uncertain and little information and detail are available. As a result, they were not considered in the PRB Coal Review.

4.1.3.3 Wind Power

Wind power facilities have been proposed at various sites in Wyoming, including the Powder River Basin region. There is potential in the Wyoming sites for wind

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power, and these facilities can contribute to meeting forecasted electric power demands, however they are dependent on available transmission capacity to send power to users. The transmission capability is a constraining factor (Gillette News Record 2008b). Specific wind energy developments were not identified as part of the PRB coal review analysis. However, these projects could warrant consideration in a cumulative analysis as development of this type becomes more certain.

4.1.3.4 Reservoirs

Currently, there are five key water storage reservoirs in the Wyoming PRB Coal Review study area (Healy, Lake DeSmet, Muddy Guard No. 2, Gillette, and Betty No. 1) (HKM Engineering et al. 2002a and 2002b). The total disturbance associated with these five key water storage areas is 3,263 acres.

Based on the applicable water plans prepared for the Wyoming Water Development Commission for its Basin Planning Program (HKM Engineering et al. 2002a and 2002b), there are long range projections for development of additional reservoirs in the Wyoming PRB study area. However, none of these reservoirs have reached the planning stage; therefore, there was not enough information to analyze them in the PRB Coal Review.

4.1.3.5 Other Non-Energy Development

In addition to the specific projects and developments described above, a network of public and private physical infrastructure, private enterprises, and public activities has been developed in the PRB over time. Examples of infrastructure include the highway and road networks, airports, government offices, hospitals, public schools, municipal water systems, and extensive residential and commercial real estate development. Private enterprises include local retail and service establishments, newspaper publishing, and transportation and distribution firms.

The construction, maintenance, and continuing operations associated with this network of development represent an extensive series of public and private investments, as well as changes in land use, surface disturbances, water consumption, and the factors that characterize local air quality. Those investments and changes have occurred over a period of time and in response to many different influences.

Some of the identified and anticipated plans or proposals for future investment in public, private, and commercial infrastructure in the PRB are summarized below.

- The WYDOT State Transportation Improvement Program for 2004 includes anticipated 2005 through 2009 construction costs of approximately \$215.4 million for highway and airport maintenance, reconstruction, and improvement projects in the PRB Coal Review Study area. No

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construction of new highways is scheduled and no new airports are proposed between now and 2009.

- A \$10.7 million expansion and renovation of the Campbell County courthouse was completed in late 2005.
- Expansion of the CAM-PLEX conference and multi-event center facility in Gillette was approved in a special election in May 2005.
- The 2005 approved master plans for Wyoming public school facilities spending included a total of \$72.3 million in new capital construction for the seven school districts that are completely or partially in the Wyoming PRB study area (WSFC 2005).
- Construction and maintenance projects for the City of Gillette include a recently completed project to renovate and expand the waste water treatment plant.
- Commercial development includes recently completed construction of a Home Depot store and expansion of the Wal-Mart store in Gillette.

A capital facilities tax ballot question in Campbell County in the 2004 election asking voters to approve the imposition of a \$0.01 sales and use tax (to be used for updated and expanded diesel mechanic and welding programs at the Gillette Campus of the Northern Wyoming Community College (now Gillette College) and for two community development projects in Wright) and an increase in the lodging tax were defeated in 2004. A renewed attempt to get the lodging tax on the ballot for the 2006 primary election failed to gain the approval of the Campbell County Board of Commissioners. In their 2007 session, the Wyoming Legislature committed to pay half of the cost of a technical education center at Gillette College that will house diesel technology, welding and industrial electrician programs. The Campbell County Board of Commissioners has approved a tax increase to pay for the other half of the cost of the project.

Given the timing, scale, year-to-year variability, relatively short construction timetables associated with such investments, the existence of a relatively large and diversified construction industry in the region and nearby areas, and the limited potential for these projects to alter long-term conditions in the PRB, they are not included in the PRB Coal Review analysis. However, one or more of these and similar projects could warrant consideration in a cumulative analysis for a site-specific project due to proximity or coincidental project schedules and timetables.

4.2 Cumulative Environmental Consequences

Section 4.1 of this chapter discusses existing and projected levels of development in the Wyoming PRB, and includes summaries of the results of PRB Coal Review Task 2 studies. This section summarizes the existing conditions

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resulting from baseline year (2003) development and the cumulative environmental consequences of the projected development for 2010, 2015, and 2020 based on the results of the analyses conducted for PRB Coal Review Task 1 and 3 reports, respectively.

As discussed in Section 4.1, the Wyoming portion of the PRB is the primary focus of the PRB Coal Review analyses. For the majority of resources in the Task 1 analysis, the Wyoming PRB Coal Review study area encompasses all of Campbell County, all of Sheridan and Johnson Counties outside of the Bighorn National Forest, and the northern portion of Converse County (Figure 4-1). The study areas for the Task 3 analyses are different. For the majority of the resources considered in the PRB Coal Review, the Task 3 study area is based on watershed boundaries in the PRB and includes the portions of the Upper Powder River, Little Powder River, Upper Belle Fourche River, Upper Cheyenne River, Antelope Creek, and Dry Fork Cheyenne River subwatersheds that lie within Sheridan, Johnson, Campbell and northern Converse Counties (Figure 4-4). This study area includes over 4 million acres. Table 4-9 summarizes the total disturbance and reclamation acreages for the baseline year of 2003 and the total projected disturbance and reclamation acreages for 2010, 2015, and 2020 within the Task 3 study area described above.

A total of approximately 220,688 acres of this land area had been disturbed by development activities as of 2003, which represents about 5.6 percent of the Task 3 study area. This is projected to increase to as much as 514,732 acres in 2020 under the upper coal production scenario which would represent approximately 13.1 percent of the Task 3 study area. This projected disturbance includes coal mining, coal-related development, and oil and gas and related development disturbance in the Task 3 study area. Areas reclaimed during each future time period shown in Table 4-9 reflect how much of the disturbed acreage is projected to be permanently reclaimed by that point in time. The acres of unreclaimed disturbance would be reclaimed incrementally or following a project's completion, depending on the type of development activity and permit requirements. The acres currently not available for reclamation are occupied by long-term facilities that are needed to conduct mining operations or coal-related activities. These areas would be reclaimed near the end of each mine or facility's life.

Adjustments were made to the study area described above and shown in Figure 4-4 for several resources as described below:

- The potential air quality impacts were evaluated over a multi-state area (including most of Wyoming, southeastern Montana, Figure 4-4 southwestern North Dakota, western South Dakota, and northwestern Nebraska) because they would be expected to extend beyond the Wyoming and Montana PRB study area that was used to identify emissions sources for the air quality analysis.

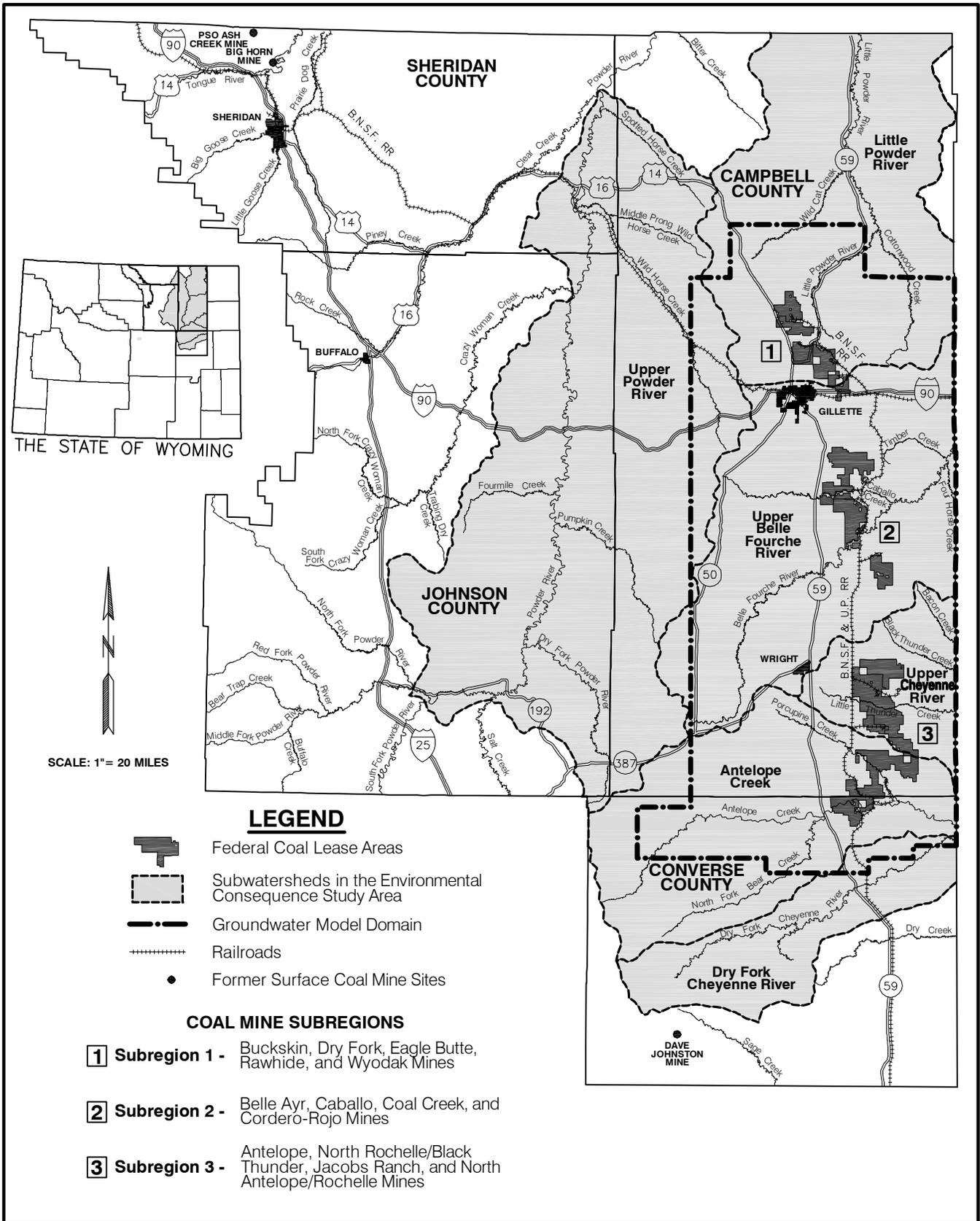


Figure 4-4. Wyoming Task 3 Study Area for PRB Coal Review Studies Evaluating Projected Environmental Consequences.

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Table 4-9. Baseline Year and Projected Wyoming PRB Total Development Scenario – Task 3 Study Area.

Year	Total Acres Disturbed ¹	Acres Reclaimed ¹	Acres Unreclaimed ¹	Acres Unavailable for Reclamation ²	Acres Affected by Coal Mining
Baseline Year					
2003	220,688	111,786	108,901	27,073	68,794
Projected Development - Lower Coal Production Scenario					
2010	339,912	205,113	134,799	29,389	98,662
2015	426,084	286,614	139,472	31,546	117,236
2020	503,085	367,999	135,085	32,794	137,443
Projected Development - Upper Coal Production Scenario					
2010	343,698	206,946	136,752	28,739	102,448
2015	433,392	290,822	142,570	31,006	124,545
2020	514,732	374,732	139,998	32,342	149,089

¹ Minor discrepancies in total acreages are the result of number rounding.

² Includes coal mine and coal-related disturbance.

Source: PRB Coal Review Task 2 Report (BLM 2005d)

- The groundwater drawdown was evaluated in the area surrounding and extending west of the surface coal mines, shown in Figure 4-4, because that is the area where groundwater drawdown related to surface coal mining operations and CBNG production operations would overlap.
- The socioeconomic impact analysis focused on Campbell County, but also considered Converse, Crook, Johnson, Sheridan, and Weston Counties as directly affected and Niobrara and Natrona Counties as indirectly affected.

4.2.1 Topography and Physiography

The PRB is located within the Upper Missouri Basin Broken Lands physiographic subprovince that includes northeastern Wyoming and eastern Montana to the Canadian border. The topography generally is of low to moderate relief with occasional buttes and mesas. The general topographic gradient slopes down gently from southwest to northeast with elevations ranging from 5,000 to 6,000 ft above sea level on the southern and western portions of the basin to less than 4,000 ft above sea level on the north and northeast along the Montana state line. The major drainages in the basin are the Tongue, Powder, Belle Fourche, and Cheyenne rivers. Most of the drainages in the area are intermittent and have flows during high precipitation events or during periods of snowmelt. The drainages are part of the upper Missouri River Valley drainage basin.

The disturbance associated with the majority of the past, present, and projected activities have resulted in or would result in the alteration of the surface topography. Surface coal mining, which is projected to continue in the area of the existing coal mines shown in Figure 4-4, permanently alters the topography by removing the overburden and coal and then replacing the overburden.

Recontouring during reclamation to match approximate original contours, as required by regulation, reduces the long-term impact to topography. After mined-out areas are reclaimed, the restored land surfaces are typically gentler, with more uniform slopes and restored basic drainage networks. Oil and gas exploration and development has occurred and is projected to continue throughout most of the Task 3 study area. It also results in the alteration of topography to accommodate facilities (e.g., well pads, power plants, etc.) and roads, but the disturbance tends to occur in smaller, more discrete areas than coal mining and the development is spread out over a larger area.

The disturbance and reclamation acreages associated with all existing and projected development in the Task 3 study area for the years 2003, 2010, 2015, and 2020 are given in Table 4-9.

4.2.2 Geology, Mineral Resources, and Paleontology

The cumulative effects study area for geology, mineral resources, and paleontology is the PRB Coal Review Task 3 study area (Figure 4-4).

The PRB is one of a number of structural basins in Wyoming and the Rocky Mountain area that were formed during the Laramide Orogeny. The basin is asymmetric with a structural axis that generally trends northwest to southeast along the western side of the basin (Flores et al. 1999). Natural earthquakes, landslides, and subsidence do not present a hazard in the PRB based on the lack of active faults in the study area (USGS 2004); the low risk of ground shaking in the region if a maximum credible earthquake were to occur (Frankel et al. 1997); and the absence of evidence of subsidence, landslides, or other geologic hazards in association with CBNG production. USGS monitors the magnitude of blasting activity in the PRB under the Routine Mining Seismicity Earthquake Hazards Program (USGS 2008). Coal mine blasting operations induced seismic activity does occur throughout the PRB and has reached a USGS local magnitude rating of 3.6 (USGS 2004).

4.2.2.1 Coal

Most of the coal resources of the basin are found in the Fort Union and Wasatch Formations. Although coals are present in the Wasatch, they are thinner and less continuous than the coals in the Fort Union and, therefore, they are not as economically important as the coals in the Fort Union for either coal mining or CBNG development. Projected levels of coal production and disturbance under the lower and upper coal production scenarios are shown in Tables 4-2 and 4-3.

In the coal mine areas, the overburden and coal would be removed and the overburden replaced, resulting in a permanent change in the geology of the area and a permanent reduction of coal resources.

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4.2.2.2 Oil and Gas

Drilling for conventional oil and gas in the Wyoming PRB has declined considerably in the last 15 years. However, as discussed above, increasing prices have led to increased interest in drilling and there remains potential for finding and developing these resources in the deeper formations of the basin. Conversely, CBNG production increased rapidly from 1999 through 2002 but began to level off in 2003. Projected production rates for conventional oil and gas and CBNG in 2010, 2015, and 2020 are shown in Tables 4-6 and 4-7.

Oil and gas and related development accounts for most of the projected mineral disturbance outside of the coal mining areas. It generally would result in only shallow, discrete areas of surface disturbance, as discussed above. The acreages over which these impacts were occurring (as of 2003) and are projected to occur in the years 2010, 2015, and 2020 are shown in Table 4-9.

4.2.2.3 Other Mineral Resources

As discussed in Section 4.1.3.1, other mineral resources that are being mined in the Wyoming PRB include uranium, bentonite, clinker, and aggregate. Production of uranium and bentonite is not likely to be affected by development of coal or CBNG in the PRB. Aggregate and clinker production levels are more likely to be affected by other mineral development levels because these resources would be used in construction projects related to other mineral development.

4.2.2.4 Paleontology

Scientifically significant paleontological resources, including vertebrate, invertebrate, plant, and trace fossils, are known to occur in many of the geologic formations within the Wyoming PRB. These fossils are documented in the scientific literature, in museum records, and are known by paleontologists and land managers familiar with the area.

The Wasatch Formation is the most geographically widespread unit exposed on the surface over most of the Task 3 study area. It is underlain by the Fort Union Formation. The fossiliferous Morrison and Lance Formations crop out in the western portion of the basin but occur at depth in the vicinity of the coal mines and CBNG activity in the eastern portion of the basin. Within the Task 3 study area, the highly fossiliferous White River Formation occurs only on Pumpkin Buttes in southwestern Campbell County.

As of 2003, no significant or unique paleontological localities had been recorded on federal lands in the PRB. However, the lack of localities in the PRB does not mean that scientifically significant fossils are not present, as much of the area within and surrounding the PRB has not been adequately explored for paleontological resources. As a result, development activities in the Task 3 study area have the potential to adversely affect scientifically significant fossils, if they are present in or adjacent to disturbance areas.

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The potential for impacts to scientifically significant fossils would be greatest in areas where Class 4 or 5 formations are present (see Section 3.3.3.1). The Wasatch Formation is classified as a Class 5 formation. The Fort Union Formation is classified as a Class 3 formation, which means that fossil content varies in significance, abundance, and predictable occurrence. The greatest potential impact to surface and subsurface fossils would result from disturbance of surface sediments and shallow bedrock during construction and/or operations, depending on the type of project. Potential subsurface disturbance of paleontological resources (e.g., during drilling operations) would not be visible or verifiable. The areas over which these impacts occurred as of 2003 and are projected to occur as a result of all projected development in the years 2010, 2015, and 2020 are shown in Table 4-9. As only portions of the Task 3 study area have been evaluated for the occurrence of paleontological resources, and discrete locations for development activities cannot be determined at this time, no accurate estimate can be made as to the number of paleontological sites that may be affected by cumulative development activities.

Development activities which involve federally owned surface and/or minerals are subject to federal guidelines and regulations protecting paleontological resources. Protection measures, permit conditions of approval, and/or mitigation measures would be determined on a project-specific basis at the time of permitting to minimize potential impacts to paleontological resources as a result of these activities.

4.2.3 Air Quality

The Task 1A Report for the PRB Coal Review (BLM 2005a) documents the modeled air quality impacts of operations during a baseline year, 2002, using actual emissions and operations for that year. Emissions from permitted minor sources were estimated, due to unavailability of actual emissions data. The baseline year analysis evaluated impacts both within the PRB itself and at selected sensitive areas surrounding the region. The analysis specifically looked at impacts of coal mines, power plants, CBNG development, and other development activities. Results were provided for both Wyoming and Montana at the individual receptor areas. The Task 2 Report for the PRB Coal Review (BLM 2005d) identifies reasonably foreseeable development activities for the years 2010, 2015, and 2020.

The Task 3A Report for the PRB Coal Review (BLM 2006a) evaluates the impacts on air quality and air quality-related values for the year 2010 using the development levels projected for 2010 and the same model and meteorological data that were used for the baseline year study in the Task 1A Report. Impacts for 2015 and 2020 were projected qualitatively based on evaluation of anticipated changes in emissions and on modeled impacts for the 2010 lower and upper coal production scenarios. BLM is now planning to update the model and conduct an impact analysis for the year 2015. As currently proposed, a revised baseline year emissions inventory would be developed using 2004 actual emissions data or emissions estimates and incorporating recent analyses of

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emissions in Wyoming and Montana, which were not available when the 2010 modeling study was done.

Existing and projected emissions sources for the baseline year (2002) and 2010 analyses were identified within a study area comprised of the following counties in the PRB in Wyoming and Montana:

- Campbell County, all of Sheridan and Johnson Counties except the Bighorn National Forest lands to the west of the PRB, and the northern portion of Converse County, Wyoming.
- Rosebud, Custer, Powder River, Big Horn, and Treasure Counties, Montana.

A state-of-the-art, guideline dispersion model was used to evaluate impacts of the existing and projected source emissions on several source groups, as follows:

- Near-field receptors in Wyoming and Montana covering the PRB Coal Review Task 1A and 3A study area in each state. Overall, the near-field receptor grid points were spaced at one kilometer intervals over the study area;
- Receptors in nearby federally designated pristine or “Class I” areas; and
- Receptors at other sensitive areas (Class II sensitive areas).

The EPA guideline CALPUFF model system (Scire et al. 1999a) and the same meteorological data set were used for the Task 1A and Task 3A studies. The impacts for the baseline year (2002) and for 2010 lower and upper coal production scenarios were directly modeled. As discussed above, the modeling domain extends over most of Wyoming, southeastern Montana, southwestern North Dakota, western South Dakota, and western Nebraska. An interagency group participated in developing the modeling protocol and related domain that were used for this analysis.

The modeling approach for the Task 3A Report used actual emissions from existing sources representative of 2002 operations and adjusted those emissions for the expected level of development in 2010. No specific emissions data were available for the projected levels of development. The baseline year emissions data were gathered from a variety of sources, but mainly relied on data collected by the WDEQ/AQD and the MDEQ. Only actual emission sources inside the study area described above were included in the modeling. Key major sources were included, such as the coal-fired power plants, gas-fired power plants, and sources that were included in the Title V (operating permit) program. The Dave Johnston power plant, which is located outside of but adjacent to the study area in Converse County, was included in the baseline year study and in the projected emissions. Some operational adjustments were made to accommodate small sources with air permits that were presumed to be operating at less than

full capacity. Emissions from other sources, including estimated construction-related fugitive dust emissions, were computed based on EPA emission factors and on input data from WDEQ/AQD.

Meteorological data were developed for 1996 for the modeling domain, using the guideline Version V of the CALMET (Scire et al. 1999b) diagnostic model, identical to that used in the PRB Oil and Gas EIS Project (BLM 2003b) and in the Task 1A Report. These data provide a four-dimensional depiction that represents actual meteorological conditions for that year. The data baseline was enhanced by using data for specific surface stations and precipitation data. Terrain and land use data from the USGS also were used. Modeling data settings generally were set to default values. Baseline year ozone concentrations also were incorporated into the model using measured concentrations representative of the study area, and were not changed for this study.

The existing regional air quality conditions generally are very good in the PRB Coal Review Task 1A and Task 3A study area. There are limited air pollution emissions sources (few industrial facilities, including the surface coal mines, and few residential emissions in relatively small communities and isolated ranches) and good atmospheric dispersion conditions. The available data show that the region is in compliance with the ambient air quality standards for NO₂ and SO₂. There have been no monitored exceedances of the annual PM₁₀ standard in the Wyoming PRB.

Air quality modeling indicates the projected mine activities at the four South Gillette Area operating mines will be in compliance with the PM₁₀ ambient air standards for the life of these mines at their permitted mining rates. All applicants have indicated that they propose to mine the respective LBA tracts at a rate below the permit levels. Visibility data collected around the region indicate that, although there are some days with notable impacts at Class I areas, the general trend in the region shows little change in visibility impacts at Badlands National Park and at the Jim Bridger Wilderness area over the period from 1989 to 2003 (Figure 3-10).

Predicted impacts from baseline year (2002) and projected 2010 emissions were modeled for three air quality criteria pollutants (NO₂, SO₂, and PM₁₀), along with changes in air quality-related values at Class I areas and at identified sensitive areas. For regulatory purposes, the Class I PSD evaluations are not directly comparable to the air quality permitting requirements, because the modeling effort does not identify or separately evaluate increment consuming sources that would need to be evaluated under the PSD program. The cumulative impact analysis focuses on changes in cumulative impacts, but not on a comparison to PSD-related evaluations, which would apply to specific sources.

Table 4-10 presents the modeled impacts on ambient air quality at the near-field receptors in Montana and Wyoming. Results indicate the maximum impacts at any point in each receptor group, and data are provided for the baseline year (2002) analysis and for both coal production scenarios for 2010.

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Table 4-10. Projected Maximum Potential Near-field Impacts ($\mu\text{g}/\text{m}^3$).

Pollutant	Averaging Time	Base Year (2002) Impacts	2010 Lower Coal Production Scenario Impacts	2010 Upper Coal Production Scenario Impacts	NAAQS	Wyoming AAQS	Montana AAQS	PSD Class II Increments
Wyoming Near-field								
NO ₂	Annual	37.3	42.4	49.0	100	100	-- ¹	25
SO ₂	Annual	3.9	4.8	5.6	80	60	-- ¹	20
	24-hour	14.5	33.5	34.8	365	260	-- ¹	91
	3-hour	37.9	148.0	154.2	1,300	1300	-- ¹	512
PM ₁₀	Annual	42.7	49.0	56.6	-- ²	--	-- ¹	17
	24-hour	335.5	378.8	439.9	150	--	-- ¹	30
Montana Near-field								
NO ₂	Annual	8.85	11.3	11.8	100	-- ¹	100	
	1-hour	365.8	415.9	519.5	-- ² 150	-- ¹	564	--
SO ₂	Annual	1.3	2.3	2.7	80	-- ¹	80	
	24-hour	18.9	19.5	20.4	365	-- ¹	365	91
	3-hour	74.7	76.4	79.8	1,300	-- ¹	1,300 ²⁵	512
	1-hour	240.7	246.4	257.3	--	-- ¹	1,300	--
PM ₁₀	Annual	19.6	22.5	27.7	-- ²	-- ¹	5020	17
	24-hour	175.8	200.0	247.7	150	-- ¹	150	30

1 No standard or increment.

2 On September 21, 2006, the EPA announced final revisions to the NAAQS for particulate matter, which were published in the Federal Register on October 17, 2006 and took effect December 18, 2006. The revision not only strengthened the 24-hour PM_{2.5} standard from 65 to 35 $\mu\text{g}/\text{m}^3$, but also revoked the annual PM₁₀ standard of 50 $\mu\text{g}/\text{m}^3$. Wyoming will enter into rulemaking to revise the Wyoming Ambient Air Quality Standards. Until that time, however, Wyoming will retain the 50 $\mu\text{g}/\text{m}^3$ annual PM₁₀ standard. See additional discussion in Chapter 3, Section 3.4.2.1.

Bold values indicate projected exceedances of AAQS.

Source: PRB Coal Review Task 3A Report (BLM 2006a)

Based on the modeling results, the baseline year (2002) maximum impacts on ambient air quality were well below the ambient air quality standards for NO₂, SO₂, and Annual PM₁₀ in both Montana and Wyoming. The 2002 maximum modeled 24-hour PM₁₀ are greater than the 150 µg/m³ ambient air standard for some near-field receptors near PRB sources in both Montana and Wyoming. The modeling also indicated that visibility impacts in the surrounding Class I areas in 2002 were above the detectable levels at many receptor areas.

For the Montana near-field receptors, the modeling for the 24-hour PM₁₀ levels projects a maximum impact above the NAAQS for both coal production scenarios for 2010. The upper coal production scenario shows an increase in the impact of more than 40 percent above the baseline year for this parameter. Projected impacts for NO₂, SO₂, and Annual PM₁₀ show compliance with the NAAQS and the Montana AAQS. Large percentage increases in annual SO₂ impacts are projected, but the impacts themselves are well below the NAAQS.

For the Wyoming near-field receptors, the modeling projects maximum 24-hour PM₁₀ levels greater than the 150 µg/m³ ambient air standard for the 2010 lower and upper coal production scenarios at some receptors. For the 2010 upper development scenario, the modeled levels are above 150 µg/m³ at seven of the near-field receptors in Wyoming; those receptors are confined in an area of intensive coal development. As shown in Table 4-10, the maximum modeled PM₁₀ impacts from all sources are nearly three times the 24-hour standard for the 2010 upper coal production scenario. As discussed in Section 3.4.2.2.1, modeling tends to over-predict the 24-hour impacts of surface coal mining and, as a result, WDEQ/AQD does not consider short-term PM₁₀ modeling to be an accurate representation of short-term impacts. In view of this, a Memorandum of Agreement between WDEQ/AQD and EPA Region VIII, dated January 24, 1994, allows WDEQ/AQD to conduct monitoring in lieu of short-term modeling for assessing coal mining-related impacts in the PRB. This agreement also requires Wyoming to implement “Best Available Work Practice” mitigation measures at any mine where an exceedance of the PM₁₀ NAAQS has occurred. The monitored exceedances at surface coal mines in the Wyoming PRB and the measures that WDEQ/AQD has implemented or is proposing to implement to prevent future exceedances of the PM₁₀ NAAQS are discussed in Chapter 3, Sections 3.4.2.1 and 3.4.2.3.

The maximum modeled impacts on the annual PM₁₀ levels are also projected to be above the standard (50 µg/m³) at one near-field receptor in Wyoming for the 2010 upper coal production scenario. EPA has revoked the annual PM₁₀ standard of 50 µg/m³ but until Wyoming enters into rulemaking to revise the WAAQS, that standard is still effective. It should be noted that WDEQ/AQD issues permits to mine coal. AQD cannot issue any permit that violates Ambient Air Quality Standards. Impacts of NO₂ and SO₂ emissions are predicted to be below the NAAQS and Wyoming AAQS at all Wyoming near-field receptors. A large portion of the impacts for all scenarios would be associated with coal-related sources, although non-coal sources would contribute a notable portion of the impact.

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Table 4-11 lists the three Class I areas and two Class II areas where the modeled impacts are the greatest. Table 4-11 includes a comparison to ambient air quality standards and PSD increments; however, it must be noted that this modeling analysis did not separate PSD increment-consuming sources from those that do not consume increment. The PSD-increment comparison is provided for informational purposes only and cannot be directly related to a regulatory interpretation of PSD increment consumption. For the Class I Northern Cheyenne Indian Reservation, modeled impacts for the baseline year (2002) and the two coal production scenarios for 2010 are less than the annual SO₂ PSD Class I increment; slightly above the PSD Class I increment levels for annual PM₁₀, 24-hour SO₂, and 3-hour SO₂; and well above the Class I increments for 24-hour PM₁₀. For annual NO₂, the modeled impacts for the Northern Cheyenne Reservations are less than the annual increment for the baseline year and lower coal production scenario and slightly above the annual increment for the upper coal production scenario. In the other two Class I areas, only the 24-hour PM₁₀ impacts are higher than the comparison to the PSD increment levels for the baseline year and both coal production scenarios. In the sensitive Class II areas, all modeled impacts are well below the Class II PSD increment for the upper coal production scenario. In the other two Class I areas, only the 24-hour PM₁₀ impacts are higher than the comparison to the PSD increment levels for the baseline year and both coal production scenarios. In the sensitive Class II areas, all modeled impacts are well below the Class II PSD increments, with the exception that the 24-hour PM₁₀ impacts are greater than the Class II 24-hour PM₁₀ increments at the Crow Indian Reservation for the baseline year and both coal production scenarios.

The projected modeled visibility impacts for the baseline year (2002) and for the lower and upper coal production scenarios for 2010 for all analyzed Class I and sensitive Class II areas are listed in Table 4-12. For the baseline year, the maximum visibility impacts at Class I areas were determined to be at the Northern Cheyenne Indian Reservation in Montana and at Wind Cave and Badlands National Parks in South Dakota. For these locations, modeling showed more than 200 days of impacts with a change of 10 percent or more in extinction. A 10 percent change in extinction corresponds to 1.0 dv.

To provide a basis for discussing the modeled visibility impacts resulting from the projected increased production under the lower and upper coal production scenarios for 2010, the modeled visibility impacts for 2002 were subtracted from the model results for 2010. Table 4-12 shows the number of additional days that the projected impacts were greater than 1.0 dv (10 percent in extinction) for each site for the upper and lower coal production scenarios. Using Badlands Park as an example, the modeling analysis projected 238 days with impacts greater than 1.0 dv in 2002. Under the 2010 lower coal production scenario, the modeling analysis projects an additional 19 days with impacts greater than 1.0 dv, or a total of 257 days with impacts greater than 1.0 dv.

For acid deposition, all predicted impacts are below the deposition threshold values for both nitrogen and sulfur compounds. There are substantial

Table 4-11. Maximum Predicted PSD Class I and Sensitive Class II Area Impacts ($\mu\text{g}/\text{m}^3$)¹.

Location	Pollutant	Averaging Period	Base Year (2002) Impacts	2010 Lower Coal Production Scenario	2010 Upper Coal Production Scenario	PSD Class I/II Increments
Class I Areas						
Northern Cheyenne Indian Reservation	NO ₂	Annual	2.0	2.3	2.7	2.5
		Annual	0.6	0.8	0.9	2
	SO ₂	24-hour	6.1	6.5	6.9	5
		3-hour	26.8	27.9	29.3	25
	PM ₁₀	Annual	5.0	5.8	7.0	4
		24-hour	42.0	47.8	59.4	8
Washakie Wilderness Area	NO ₂	Annual	0.1	0.1	0.1	2.5
		Annual	0.0	0.1	0.1	2
	SO ₂	24-hour	1.0	3.0	3.3	5
		3-hour	2.0	5.1	5.6	25
	PM ₁₀	Annual	0.3	0.4	0.4	4
		24-hour	14.5	16.5	16.9	8
Wind Cave National Park	NO ₂	Annual	1.2	1.5	1.7	2.5
		Annual	0.2	0.4	0.5	2
	SO ₂	24-hour	1.2	3.5	3.8	5
		3-hour	3.5	9.9	10.3	25
	PM ₁₀	Annual	1.3	1.7	1.9	4
		24-hour	10.7	14.0	15.7	8
Sensitive Class II Areas						
Crow Indian Reservation	NO ₂	Annual	5.7	6.2	6.7	25
		Annual	0.8	0.9	0.9	20
	SO ₂	24-hour	4.7	5.1	5.3	91
		3-hour	14.7	15.1	15.7	512
	PM ₁₀	Annual	3.0	3.7	4.0	17
		24-hour	30.5	35.1	36.7	30
Cloud Peak Wilderness Area	NO ₂	Annual	0.5	0.7	0.7	25
		Annual	0.1	0.2	0.3	20
	SO ₂	24-hour	1.4	3.3	3.7	91
		3-hour	3.6	6.5	7.9	512
	PM ₁₀	Annual	0.8	1.1	1.2	17
		24-hour	13.3	17.1	17.9	30

¹ The PSD demonstrations serve information purposes only and do not constitute a regulatory PSD increments consumption analysis.

Bold values indicate exceedance of PSD Class I or II standards.

Source: PRB Coal Review Task 3A Report (BLM 2006a)

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Table 4-12. Modeled Change in Visibility Impacts at Class I and Sensitive Class II Areas.

Location	2002	2010 Lower Coal	2010 Upper Coal
	No. of Days >10%	Production Scenario Change in No. of Days > 10%	Production Scenario Change in No. of Days > 10%
Federally and Tribally Designated Class I Areas			
Badlands National Park ¹	238	19	26
Bob Marshall WA	12	2	4
Bridger WA	47	4	7
Fitzpatrick WA	42	3	5
Fort Peck Indian Reservation	69	8	9
Gates of the Mountain WA	14	6	7
Grand Teton National Park	26	2	5
North Absaroka WA	47	6	6
North Cheyenne Indian Reservation	305	5	10
Red Rock Lakes	16	3	5
Scapegoat WA	14	4	4
Teton WA	40	4	5
Theodore Roosevelt National Park	98	15	22
UL Bend WA	49	4	5
Washakie WA	53	2	3
Wind Cave National Park	261	11	15
Yellowstone National Park	42	7	8
Sensitive Class II Areas			
Absaroka Beartooth WA	53	3	5
Agate Fossil Beds National Monument	199	26	30
Big Horn Canyon National Rec. Area	108	7	8
Black Elk WA	263	16	22
Cloud Peak WA	137	8	8
Crow Indian Reservation	284	10	15
Devils Tower National Monument	279	15	21
Fort Belknap Indian Reservation	46	3	4
Fort Laramie National Historic Site	153	27	30
Jedediah Smith WA	23	1	2
Jewel Cave National Monument	267	14	18
Lee Metcalf WA	25	2	4
Mount Naomi WA	8	6	8
Mount Rushmore National Monument	248	19	25
Popo Agie WA	47	7	8
Soldier Creek WA	223	23	29
Wellsville Mountain WA	6	5	7
Wind River Indian Reservation	66	12	15

¹The U.S. Congress designated the Wilderness Area portion of Badlands National Park as a mandatory Federal PSD Class I area. The remainder of Badlands National Park is a PSD Class II area.

Source: PRB Coal Review Task 3A Report (BLM 2006a)

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percentage increases in deposition under the lower and upper coal production scenarios for 2010; however, impacts remain well below the threshold values. The acid neutralizing capacity of sensitive lakes also was analyzed, and results are summarized in Table 4-13. No significant impacts were projected at any of the lakes for the baseline year study; however, the lower and upper coal production scenarios for 2010 show an increased impact at Florence Lake, leading to an impact that is above the 10 percent ANC. Impacts also are predicted to be above the 1 µeq/L threshold for Upper Frozen Lake.

The study also modeled impacts of selected hazardous air pollutant emissions (benzene, ethyl benzene, formaldehyde, n-hexane, toluene, and xylene) on the near-field receptors in Montana and Wyoming. Model results for the 2010 upper coal production scenario show that impacts were predicted to be above the acute Reference Exposure Level for formaldehyde (94 µg/m³) at two receptors in Wyoming but are below all Reference Exposure and Reference Concentrations for Chronic Inhalation levels in Montana and for other compounds in Wyoming. Essentially, the modeled impacts for 2010 showed a continuation of the patterns exhibited for the baseline year analysis.

For 2015 and 2020, the PRB Coal Review Task 3A Report includes a qualitative analysis of potential air quality impacts and the impacts from individual source groups, based on the projected changes from 2002 to 2010 for the respective coal production scenarios. The production from conventional oil and gas and CBNG activities is projected to peak at 2010, with slight declines predicted over the following decade. Therefore, from these sources, expected impacts would decrease slightly from 2010 to 2015 and 2020. The coal mining sources would be the major contributors to PM₁₀ impacts in the near-field, and these impacts would result from the proximity of the receptors to the coal mining operations. If coal mines expand or relocate, those impacts likely would follow that development; however, the specific impacts would need to be addressed with a more refined modeling effort, specifically including accurate source parameters.

Power plants currently are the major contributors to all SO₂ impacts in the near-field in both states. However, the projected impacts are well below any ambient standard or PSD increment. According to the PRB Coal Review Air Quality modeling analysis, predicted future expansion modeled to the year 2020 should not jeopardize the attainment of those standards. Impacts on NO₂ concentrations are the result of emissions from all the source groups. No one source group dominates the NO₂ impacts in the near-field.

A pattern that is similar to the near-field receptors holds true for the Class I and sensitive Class II receptor groups. Essentially, the mine operations would continue to dominate the PM₁₀ impacts, the power plants would continue to dominate the SO₂ impacts (although they would continue to be below the standards), and the overall source groups would continue to contribute to NO₂ impacts, but impacts should remain below the NO₂ standard for 2015 and 2020.

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Table 4-13. Predicted Total Cumulative Change in Acid Neutralizing Capacity of Sensitive Lakes.

Location	Lake	Background ANC (µeq/L)	Area (hectares)	Base Year 2002 Change (percent)	2010 Lower Coal Production Scenario Change (percent)	2010 Upper Coal Production Scenario Change (percent)	Thresholds (percent)
Bridger Wilderness Area	Black Joe	67.0	890	1.3	1.88	1.97	10
	Deep	60.0	205	1.4	2.08	2.18	10
	Hobbs	70.0	293	0.9	1.37	1.43	10
	Upper Frozen	5.0	65	0.7 ¹	0.99 ¹	1.04 ¹	1
Cloud Peak	Emerald	55.3	293	5.3	6.59	6.89	10
	Florence	32.7	417	8.9	11.52	12.03	10
Fitzpatrick Wilderness Area	Ross	53.5	4,455	0.9	1.37	1.43 ¹	10
Popo Agie Wilderness Area	Lower Saddlebag	55.5	155	1.9	2.58	2.70	10

¹ Data for Upper Frozen Lake presented in changes in µeq/L rather than percent change. (For lakes with less than 25 µeq/L background ANC.)
Source: PRB Coal Review Task 3A Report (BLM 2006a)

Based on modeling results, none of the acid deposition thresholds were exceeded at Class I areas for either the baseline year or for the lower or upper coal production scenarios for 2010. In general, the projected increases in coal development (and power plants) are not expected to raise the deposition levels above the threshold, extended into 2020. The only concern relates to the acid deposition into sensitive lakes. The model results showed that the increased deposition, largely from SO₂ emissions from power plants, exceeded the thresholds of significance for the ANC at two sensitive (high alpine) lakes. The results indicate that with increased growth in power plant operations, the reduced ANC of the sensitive lakes would become significant and would need to be addressed carefully for each proposed major development project.

WDEQ/AQD and WDEQ/LQD mitigation and monitoring requirements for coal mine emissions are discussed in Sections 3.4.2.3 and 3.4.3.3. The discussion in these sections includes the operational control measures that are currently in place and would be required for mining operations on LBAs that are issued in the future, as well as measures that may be required to avoid future exceedances of the WAAQS and NAAQS and/or future mine-related impacts to the public.

4.2.4 Water Resources

Surface and groundwater are used extensively throughout the PRB for agricultural water supply, municipal water supply, and both domestic and industrial water supply. Surface water use is limited to major perennial drainages and agricultural areas within the basin are found mainly along these drainages. Municipal water supply comes from a combination of surface and groundwater. Domestic and industrial water supply primarily is from groundwater.

The PRB Coal Review Task 1B Report (BLM 2006c) describes the existing water resource conditions in the PRB Task 1 study area (Figure 4-1). The Task 3B Report provides an assessment of the cumulative impact to surface and ground water resources associated with future projected levels of coal mining, coal mine dewatering, CBNG groundwater withdrawal and surface disposal, and coal mine and conventional oil and gas surface disposal of groundwater in the Task 3 study area (Figure 4-4). The groundwater portion of the impact analysis has not yet been completed. The surface water analysis addresses the cumulative impacts to surface water quality and channel stability as a result of surface discharge of groundwater by CBNG development and coal mine dewatering. The surface water quality portion of this analysis has been completed, but the channel stability portion is not yet complete. The following discussion includes a summary of the results of the Task 1B Report and the Task 3B surface water quality impact analysis, including a recent channel stability study. The Task 3B groundwater impact analysis will be incorporated into future EIS analyses when completed.

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4.2.4.1 Groundwater

There are five main aquifers in the PRB Coal Review Task 1 study area (Figure 4-1) that can be used for water supply:

- Madison Aquifer System;
- Dakota Aquifer System;
- Fox Hills/Lance Aquifer System;
- Fort Union/Wasatch Aquifer System; and
- Quaternary Alluvial Aquifer System.

The Fort Union/Wasatch Aquifer System includes the coal and overburden aquifers that are directly affected by surface coal mining and CBNG development. It is also a major source of local water supply for domestic and stock water use. Table 4-14 shows the recoverable groundwater in the components of the Fort Union/Wasatch Aquifer System. The volumes of recoverable groundwater from the sandstones within the Wasatch/Tongue River Aquifer, the Lebo Confining Layer, and the Tullock Aquifer were determined from the volume of sandstone in each of these units multiplied by the 13 percent specific yield value for sandstone. Similarly, the volume of recoverable groundwater from the coals within the Wasatch/Tongue River was calculated from the volume of coal multiplied by the 0.4 percent specific yield value for coal.

Table 4-14. Recoverable Groundwater in the Fort Union/Wasatch Aquifer System.

Hydrogeologic Unit	Surface Area (acres)	Average Formation Thickness (ft)	Percentage of Sand/Coal	Average Sand/Coal Thickness (ft)	Specific Yield (percent)	Recoverable Groundwater (acre-feet) ¹
Wasatch-Tongue River Aquifer Sandstones	5,615,609	2,035	50.0	1,018	13.0	743,169,695
Wasatch-Tongue River Aquifer Coals	4,988,873	2,035	6.2	126	0.4	2,514,392
Lebo Confining Layer Sandstones	6,992,929	1,009	33.0	250	13.0	227,270,193
Tullock Aquifer Sandstones	7,999,682	1,110	52.0	430	13.0	447,182,224

¹ Calculated by multiplying Surface Area × Average Sand/Coal Thickness × Specific Yield. These numbers vary slightly from the numbers presented in Table 3-5 of the Final Environmental Impact Statement and Proposed Plan Amendment for the PRB Oil and Gas Project (BLM 2003b).

Source: BLM 2003b

As a result of statutory requirements and concerns, several studies and a number of modeling analyses have been conducted to help predict the impacts of surface coal mining on groundwater resources in the Wyoming portion of the PRB. Some of these studies and modeling analyses are discussed below.

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In 1987, the USGS, in cooperation with the WDEQ and OSM, conducted a study of the hydrology of the eastern PRB. The resulting description of the cumulative hydrologic effects of all current and anticipated surface coal mining (as of 1987) was published in 1988 in the USGS Water-Resources Investigation Report entitled “*Cumulative Potential Hydrologic Impacts of Surface Coal Mining in the Eastern Powder River Structural Basin, Northeastern Wyoming*”, also known as the “USGS CHIA” (Martin et al. 1988). This report evaluates the potential cumulative groundwater impacts of surface coal mining in the area and is incorporated by reference into this EIS. The USGS CHIA analysis considered the proposed mining at the Antelope Mine. It did not evaluate potential groundwater impacts related to additional coal leasing in this area and it did not consider the potential for overlapping groundwater impacts from coal mining and CBNG development.

Each mine must assess the probable hydrologic consequences of mining as part of the mine permitting process. The WDEQ/LQD must evaluate the cumulative hydrologic impacts associated with each proposed mining operation before approving the mining and reclamation plan for each mine, and they must find that the cumulative hydrologic impacts of all anticipated mining would not cause material damage to the hydrologic balance outside of the permit area for each mine. As a result of these requirements, each existing approved mining permit includes an analysis of the hydrologic impacts of the surface coal mining proposed at that mine. If revisions to mining and reclamation permits are proposed, then the potential cumulative impacts of the revisions must also be evaluated. If the four South Gillette Area Coal LBA tracts are leased to the respective applicants, the existing mining and reclamation permits for each current mine must be revised and approved to include the new lease before it can be mined.

The PRB Oil and Gas Project FEIS (BLM 2003b) includes a modeling analysis of the groundwater impacts if an additional 39,000 new CBNG wells are drilled in the PRB by the end of 2011. The project area for this EIS, which covers all of Campbell, Sheridan, and Johnson Counties, as well as the northern portion of Converse County, is similar to the study area for the PRB Coal Review Task 1 and Task 2 study area (Figure 4-1).

Another source of data on the impacts of surface coal mining on groundwater is the monitoring that is required by WDEQ/LQD and administered by the mining operators. Each mine is required to monitor groundwater levels and quality in the coal and in the shallower aquifers in the area surrounding their operations. Monitoring wells are also required to record water levels and water quality in reclaimed areas.

The coal mine groundwater monitoring data are published each year by GAGMO, a voluntary group formed in 1980. Members of GAGMO include most of the companies with operating or proposed mines in the Wyoming PRB, WDEQ, the Wyoming SEO, BLM, USGS, and OSM. GAGMO contracts with an independent firm each year to publish the annual monitoring results. GAGMO also

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periodically publishes reports summarizing the water monitoring data collected since 1980 in the Wyoming PRB (e.g., Hydro-Engineering 1991, 1996, and 2001a).

The major groundwater issues related to surface coal mining that have been identified are:

- the effect of the removal of the coal aquifer and any overburden aquifers within the mine area and replacement of these aquifers with backfill material;
- the extent of the temporary lowering of static water levels in the aquifers around the mine due to dewatering associated with removal of these aquifers within the mine boundaries;
- the effects of the use of water from the subcoal Fort Union Formation by the mines;
- changes in water quality as a result of mining; and
- potential overlapping drawdown due to proximity of coal mining and CBNG development.

The impacts of large scale surface coal mining on a cumulative basis for each of these issues are discussed in the following paragraphs.

The effect of replacing the coal and overburden with backfill is the first major groundwater concern. The following discussion of recharge, movement, and discharge of water in the backfill aquifer is excerpted from the USGS CHIA (Martin et al. 1988):

Postmining recharge, movement, and discharge of groundwater in the Wasatch aquifer and Wyodak coal aquifer will probably not be substantially different from premining conditions. Recharge rates and mechanisms will not change substantially. Hydraulic conductivity of the spoil aquifer will be approximately the same as in the Wyodak coal aquifer allowing groundwater to move from recharge areas where clinker is present east of mine areas through the spoil aquifer to the undisturbed Wasatch aquifer and Wyodak coal aquifer to the west.

Monitoring data verify that recharge has occurred and is continuing in the backfill (Hydro-Engineering 1991, 1996, 2001a, and 2005). The water monitoring summary reports prepared each year by GAGMO list current water levels in the monitoring wells completed in the backfill and compare them with the 1980 water levels, as estimated from the 1980 coal water-level contour maps. In the 1991 GAGMO 10-year report, some recharge had occurred in 88 percent of the 51 backfill wells reported at that time (Hydro-Engineering 1991).

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In the GAGMO 20-year report, 79 percent of the 82 backfill wells measured contained water (Hydro-Engineering 2001a).

Coal companies are required by state and federal law to mitigate any water rights that are interrupted, discontinued, or diminished by mining.

The cumulative size of the backfill area in the PRB and the duration of mining activity would be increased by mining the currently pending LBA tracts, including the four South Gillette Area Coal LBA tracts. Because the mined-out areas are being backfilled and the monitoring data demonstrate that recharge of the backfill is occurring, substantial additional impacts are not anticipated as a result of the pending leasing actions.

Scoria or clinker, the baked and fused rock formed by prehistoric burning of the Wyodak-Anderson coal seam, occurs all along the coal outcrop area (Figure 3-12) and is believed to be the major recharge source for the backfill aquifer, just as it is for the coal. However, not all clinker is saturated. Some scoria is mined for road-surfacing material, but saturated clinker is not generally mined since abundant clinker exists above the water table and does not present the mining problems that would result from mining saturated clinker. Therefore, the major recharge source for the backfill aquifer is not being disturbed by current mining. Scoria occurs only in limited amounts on the LBA tracts as applied for under the Proposed Actions or within the additional areas evaluated under the other action alternatives.

The second major groundwater issue is the extent of water level drawdown in the coal and shallower aquifers in the area surrounding the mines. In general, the saturated sand aquifers in the Wasatch Formation overburden have limited extent and, as a result, the drawdowns in the Wasatch Formation are much smaller and cover much less area than the coal drawdowns. In this EIS, assessment of cumulative impacts to groundwater related to surface coal mining is based on impact predictions made by the South Gillette Area mines. Those drawdowns are extrapolated to evaluate the potential impacts of mining of the Belle Ayr North, West Coal Creek, Caballo West, and Maysdorf II LBA Tracts. Figure 4-5 depicts the extrapolated extent of the five-ft cumulative drawdown contour within the Wyodak coal aquifer resulting from the four mines in the South Gillette subregion. The extent of the five-ft drawdown contour is used by WDEQ/LQD to assess the cumulative extent of the impact to the groundwater system caused by mining operations.

The GAGMO 20-year report provides actual groundwater drawdown information after 20 years of mining (Hydro-Engineering 2001a). Most of the monitoring wells included in the GAGMO 20-year report (488 wells out of 570) are completed in the coal beds, in the overlying sediments, or in sand channels or interburden between the coal beds at 16 active and proposed mine sites. Since 1996, some BLM monitor wells have been included in the GAGMO reports.

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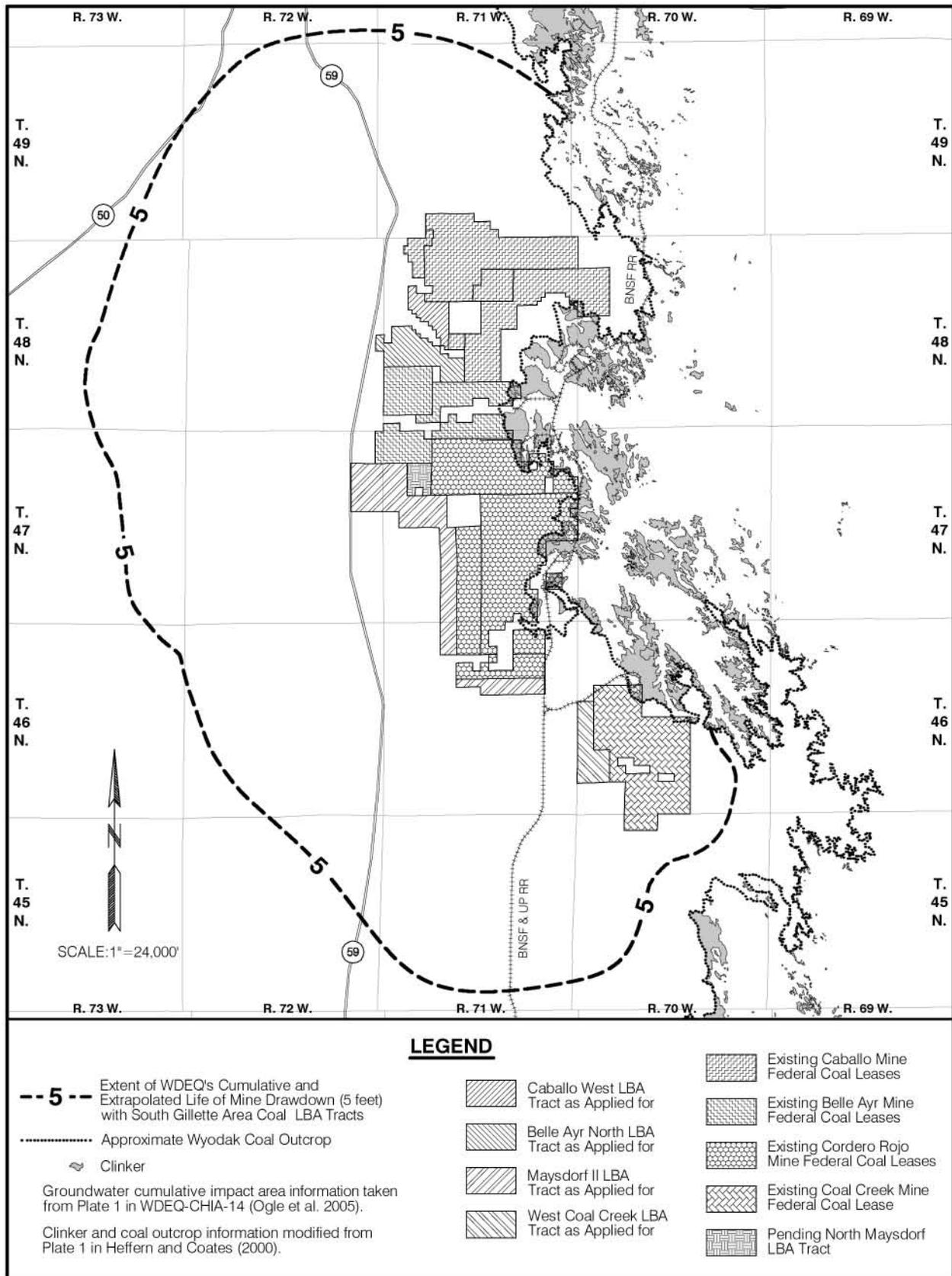


Figure 4-5. Extrapolated Extent of Life of Mine Cumulative Drawdown Within the Wyodak Coal Aquifer With the Addition of the South Gillette Area Coal Lease Applications.

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The USGS CHIA predicted the approximate area of five feet or more water level decline in the Wyodak coal aquifer which would result from “all anticipated coal mining”. “All anticipated coal mining” included 16 surface coal mines operating at the time the report was prepared and six additional mines proposed at that time. All of the currently producing mines, including the South Gillette Area mines, were considered in the USGS CHIA analysis (Martin et al. 1988). The study predicted that water supply wells completed in the coal may be affected as far away as eight miles from mine pits, although the effects at that distance were predicted to be minimal.

As drawdown propagates to the west, available drawdown in the coal aquifer increases. Available drawdown is defined as the elevation difference between the potentiometric surface (elevation to which water will rise in a well bore) and the bottom of the aquifer. Proceeding west, the coal depth increases faster than the potentiometric surface declines, so available drawdown in the coal increases. Since the depth to coal increases, most stock and domestic wells are completed in units above the coal. Consequently, with the exception of CBNG wells, few wells are completed in the coal in the areas west of the mines. Those wells completed in the coal have considerable available drawdown, so it is unlikely that surface coal mining would cause adverse impacts to wells outside the immediate mine area.

Wells in the Wasatch Formation were predicted to be impacted by drawdown only if they were within 2,000 ft of a mine pit (Martin et al. 1988). Drawdown occurs farther from the mine pits in the coal than in the shallower aquifers because the coal is a confined aquifer that is areally extensive. The area in which the shallower aquifers (Wasatch Formation, alluvium, and clinker) experience a five-ft drawdown would be much smaller than the area of drawdown in the coal because the shallower aquifers are generally discontinuous, of limited areal extent, and often unconfined.

When the USGS CHIA was prepared, there were about 1,200 water supply wells within the maximum impact area defined in that study. Of those wells, about 580 were completed in Wasatch aquifers, about 100 in the Wyodak coal aquifer, and about 280 in strata below the coal. There were no completion data available for the remainder of the wells (about 240) at the time the USGS CHIA was prepared.

If the South Gillette Area Coal LBA tracts are leased and mined, the groundwater drawdown would be extended into the area surrounding the proposed new leases. When a lease is issued to an existing mine for a maintenance tract, the mine must revise its existing mining permit to include the new tract in its mine and reclamation plans. In order to do that, the lessee would be required to conduct a detailed groundwater analysis to predict the extent of drawdown in the coal and overburden aquifers caused by mining the new lease. WDEQ/LQD would use the revised drawdown predictions to update their cumulative hydrologic impact analysis (WDEQ CHIA) for this portion of the PRB. The applicant has installed monitoring wells that would be used to confirm or refute

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drawdown predicted by analysis. This analysis would be required as part of the WDEQ mine permitting procedure discussed in Sections 1.2 and 1.3.

Potential water-level decline in the subcoal Fort Union Formation is the third major groundwater issue. Water level declines in the Tullock Aquifer have been documented in the Gillette area. According to Crist (1991), these declines are most likely attributable to pumpage for municipal use by Gillette and for use at subdivisions and trailer parks in and near the city of Gillette. Most of the water-level declines in the subcoal Fort Union wells occur within one mile of the pumped wells (Crist 1991, Martin et al. 1988). Many of the mines have water supply wells completed in zones below the coal, but the mine facilities in the PRB are separated by a distance of one mile or more, so little interference between mine supply wells would be expected.

In response to concerns voiced by regulatory personnel, several mines have conducted impact studies of the subcoal Fort Union Formation. The OSM also commissioned a cumulative impact study of the subcoal Fort Union Formation to address the effects of mine facility wells on this aquifer (OSM 1984). Conclusions from these studies are similar and may be summarized as follows:

- Because of the discontinuous nature of the sands in this formation and because most large-yield wells are completed in several different sands, it is difficult to correlate completion intervals between wells.
- In the Gillette area, water levels in this aquifer have probably declined because the city of Gillette and several subdivisions have utilized water from the formation (Crist 1991). (Note: Gillette is mixing Fort Union Formation water with water from wells completed in the Madison Formation. Also, because drawdown has occurred, some operators are able to dispose of CBNG water by injecting it into the subcoal Fort Union Formation near the city of Gillette.)
- Because large saturated thicknesses are available (locally) in this aquifer unit, generally 500 ft or more, a drawdown of 100 to 200 ft in the vicinity of a pumped well would not dewater the aquifer.

Most of the existing coal mines in the PRB have permits from the Wyoming SEO for subcoal Fort Union Formation water supply wells. Two industrial water supply wells within Belle Ayr Mine's existing permit area (Belle Ayr No. 2 Plant #2 Well) are completed in the Fort Union Formation. The Coal Creek Mine uses two wells (State 16-46-70 and CCFU-17-1) completed in this formation to supply water for human consumption and mining operations. The Caballo Mine uses two wells completed in the sub-coal Fort Union Formation (DW-1 and FTUNION#2) to supply water for human consumption and mining operations. Cordero Rojo Mine uses four wells (Rojo No. 1, Rojo No. 2A, PW-24-1-P, and PW-24-2-P) completed in this formation to supply water for human consumption and mining operations. Locations of Fort Union Formation supply wells for the Belle Ayr, Coal Creek, Caballo, and Cordero Rojo Mines are shown on

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Supplementary Information document Figures S1-3, S2-2, S3-3, and S4-3, respectively. Extending the life of the South Gillette Area mines by issuing new leases would result in additional water being withdrawn from the subcoal Fort Union Formation, but no new sub-coal water supply wells would be required. The additional water withdrawal would not be expected to extend the area of water level drawdown over a substantially larger area due to the discontinuous nature of the sands in the Tullock Member and the fact that drawdown and yield reach equilibrium in a well due to recharge effects. Due to the distances separating subcoal Fort Union Formation wells used for mine water supply, these wells have not experienced interference and are not likely to in the future.

Water requirements and sources for proposed power plants are not currently known, however, there are no proposed power plants in the immediate vicinity of the South Gillette Area mines. The Wyoming SEO is discouraging further development of the lower Fort Union Formation aquifers, so the most likely groundwater source for future power plants the Lance-Fox Hills Aquifer System. This would reduce the chances that the power plants would add to cumulative hydrologic impacts of mining and CBNG production.

The fourth issue of concern with respect to groundwater is the effect of mining on water quality. Specifically, what effect does mining have on the water quality in the surrounding area, and what are the potential water quality problems in the backfill aquifer following mining?

In a regional study of the cumulative impacts of coal mining, the median concentrations of dissolved solids and sulfates were found to be higher in water from backfill aquifers than in water from either the Wasatch Formation overburden or the Wyodak coal aquifer (Martin et al. 1988). This is expected because blasting and movement of the overburden materials exposes more surface area to water, increasing dissolution of soluble materials, particularly from the overburden materials that were situated above the saturated zone in the premining environment.

One pore volume of water is the volume of water that would be required to saturate the backfill following reclamation. The time required for one pore volume of water to pass through the backfill aquifer is greater than the time required for the postmining groundwater system to reestablish equilibrium. According to the USGS CHIA, estimates of the time required to reestablish equilibrium range from tens to hundreds of years (Martin et al. 1988).

The major current use of water from the aquifers being replaced by the backfill (the Wasatch Formation overburden and Wyodak coal aquifers) is for livestock because these aquifers are typically too high in dissolved solids for domestic use and well yields are typically too low for irrigation (Martin et al. 1988). Chemical analyses of 336 samples collected between 1981 and 1986 from 45 wells completed in backfill aquifers at 10 mines indicated that the quality of water in the backfill will, in general, meet the state standard for livestock use of 5,000 mg/L for TDS when recharge occurs (Martin et al. 1988).

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The 2000 annual GAGMO report (Hydro-Engineering 2001b) evaluated samples from 48 backfill wells in 1999 and found that the TDS in 75 percent were less than 5,000 mg/L, TDS in 23 percent were between 5,000 and 10,000 mg/L, and TDS in one well was above 10,000 mg/L. An analysis of about 2,000 samples collected from 95 backfill monitoring wells between 1986 and 2002 found that the water quality in 75 percent of the wells were within the acceptable range for the Wyoming livestock standard, with 25 percent exceeding that standard (Ogle 2004).

WDEQ/LQD calculated a median TDS concentration of 3,293 mg/L for the backfill aquifer in the east-central area of the PRB, which includes the mines in the general South Gillette analysis area, based on 1,384 samples (Ogle et al. 2005). These results suggest that the TDS in the backfill aquifer in the middle group of mines meets the requirements for livestock use and is similar to TDS found in the undisturbed Wasatch Formation overburden but typically larger than TDS found in the Wyodak coal aquifer. The 2005 Annual GAGMO report (Hydro-Engineering 2006) indicates that TDS concentrations in 2005 ranged from 802 mg/L at BTB-24 (Black Thunder Mine) to 12,409 mg/L at SP-4-NA (North Antelope Rochelle Mine). The TDS concentrations at the Belle Ayr Mine in 2005 ranged from 656 mg/L at RW2902 to 5730 mg/L at RW3401. The TDS concentrations at the Caballo Mine in 2005 ranged from 683 mg/L at CA-1449-B to 6691 mg/L at CA-724-b. These values are consistent with the findings of the WDEQ CHIA. The incremental effect on groundwater quality due to leasing and mining the South Gillette Area Coal LBA tracts would be to increase the total volume of backfill and, thus, the time for equilibrium to reestablish.

The fifth area of concern is the potential for cumulative impacts to groundwater resources due to the proximity of coal mining and CBNG development. The Wyodak coal is being developed by mining and CBNG production in the same general area. Dewatering activities associated with CBNG development have overlapped with and expanded the area of groundwater drawdown in the coal aquifer in the PRB over what would occur due to coal mining development alone, and this would be expected to continue.

Numerical groundwater flow modeling was used to predict the impacts of the cumulative stresses imposed by mining and CBNG development on the Fort Union Formation coal aquifer in the PRB Oil and Gas Project EIS (BLM 2003b). Modeling was necessary because of the large areal extent, variability, and cumulative stresses imposed by mining and CBNG development on the Fort Union coal aquifers. Information from earlier studies was incorporated into the modeling effort for this analysis.

As expected, the modeling indicated that the groundwater impacts from CBNG development and surface coal mining would be additive in nature and that the addition of CBNG development would extend the area experiencing a loss in hydraulic head to the west of the mining area. The 20-year GAGMO report stated that drawdowns in all areas have greatly increased due to the water

production from the Wyodak coal aquifer by CBNG producers (Hydro-Engineering 2001a).

Drawdowns in the coal caused by CBNG development would be expected to reduce the need for dewatering in advance of mining, which would be beneficial for mining operations. Wells completed in the coal may also experience increased methane emissions in areas of significant aquifer depressurization. There is a potential for conflicts to occur over who (coal mining or CBNG operators) is responsible for replacing or repairing private wells that are adversely affected by the drawdowns; however, the number of potentially affected wells completed in the coal is not large.

As discussed previously, coal companies are required by state and federal law to mitigate any water rights that are interrupted, discontinued, or diminished by coal mining. In response to concerns about the potential impacts of CBNG development on water rights, a group of CBNG operators and local landowners developed a standard water well monitoring and mitigation agreement that can be used on a case-by-case basis as development proceeds. All CBNG operators on federal oil and gas leases are required to offer this water well agreement to the surface landowners (BLM 2003b).

After CBNG development and coal mining projects are completed, it will take longer for groundwater levels to recover due to the overlapping drawdown impacts caused by the dewatering and depressuring of the coal aquifer by both operations.

4.2.4.2 Surface Water

For the PRB Coal Review Task 1B Report, which describes the baseline year (2003) water resource conditions including surface water use and surface water availability, the Wyoming PRB is divided into two major water planning areas: the Powder/Tongue River Basin and the Northeast Wyoming River Basins.

The main rivers in the Powder/Tongue River Basin are the Tongue River and the Powder River. The Powder/Tongue River Basin receives substantial surface water runoff from the Big Horn Mountains, leading to major agricultural development along drainages in the Tongue River and Powder River basins. Reservoirs are used throughout the basin for agricultural water supply and for municipal water supply in the Powder/Tongue River Basin. Water use in the Powder/Tongue River Basin as of 2002 is summarized in Table 4-15.

The Little Bighorn River, Tongue River, Powder River, Crazy Woman Creek, and Piney Creek carry the largest natural flows in the Powder/Tongue River Basin. Many of the other major drainages are affected by irrigation practices to the extent that their flows are not natural (HKM Engineering et al. 2002a). Water availability in the major sub-basins of the Powder/Tongue River Basin is summarized in Table 4-16. This table presents the amount of surface water in

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Table 4-15. Water Use as of 2002 in the Powder/Tongue River Basin.

Water Use Categories	Dry Year		Normal Year (acre-feet per year)		Wet Year	
	Surface Water	Ground-water	Surface Water	Ground-water	Surface Water	Ground-water
Agricultural	178,000	200	184,000	200	194,000	300
Municipal	2,700	500	2,700	500	2,700	500
Domestic	---	4,400	---	4,400	---	4,400
Industrial ¹	---	68,000	---	68,000	---	68,000
Recreation			Non-consumptive			
Environmental			Non-consumptive			
Evaporation	11,300	--	11,300	--	11,300	--
Total	192,000	73,100	198,000	73,100	208,000	73,200

¹ Includes conventional oil and gas production water and CBNG production water.

Source: HKM Engineering et al. 2002a

Table 4-16. Surface Water Availability in the Powder/Tongue River Basin.

Sub-basin	Surface Water Availability (acre-feet per year)		
	Wet Years	Normal Years	Dry Years
Little Bighorn River	152,000	113,000	81,000
Tongue River	473,000	326,000	218,000
Clear Creek	213,000	124,000	80,000
Crazy Woman Creek	69,000	32,000	16,000
Powder River	547,000	324,000	16,000
Little Powder River	48,000	12,000	3,000
Total	1,502,000	931,000	414,000

Source: HKM Engineering et al. 2002a

acre-feet that is physically available above and beyond allocated surface water in these drainages. As a result of the Yellowstone River Compact, Wyoming must share some of the physically available surface water in the Powder/Tongue River Basin with Montana.

The main rivers in the Northeast Wyoming River Basins are the Belle Fourche in Campbell and Crook Counties and the Cheyenne River in Converse, Weston, and Niobrara Counties. Water in these rivers and their tributaries comes from groundwater baseline flow and from precipitation, especially from heavy storms during the summer months. Water use in the Northeast Wyoming River Basins as of 2002 is summarized in Table 4-17.

Stream flow in the major drainages of the Northeast Wyoming River Basins is much less than in the Powder/Tongue River Basin, due to the absence of a major mountain range to provide snow melt runoff. Water availability in the major sub-basins of the Northeast Wyoming Rivers Basin is summarized in Table 4-18.

The portions of the PRB Coal Review Task 3B Report that have been completed evaluate cumulative impacts to surface water quality as a result of CBNG, conventional oil and gas, and surface coal mining development in 2003, and projected development in 2010, 2015, and 2020 in the PRB Coal Review Task 3

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Table 4-17. Water Use as of 2002 in the Northeast Wyoming River Basins.

Water Use Categories	Dry Year		Normal Year (acre-feet per year)		Wet Year	
	Surface Water	Ground-water	Surface Water	Ground-water	Surface Water	Ground-water
Agricultural	65,000	11,000	69,000	17,000	71,000	17,000
Municipal	---	9,100	---	9,100	---	9,100
Domestic	---	3,600	---	3,600	---	3,600
Industrial (Oil and Gas) ¹	---	46,000	---	46,000	---	46,000
Industrial (Other) ²	---	4,700	---	4,700	---	4,700
Recreation	Non-consumptive					
Environmental	Non-consumptive					
Evaporation (Key Reservoirs)	14,000	---	14,000	---	14,000	---
Evaporation (Stock Ponds)	6,300	---	6,300	---	6,300	---
Total	85,300	74,400	89,300	80,400	91,300	80,400

¹ Includes conventional oil and gas production water and CBNG production water.

² Includes electricity generation, coal mining, and oil refining.

Source: HKM Engineering et al. 2002b

Table 4-18. Surface Water Availability in the Northeast Wyoming River Basins.

Sub-basin	Surface Water Availability (acre-feet per year)		
	Wet Years	Normal Years	Dry Years
Redwater Creek	34,000	26,000	17,000
Beaver Creek	30,000	20,000	14,000
Cheyenne River	103,000	31,000	5,000
Belle Fourche River	151,000	71,000	13,000
Total	318,000	148,000	49,000

Source: HKM Engineering et al. 2002b

study area (Figure 4-4). The surface water resources in the PRB Coal Review Task 3 study area consist primarily of intermittent and ephemeral streams and scattered ponds and reservoirs. A major impact of the projected development activities would be direct surface disturbance of these surface water features. Table 4-9 summarizes the cumulative baseline (2003) and projected (in 2010, 2015, and 2020) acres of surface disturbance and reclamation. The projected activities would result in surface disturbance in each of the six Task 3 study area subwatersheds (Figure 4-4). Discrete locations for development disturbance and reclamation areas cannot be determined based on existing information. However, the projected disturbance would primarily involve the construction of additional linear facilities, product gathering lines, and road systems associated with conventional oil and gas and CBNG activities, plus

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additional disturbance associated with extending coal mining operations onto lands adjacent to the existing mines.

Surface disturbing activities can result in sediment input to water bodies, which affects water quality parameters such as turbidity and bottom substrate composition. Contaminants also can be introduced into water bodies through chemical characteristics of the sediment. Studies have shown that TDS levels in streams near reclaimed coal mine areas have increased from one percent to seven percent (Martin et al. 1988). Typically, sedimentation effects are short-term in duration and localized in terms of the affected area. Suspended sediment concentrations would stabilize and return to typical background concentrations after construction or development activities have been completed. It is anticipated that sediment input associated with development disturbance areas would be minimized by implementation of appropriate erosion control measures, as would be determined during future permitting.

Future coal mining could remove intermittent or ephemeral streams and stock ponds in the Little Powder River, Upper Belle Fourche River, Upper Cheyenne River, and Antelope Creek subwatersheds. As discussed in Section 3.5.2, the South Gillette Area mines are in the Upper Belle Fourche River subwatershed. Coal mine permits provide for removal of first- through fourth-order drainages. During reclamation, third- and fourth-order drainages must be restored; first- and second-order drainages often are not replaced (Martin et al. 1988).

Coal mining-related surface water would be discharged into intermittent and ephemeral streams in four subwatersheds (Antelope Creek, Little Powder River, Upper Belle Fourche River, and Upper Cheyenne River). Based on current trends, it is assumed that most, if not all, of the coal mine-produced water would be consumed during operation. As discussed in Section 3.5.2.2, changes in surface runoff would occur as a result of the destruction and reconstruction of drainage channels as mining progresses. Sediment control structures would be used to manage discharges of surface water from the mine permit areas. State and federal regulations require treatment of surface runoff from mined lands to meet effluent standards.

The PRB Coal Review assumes that future permitting would allow a portion of CBNG-produced water to be discharged to intermittent and ephemeral drainages as is currently allowed in the six subwatersheds in the PRB Coal Review Task 3 study area (Figure 4-4). It is estimated that up to 39,108, 41,899, and 37,390 mmgpy of water would be produced in 2010, 2015, and 2020, respectively.

The PRB Coal Review Task 3B surface water quality impact analysis utilizes the surface water model described in the Surface Water Quality Analysis Technical Report (Greystone 2003), which was prepared in support of the PRB Oil and Gas Project EIS (BLM 2003b), to evaluate the cumulative impacts to surface water resources from surface discharge of CBNG development. Based on past monitoring in receiving streams, most CBNG discharge water either infiltrates or evaporates within a few miles of the discharge points and generally is not

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recorded at USGS Stream gauging stations. Impacts to surface water flow and quality are therefore generally limited to within a few miles of the discharge point. In view of this, the PRB Coal Review Task 3B water quality impact analysis assumes a conveyance loss of 70 percent for the water quality assessment and modeling analysis.

Key water quality parameters for predicting the potential effects of CBNG development in the surface water quality impact analysis focused on the suitability of surface water for irrigated agriculture. Sodium adsorption ratio, or SAR, and salinity, measured by electrical conductivity or EC, were utilized for this prediction. Most restrictive (MRPL) and least restrictive (LRPL) regulatory standards for EC and SAR applicable to the subwatersheds were developed and used in the analysis. The limits presented in Table 4-19 were used during the comparison of EC and SAR valued for resulting mixtures of existing streamflows and discharges from CBNG wells under various flow conditions and the CBNG water discharge projections for 2010, 2015, and 2020.

Table 4-19. Summary of Proposed Limits for SAR and EC.

Subwatershed	Most Restrictive Proposed Limit (MRPL)		Least Restrictive Proposed Limit (LRPL)	
	SAR	EC ($\mu\text{S}/\text{cm}$)	SAR	EC ($\mu\text{S}/\text{cm}$)
Little Powder	5	2,000	9.75	2,500
Powder	2	2,000	9.75	2,500
Belle Fourche	6	2,000	10	2,500
Cheyenne, Antelope Creek	10	2,000	10	2,500

Source: Wyoming DEQ, Montana DEQ, and South Dakota Legislative Council

The impacts to water quality on the receiving drainages assumed two hydrologic conditions: dry year conditions and normal year conditions. The impact analysis, conducted using monthly flows, comparatively evaluated the water quality parameters (SAR and EC) of the receiving drainage before and after mixing with discharge water generated by the CBNG wells within that drainage. In general, the water discharged from the CBNG wells reflected increased levels of SAR and reduced levels of EC compared to the water quality of the receiving drainages. Impacts to water quality are likely to be maximized during the low flow months; consequently, the comparative evaluation of water quality also focused on the minimum monthly flow associated with the dry year and normal year conditions.

The water quality impact analysis made several observations regarding the overall effects of mixing CBNG well production water with surface water in the PRB Coal Review Task 3 study area. These general observations are summarized below.

Before mixing, the surface water in the Upper Powder River exceeds the MRPL for both EC and SAR throughout the majority of the year. Levels of SAR are less than the LRPL while EC values generally exceed the LRPL from July through December. After mixing, a minimal reduction in EC and a minor increase in

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SAR are projected, which reflects the relatively small contribution of CBNG well production water to the much larger flows in the Upper Powder River. Projected SAR values exceed the MRPL through out the year while meeting the LRPL. Projected EC values exceed the MRPL throughout the majority of the year and the LRPL from July though December.

For Antelope Creek and the Dry Fork Cheyenne River under the before mixing scenario, the SAR values are relatively low and do not exceed the MRPL. The EC values exceed the MRPL during the low-flow months, but are typically less than the LRPL all year. After mixing, SAR levels increase but are projected to continue to meet the MRPL and a reduction in EC is projected that meets the MRPL throughout the year. This is a reflection of the lack of surface water in these streams combined with the relatively low values for EC and SAR in the CBNG well production water.

Before mixing, the surface water in the Little Powder River exceeds the MRPL for EC and SAR throughout the majority of the year. SAR levels remain below the LRPL throughout the year, but EC levels exceed the LRPL during the low flow months. After mixing, the projected SAR values exceed the MRPL throughout the year and exceed the LRPL from one month (in 2003) to five months (in 2010 and 2015) of the year. The projected EC exceeds the MRPL for four months of the year but meets the LRPL throughout the year.

For the Upper Cheyenne River before mixing, the SAR levels do not exceed the MRPL and the EC levels exceed the MRPL for eleven months of the year and the LRPL for nine months of the year. After mixing, the projected SAR levels continue to meet the MRPL throughout the year and the projected EC levels exceed the MRPL for 10 or more months of the year and the LRPL for six or more months of the year.

Before mixing, the surface water in the Upper Belle Fourche River exceeds the MRPL for SAR from November though January while meeting the LRPL throughout the year. The EC levels exceed the MRPL from September through January and exceed the LRPL from November through January. After mixing, the projected SAR values exceed the MRPL six or more months of the year while continuing to meet the LRPL throughout the year. The projected EC values meet the MRPL throughout the year.

The suitability of the mixed water for irrigation purposed is related to EC and SAR. In general, the water most suitable for irrigation has a relatively low SAR and a relatively high EC. Elevated SAR values may reduce permeability in clayey soils, which reduces the rate of water infiltration. As discussed above, the water discharged from the CBNG wells is generally characterized by higher levels of SAR and reduced levels of EC compared to the water quality of the receiving drainages. In those cases where mixing results in a significant increase in SAR and the EC is moderately low, the water was considered unsuitable. For Antelope Creek, the Dry Fork Cheyenne River, the Little Powder River and the Upper Belle Fourche River, the projected water quality after mixing

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demonstrated adequate suitability for irrigation during normal year conditions and unsuitability for irrigation during some to all of the irrigation season during dry year conditions. In general, for periods where CBNG well production water represents the majority of the flow available for irrigation purposes, there is a reduction in the suitability of the water for irrigation purposes.

4.2.5 Channel Stability

A qualitative assessment of the impacts to receiving drainages resulting from the introduction of CBNG well production water was made. The channel of the Belle Fourche River below Moorcroft would change by less than 0.2%, while the channel of the Little Powder River near Weston would change by less than 0.3% (Table 4-20). Given the low increase in mean annual discharge from introduced CBNG water, changes in channel geomorphology (width, depth, gradient, bed material transport and meander wavelength) are considered imperceptible.

Table 4-20. Impact of CBNG Production Water on Perennial Streams.

Location	Channel Forming Discharge ⁽¹⁾ (cfs)	CBNG Discharge		Estimated Width		Potential Impact [Increased Width]	
		(cfs)	(%)	Existing Conditions (ft)	Combined Discharge (ft)	(ft)	(%)
Little Powder River above Dry Creek near Weston, Wyoming (USGS Gage 06324970)	270 to 420	2.2	0.5% to 0.8%	47.3 to 56.3	47.4 to 56.4	0.15 to 0.12	0.3%
Belle Fourche River below Moorcroft, Wyoming (USGS Gage 06426500)	652 to 789	3.9	0.5% to 0.6%	66.9 to 72.1	67.0 to 72.2	0.16 to 0.14	0.2%

⁽¹⁾ Discharge associated with the 1.5 to 2 year recurrence interval.

Discharge of CBNG well production water into ephemeral drainages may start or exacerbate erosion in the channel. Given the potentially greater increase in ephemeral drainages due to a lower natural flow, channel geomorphology is more likely to be perceptible. Monitoring and mitigation for erosion are included in water management planning for oil and gas drilling approvals. According to the BLM Task 3B Report, a special study was done of the Caballo Creek drainage in the Belle Ayr mine permit area, to see how reclaimed drainages were impacted by increased CBNG discharges. It was determined that CBNG discharge represented less than 1% of the 2-year peak discharge. No active erosion was noted in the natural or diverted portions of the Caballo Creek channel, while an increase in vegetative diversity and density was noted. The minor amount of flow increase would not likely result in increased erosion in streams similar to Caballo Creek. While it is more likely that creeks with smaller drainage areas, like Duck Nest or Bone Pile Creeks may experience more erosion due to relatively larger flow increases due to CBNG discharge, such effects were not observed in the field (BLM 2008).

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4.2.6 Alluvial Valley Floors

The identified AVFs for all coal mines in the PRB Coal Review study area are described in the PRB Coal Review Task 1D Report (BLM 2005c), based on individual mine State Decision Documents. Regulatory determinations of AVF occurrence and location are completed as part of the permitting process for coal mining operations, because their presence can restrict mining activities under SMCRA and Wyoming laws. The WDEQ/LQD administers the AVF regulations for coal mining activities in Wyoming. Coal mine-related impacts to designated AVFs generally are not permitted if the AVF is determined to be significant to agriculture. If an AVF is determined not to be significant to agriculture or if the permit to affect the AVF was approved prior to the effective date of SMCRA, the AVF can be disturbed during mining but must be restored to essential hydrologic function during reclamation.

The formal AVF designation and related regulatory programs described above are specific to coal mining operations; however, other development-related activities in the study area would potentially impact AVF resources. The portions of the PRB Coal Review Task 3 study area that lie outside of the mine permit areas have generally not been surveyed for the presence of AVFs; therefore, the locations and extent of the AVFs outside of the mine permit areas have not been determined.

4.2.7 Soils

The PRB Coal Review Task 3D Report (BLM 2005f) discusses potential cumulative impacts to soils as a result of projected development activities in the PRB Coal Review Task 3 study area. The area of surface coal mining disturbance and reclamation for the baseline year (2003) and the projected cumulative areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Tables 4-2 and 4-3. The area of disturbance and reclamation for all development for the baseline year and the projected cumulative total areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Table 4-9.

Development activities such as increased vehicle traffic, vegetation removal, soil salvage and redistribution, discharge of CBNG produced groundwater, and construction and maintenance of project-specific components (e.g., roads, ROWs, well pads, industrial sites, and associated ancillary facilities) would result in cumulative impacts to soils in the study area. In general, soil disturbance and handling from these activities would generate both long-term and short-term impacts to soil resources through accelerated wind or water erosion, declining soil quality factors, compaction, and the essentially permanent removal of soil resources at industrial sites.

Of the types of development projects in the study area, coal mining activities would create the most concentrated cumulative impacts to soils. This is due to the large acreages involved and the tendency of mining operations to occur in contiguous blocks. These factors would encourage widespread accelerated wind

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and water erosion. Extensive soil handling would cause compaction and a corresponding loss of permeability to water and air; a decline in microbial populations, fertility, and organic matter; and potential mixing of saline and/or alkaline soil zones into seedbeds, which would reduce soil quality. There would be a limited availability of suitable soil resources for reclamation uses in some areas.

However, for surface coal mining operations, there are measures that are either routinely required or can be specifically required as necessary to reduce impacts to soil resources and to identify overburden material that may be unsuitable for use in reestablishing vegetation, as discussed in Sections 3.3.1.3, 3.4.2.3, and 3.8.3.

As described in Appendix E of the PRB Coal Review Task 2 Report (BLM 2005d), a variety of CBNG water disposal methods may be employed in the Task 3 study area. The potential impacts to soils would depend on the water treatment method, if any, and the nature of the disposal method. As discussed in the PRB Coal Review Task 3D Report (BLM 2005f), due to elevated SAR levels in water produced from the Wyodak-Anderson coal zone in the Upper Powder River and Little Powder River subwatersheds, land applications of CBNG-produced water in those areas could increase soil alkalinity. As discussed above in Section 4.2.4.2, the SAR values are generally low for the Upper Belle Fourche subwatershed and tend to exceed the MRPL after mixing with discharged CBNG water during six months of the year while meeting the LRPL throughout the year. Land application of CBNG-produced water is not anticipated in this area. The specific approaches to CBNG water discharges, the resource conditions and locations in which they occur, the timing of discharges, and the discharge permit stipulations from regulatory and land management agencies would determine the extent and degree of potential impacts to soils.

4.2.8 Vegetation, Wetlands and Riparian Areas

The PRB Coal Review Task 3D Report (BLM 2005f) discusses potential cumulative impacts to vegetation, wetlands, and riparian areas as a result of projected development activities in the PRB Coal Review Task 3 study area. The area of surface coal mining disturbance and reclamation for the baseline year (2003) and the projected cumulative areas of disturbance and reclamation for 2010, 2015, and 2020 related to surface coal mining are shown in Tables 4-2 and 4-3. For all projected development, the baseline year area of disturbance and reclamation and the projected cumulative total areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Table 4-9.

4.2.8.1 Vegetation

The PRB is characterized as a mosaic of general vegetation types, which include prairie grasslands, shrublands, forested areas, and riparian areas. These broad categories often represent several vegetation types that are similar in terms of dominant species and ecological importance. Fourteen vegetation types were

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identified within the PRB Coal Review Task 1 study area, of which 10 primarily consist of native vegetation and are collectively classified as rangeland. These vegetation types include short-grass prairie, mixed-grass prairie, sagebrush shrubland, other shrubland, coniferous forest, aspen, forested riparian, shrubby riparian, herbaceous riparian, and wet meadow. The remaining vegetation types support limited or non-native vegetation and include cropland, urban/disturbed, barren, and open water. The vegetation types are described in more detail in the Task 1D Report for the PRB Coal Review (BLM 2005c).

Impacts to vegetation can be classified as short-term and long-term. Potential short-term impacts arise from the removal and disturbance of herbaceous species during a project's development and operation (e.g., coal mining, CBNG drilling and production, etc.), which would cease upon project completion and successful reclamation in a given area. Reclaimed mine land is defined by WDEQ/LQD as affected land that has been backfilled, graded, topsoiled, and permanently seeded in accordance with the approved practices specified in the reclamation plan (Christensen 2002). Species composition on the reclaimed lands may be different than on the surrounding undisturbed lands. The removal of woody species would be considered a long-term impact since these species take approximately 25 years or longer to attain a size comparable to woody species present within proposed disturbance areas. Potential long-term impacts would also include permanent loss of vegetation and vegetative productivity in areas that would not be reclaimed in the near term (e.g., power plant sites, etc.).

4.2.8.2 Special Status Plant Species

Special status plant species are those species for which state or federal agencies afford an additional level of protection by law, regulation, or policy. Included in this category are federally listed and federally proposed species (species that are protected under the ESA), BLM Sensitive Species, USDA-FS Sensitive Species, and WGFD Species of Special Concern in Wyoming. Further discussions of species that are protected under the ESA, BLM Sensitive Species, and USDA-FS Sensitive Species are included in Appendices H and I of this EIS. One federally listed species (Ute ladies'-tresses orchid) and three USDA-FS sensitive species (Barr's milkvetch, Rosy palafox, and Lemonscent) are known to occur in the PRB Coal Review Task 3 study area. Three BLM sensitive species [Nelson's milkvetch and Laramie columbine (Casper Field Office) and William's wafer-parsnip (Buffalo Field Office)] may occur in the PRB Coal Review Task 3 study area.

Potential direct impacts to special status plant species in the study area could include the incremental loss or alteration of potential or known habitat, associated with past and projected activities. Direct impacts also could include the direct loss of individual plants within the PRB Coal Review Task 3 study area, depending on their location in relation to development activities. Indirect impacts could occur due to increased dispersal and establishment of noxious weeds, which may result in the displacement of special status plant species in the long term.

4.2.8.3 Noxious and Invasive Weed Species

Once established, invasive and non-native plant species can out-compete and eventually replace native species, thereby reducing forage productivity and the overall vigor and diversity of existing native plant communities. The State of Wyoming has currently designated the following 25 plant species as noxious weeds:

- Field bindweed (*Convolvulus arvensis*)
- Canada thistle (*Cirsium arvense*)
- Leafy spurge (*Euphorbia esula*)
- Perennial sowthistle (*Sonchus arvensis*)
- Quackgrass (*Agropyron repens*)
- Hoary cress (*Cardaria draba*)
- Perennial pepperweed (giant whitetop) (*Lepidium latifolium*)
- Ox-eye daisy (*Chrysanthemum leucanthemum*)
- Skeletonleaf bursage (*Franseria discolor* Nutt.)
- Russian knapweed (*Centaurea repens* L.)
- Yellow toadflax (*Linaria vulgaris*)
- Dalmatian toadflax (*Linaria dalmatica*)
- Scotch thistle (*Onopordum acanthium*)
- Musk thistle (*Carduus nutans*)
- Common burdock (*Arctium minus*)
- Plumeless thistle (*Carduus acanthoides*)
- Dyers woad (*Isatis tinctoria*)
- Houndstongue (*Cynoglossum officinale*)
- Spotted knapweed (*Centaurea maculosa* Lam.)
- Diffuse knapweed (*Centaurea diffusa* Lam.)
- Purple loosestrife (*Lythrum salicaria* L.)
- Saltcedar (*Tamarix spp.*)
- Common St. Johnswort (*Hypericum perforatum*)
- Common Tansy (*Tanacetum vulgare*)
- Russian olive (*Elaeagnus angustifolia* L.)

Campbell County does not have a declared list of weeds

Development-related construction and operation activities would potentially result in the dispersal of noxious and invasive weed species within and beyond the surface disturbance boundaries, which would result in the displacement of native species and changes in species composition in the long term. The potential for these impacts would be higher in relation to the development of linear facilities (e.g., pipeline ROWs, oil- and gas-related road systems, etc.) than for site facilities (e.g., mines, power plants, etc.) due to the potential for dispersal of noxious weeds over a larger area.

Chapter 4, Section 2(d)(xiv) of the WDEQ/LQD rules and regulations requires that surface coal mines address weed control on reclaimed areas as follows:

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The operator must control and minimize the introduction of noxious weeds in accordance with Federal and State requirements until bond release.

Accordingly, the reclamation plans for all surface coal mines in the Wyoming PRB include steps to control invasion by weedy (invasive nonnative) plant species. As discussed in Chapter 3, Section 3.9.4, the South Gillette Area mines work with the Campbell County Weed and Pest Department and conduct an active noxious weed control program on their existing coal leases. Similar measures to identify and control noxious weeds are used at all of the surface coal mines in the Wyoming PRB as a result of the WDEQ/LQD regulatory requirements.

Mitigation to control invasion by noxious weeds for CBNG developers is determined on a site-specific basis and may include spraying herbicides before entering areas and washing vehicles before leaving infested areas. BLM reviews weed educational material during preconstruction on-site meetings with CBNG operators, subcontractors, and landowners. BLM also attaches this educational information to approved APDs or PODs (BLM 2003b). BLM also participates in a collaborative effort with the South Goshen Cooperative Extension Conservation District, the USDA-Natural Resources Conservation Service, private surface owners, WGFD, and the Weed and Pest District in a prevention program that includes a long-term integrated weed management plan, public awareness and prevention programs, and a common inventory (BLM 2003b).

4.2.8.4 Wetland and Riparian Species

Operations associated with development activities in the study area would result in the use of groundwater. Annually, during 2010-2020, from 30,000-35,000 mmgy of CBNG-produced water would be discharged to impoundments or intermittent and ephemeral streams or reinjected. The discharge of produced water could result in the creation of wetlands in containment ponds, landscape depressions, and riparian areas along segments of drainages that previously supported upland vegetation. In addition, existing wetlands and riparian areas that would receive additional water would become more extensive and potentially support a greater diversity of wetland species in the long term. Alternately, the discharge of abnormally high flows or water with SARs of 13 or more could impact existing vegetation as discussed in the Task 1D Report for the PRB Coal Review (BLM 2005c). For agricultural uses, the current Wyoming water quality standard for SAR is 8.0 (WDEQ/WQD 2005). SARs of 5 to 10 have been observed in discharge waters in the study area (BLM 2003b). Once water discharges have peaked and subsequently decrease in the long term, the extent of wetlands and riparian areas and species diversity would decrease accordingly. After the complete cessation of water discharges, artificially-created wetland and riparian areas once again would support upland species and previously existing wetland and riparian areas would decrease in areal extent.

4.2.9 Wildlife and Fisheries

The PRB Coal Review Task 3D Report (BLM 2005f) discusses potential cumulative impacts to wildlife as a result of projected development activities in the PRB Coal Review Task 3 study area. The area of habitat disturbance and reclamation related to surface coal mining for the baseline year (2003) and the projected cumulative areas of habitat disturbance and reclamation for 2010, 2015, and 2020 are shown in Tables 4-2 and 4-3. The baseline year area of total habitat disturbance and reclamation and the projected cumulative total areas of habitat disturbance and reclamation for 2010, 2015, and 2020 are shown in Table 4-9.

Impacts to wildlife can be classified as short-term and long-term. Potential short-term impacts arise from habitat disturbance associated with a project's development and operation (e.g., coal mines, CBNG wells, etc.) and would cease upon project completion and successful reclamation in a given area. Potential long-term impacts consist of long-term or permanent changes to habitats and the wildlife populations that depend on those habitats, irrespective of reclamation success, and habitat disturbance related to longer term projects (e.g., power plant facilities, rail lines, etc.). Direct impacts to wildlife populations as a result of development activities in the study area could include direct mortalities, habitat loss or alteration, habitat fragmentation, or animal displacement. Indirect impacts could include increased noise, additional human presence, and the potential for increased vehicle-related mortalities.

Habitat fragmentation from activities such as roads, well pads, mines, pipelines, and electrical power lines also can result in the direct loss of potential wildlife habitat. Other habitat fragmentation effects such as increased noise, elevated human presence, dispersal of noxious and invasive weed species, and dust deposition from unpaved road traffic can extend beyond the surface disturbance boundaries. These effects result in overall changes in habitat quality, habitat loss, increased animal displacement, reductions in local wildlife populations, and changes in species composition. However, the severity of these effects on terrestrial wildlife would depend on factors such as sensitivity of the species, seasonal use, type and timing of project activities, and physical parameters (e.g., topography, cover, forage, and climate).

4.2.9.1 Game Species

Big game species that are present within the Task 3 study area include pronghorn, white-tailed deer, mule deer, and elk. Potential direct impacts to these species would include the incremental loss or alteration of potential forage and ground cover associated with construction and operation of the past, present and reasonably foreseeable future development discussed in Section 4.1. Development associated with coal mining, drilling for CBNG, ancillary facilities, agricultural operations, urban areas, and transportation and utility corridors result in vegetation removal. Assuming that adjacent habitats would be at or near carrying capacity and considering the variabilities associated with drought

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conditions and human activities in the study area, the PRB Coal Review Task 3D study concluded that displacement of wildlife species (e.g., big game) as a result of development activities would create some unquantifiable reduction in wildlife populations.

There are a number of big game habitat ranges within the PRB Coal Review Task 3 study area. In Wyoming, the WGFD and the BLM have established habitat classifications based on seasonal use. Classification types include crucial winter, severe winter, winter yearlong, and yearlong. Crucial winter range areas are considered essential in determining a game population's ability to maintain itself at a certain level over the long term. As discussed in the PRB Coal Review Task 2 Report, discrete locations for most of the disturbance related to the projected development could not be determined based on the available information. However, identified future coal reserves were used for the Task 3D Report to provide some level of quantification of potential future impacts to big game ranges. Tables 4-21 through 4-24 summarize the effects on pronghorn, deer, and elk game ranges as a result of the predicted lower and upper levels of coal production through 2020.

Table 4-21. Potential Cumulative Disturbance to Pronghorn Ranges from Development Activities—Lower and Upper Coal Production Scenarios (acres/percent affected).

Time Period/Scenario	Pronghorn Ranges ¹			
	Crucial Winter	Severe Winter	Winter Yearlong	Yearlong
2010/Lower	N/A	1,472 / 3%	33,196 / 2%	32,099 / 1%
2010/Upper	N/A	1,472 / 3%	34,760 / 2%	33,172 / 1%
2015/Lower	N/A	1,460 / 3%	32,649 / 2%	34,828 / 1%
2015 Upper	N/A	1,460 / 3%	34,177 / 2%	36,999 / 1%
2020/Lower	N/A	1,422 / 3%	33,637 / 2%	35,714 / 1%
2020/Upper	N/A	1,422 / 3%	33,580 / 2%	37,437 / 2%

¹ Potential coal mine related impacts to big game ranges were determined based on GIS information as follows: the total acres of a big game range (e.g., crucial winter, severe winter, winter yearlong, and yearlong) within the PRB Coal Review Task 3 study area was divided by the sum of the potential disturbance acreage for the time period (based on GIS mapping of coal reserves for the lower coal production scenario) and existing (2003) disturbance from coal mine development.

Source: PRB Coal Review Task 3D Report (BLM 2005f)

Direct and indirect effects to small game species (i.e., upland game birds, waterfowl, small game mammals) within the Task 3 study area as a result of development activities would be the same as discussed above for big game species. Impacts would result from the incremental surface disturbance of potential wildlife habitat, increased noise levels and human presence, dispersal of noxious and invasive weed species, and dust effects from unpaved road traffic.

Operations associated with development activities in the Task 3 study area would result in the use of groundwater. The PRB Coal Review assumes that most, if not all, of the coal mine-produced water would be consumed during operation and anticipates that up to approximately 39,108, 41,484, and 37,350 mmgpy of water would be produced in association with oil and gas production in 2010, 2015, and 2020, respectively. The portion of the water that is produced in

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Table 4-22. Potential Cumulative Disturbance to White-tailed Deer Ranges from Development Activities—Lower and Upper Coal Production Scenarios (acres/percent affected).

White-tailed Deer Ranges¹				
Time				
Period/Scenario	Crucial Winter	Severe Winter	Winter Yearlong	Yearlong
2010/Lower	N/A	N/A	N/A	1,411 / 0.6%
2010/Upper	N/A	N/A	N/A	1,411 / 0.6%
2015/Lower	N/A	N/A	N/A	1,497 / 0.7%
2015 Upper	N/A	N/A	N/A	1,495 / 0.7%
2020/Lower	N/A	N/A	N/A	1,704 / 0.7%
2020/Upper	N/A	N/A	N/A	1,707 / 0.8%

1 Potential coal mine-related impacts to big game ranges were determined based on GIS information as follows: the total acres of a big game range (e.g., crucial winter, severe winter, winter yearlong, and yearlong) within the PRB Coal Review Task 3 study area was divided by the sum of the potential disturbance acreage for the time period (based on GIS mapping of coal reserves for the lower coal production scenario) and existing (2003) disturbance from coal mine development.

Source: PRB Coal Review Task 3D Report (BLM 2005f)

Table 4-23. Potential Cumulative Disturbance to Mule Deer Ranges from Development Activities—Lower and Upper Coal Production Scenarios (acres/percent affected).

Mule Deer Ranges¹				
Time				
Period/Scenario	Crucial Winter	Severe Winter	Winter Yearlong	Yearlong
2010/Lower	N/A	N/A	6,808 / 0.4%	25,390 / 1%
2010/Upper	N/A	N/A	6,924 / 0.4%	26,641 / 1%
2015/Lower	N/A	N/A	6,956 / 0.4%	26,420 / 1%
2015 Upper	N/A	N/A	7,285 / 0.5%	27,205 / 1%
2020/Lower	N/A	N/A	6,958 / 0.4%	27,004 / 1%
2020/Upper	N/A	N/A	7,413 / 0.5%	27,990 / 1%

1 Potential coal mine-related impacts to big game ranges were determined based on GIS information as follows: the total acres of a big game range (e.g., crucial winter, severe winter, winter yearlong, and yearlong) within the PRB Coal Review Task 3 study area was divided by the sum of the potential disturbance acreage for the time period (based on GIS mapping of coal reserves for the lower coal production scenario) and existing (2003) disturbance from coal mine development.

Source: PRB Coal Review Task 3D Report (BLM 2005f)

Table 4-24. Potential Cumulative Disturbance to Elk Ranges from Development Activities—Lower and Upper Coal Production Scenarios (acres/percent affected).

Elk Ranges¹				
Time				
Period/Scenario	Crucial Winter	Severe Winter	Winter Yearlong	Yearlong
2010/Lower	24 / 0.4%	N/A	375 / 1%	1,444 / 0.9%
2010/Upper	24 / 0.4%	N/A	375 / 1%	1,444 / 0.9%
2015/Lower	24 / 0.4%	N/A	351 / 1%	1,161 / 0.7%
2015 Upper	24 / 0.4%	N/A	351 / 1%	1,162 / 0.7%
2020/Lower	24 / 0.4%	N/A	351 / 1%	1,121 / 0.7%
2020/Upper	24 / 0.4%	N/A	351 / 1%	1,168 / 0.7%

1 Potential coal mine-related impacts to big game ranges were determined based on GIS information as follows: the total acres of a big game range (e.g., crucial winter, severe winter, winter yearlong, and yearlong) within the PRB Coal Review Task 3 study area was divided by the sum of the potential disturbance acreage for the time period (based on GIS mapping of coal reserves for the lower coal production scenario) and existing (2003) disturbance from coal mine development.

Source: PRB Coal Review Task 3D Report (BLM 2005f)

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association with the CBNG and discharged to impoundments or intermittent and ephemeral streams would be available for area wildlife (e.g., waterfowl). Although much of the water would evaporate or infiltrate into the ground, it is anticipated that substantial quantities of water would remain on the surface and would result in the expansion of wetlands, stock ponds, and reservoirs, potentially increasing waterfowl breeding and foraging habitats. The median sodium concentration of CBNG-produced water from the Fort Union Formation is 270 mg/L. If sodium concentrations are maintained below 17,000 mg/L in the evaporation ponds, the potential adverse effects to waterfowl would be minimal.

4.2.9.2 Non-game Species

Potential direct impacts to non-game species (e.g., small mammals, raptors, passerines, amphibians, and reptiles) would include the incremental loss or alteration of existing or potential foraging and breeding habitats from construction and operation of past, present and reasonably foreseeable future development activities (e.g., vegetation removal for coal mines and CBNG wells, ancillary facilities, and transportation and utility corridors). Impacts also could result in mortalities of less mobile species (e.g., small mammals, reptiles, amphibians, and invertebrates), nest or burrow abandonment, and loss of eggs or young in the path of vehicles and heavy equipment. Indirect impacts would include increased noise levels and human presence, dispersal and invasion of noxious weeds, and dust effects from unpaved road traffic. Assuming that adjacent habitats would be at or near carrying capacity, and considering variable factors such as drought conditions and human activities in the study area, the PRB Coal Review concluded that displacement of wildlife species from the Task 3 study area would result in an unquantifiable reduction in wildlife populations.

Numerous migratory bird species have been documented within the PRB over the last two to three decades of wildlife monitoring. Development activities that occur during the migratory bird breeding season (April 1 through July 31) could cause the abandonment of a nest site or territory or the loss of eggs or young, resulting in the loss of productivity for the breeding season. Loss of an active nest site, incubating adults, eggs, or young would not comply with the intent of the Migratory Bird Treaty Act and could potentially affect populations of important migratory bird species that may occur in the PRB.

Breeding raptor species that occur within the Task 3 study area include the bald eagle, golden eagle, ferruginous hawk, red-tailed hawk, rough-legged hawk, Swainson's hawk, American kestrel, prairie falcon, northern harrier, great horned owl, short-eared owl, burrowing owl, and long-eared owl (*Asio otus*). Bald eagles and long-eared owls are rare nesters in the area.

One potential direct impact to raptors is habitat (nesting and foraging) loss due to additional surface disturbance within the Task 3 study area. In the event that development activities were to occur during the breeding season (February 1

through July 31), these activities could result in nest or territory abandonment, or loss of eggs or young. Such losses would reduce productivity for the affected species during that breeding season. As discussed above, loss of an active nest site, incubating adults, eggs, or young would not comply with the intent of several laws, including the Migratory Bird Treaty Act and the Bald and Golden Eagle Protection Act.

Additional direct impacts could result from construction of new overhead power lines in the region. New power line segments in the study area would incrementally increase the collision and/or electrocution potential for migrating and foraging bird species (e.g., raptors and waterfowl) (APLIC 1994). However, the potential for avian collisions with overhead power lines is typically dependent on variables such as the location of the structures relative to high-use areas (e.g., nesting, foraging, staging, and roosting habitats), the orientation of the power line to flight patterns and movement corridors, species composition, line visibility, and structure design.

In addition, new power lines could pose an electrocution hazard for raptor species attempting to perch on the structure. Configurations greater than 69 kV typically do not present an electrocution potential, based on conductor placement and orientation (APLIC 2006). It is assumed that future permitting for power lines would require the use of appropriate raptor-detering designs, thereby minimizing potential impacts. For example, SMCRA requires that surface coal mine operators use the best technology available to ensure that electric power lines are designed and constructed to minimize electrocution hazards to raptors. Power line impacts to raptors can be reduced with the increased use of underground power lines wherever possible. Many of the power lines for CBNG development currently are being constructed underground.

4.2.9.3 Fisheries

Potential cumulative effects on fisheries as a result of development activities in the Task 3 study area would be closely related to impacts on ground and surface water resources. In general, development activities could affect fish species in the following ways: 1) alteration or loss of habitat as a result of surface disturbance; 2) changes in water quality as a result of surface disturbance or introduction of contaminants into drainages; and 3) changes in available habitat as a result of water withdrawals or discharge. The potential effects of development activities on aquatic communities are discussed below for each of these impact topics.

The predominant aquatic habitat type in the Task 3 study area consists of intermittent and ephemeral streams and scattered ponds and reservoirs. In general, perennial streams within the study area are limited to the Little Powder River and Belle Fourche River. Warm water game fish and non-game species are present in some perennial stream segments and numerous scattered reservoirs and ponds. However, the latter features are typically stocked artificially either following construction or annually, depending on the depth of the water body.

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Due to the lack of constant water in most of the potentially affected streams and static water bodies, existing aquatic communities are mainly limited to invertebrates and algae that can persist in these types of habitats. The removal of stock ponds would eliminate habitat for invertebrates and possibly fish species. This loss would be temporary if the stock ponds are replaced during reclamation.

Development activities could result in the loss of aquatic habitat as a result of direct surface disturbance. Table 4-9 summarizes the cumulative acres of surface disturbance and reclamation as of 2003 and projects cumulative acres of surface disturbance and reclamation in 2010, 2015, and 2020. Discrete locations for development disturbance and reclamation areas cannot be determined based on existing information. However, projected development that could result in the loss of aquatic habitat would involve the construction of additional linear facilities, product gathering lines and road systems associated with conventional oil and gas and CBNG activities, as well as any additional disturbance that would be associated with extending coal mine operations onto lands adjacent to the existing mines. The removal of aquatic habitat eliminates existing and potential habitat for invertebrates and some fish species. This loss would be temporary if such ponds are reconstructed and recharged as part of the reclamation process.

Projected activities would result in surface disturbance in each of the six Task 3 study area sub-watersheds. Information relative to the stream crossing locations for the majority of the linear facilities is not available at this time. The initial phases of the proposed Bison Pipeline project commenced in April 2008 and is projected to be completed by November 2010. If the project is constructed as planned, it would cross Cottonwood Creek, a tributary of the Little Powder River. Typically, the associated disturbance corridor would consist of a 100-foot-wide construction ROW; however, site-specific stream crossing methods and reclamation would be determined at the time of project permitting.

Future coal mining also could remove intermittent or ephemeral streams and stock ponds in the Antelope Creek, Upper Cheyenne River, Upper Belle Fourche River, and Little Powder River sub-watersheds. Coal mine permits provide for removal of first- through fourth-order drainages. During reclamation, third- and fourth-order drainages must be restored; first- and second-order drainages often are not replaced (Martin et al. 1988). As discussed in Section 3.5.2, The Upper Belle Fourche River and its tributaries drain the existing South Gillette Area mine permit areas and the LBA tracts. All streams within and adjacent to the tracts are typical for the region, in that flow events are ephemeral. Under natural conditions, aquatic habitat is limited by the ephemeral nature of surface waters in the general South Gillette analysis area. The results of fish surveys conducted in the Belle Fourche River, Caballo Creek, and various area stock ponds during baseline studies for the mines that started in the mid-1970s were discussed in Section 3.10.7.1; no uncommon species were documented during those efforts.

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The PRB Coal Review assumes that surface disturbing activities would not be allowed in perennial stream segments or reservoirs on public lands that contain game fish species. It also assumes that other types of development operations would not occur within stream channels nor would they remove ponds or reservoirs as part of construction or operation and, therefore, would not result in the direct loss of habitat for these species.

Water quality parameters such as turbidity and bottom substrate composition can be impacted by surface disturbing activities through erosion of sediment into water bodies. Contaminants can also be introduced into those systems through the chemical characteristics of the eroded sediment. Potential related effects on aquatic biota could include physiological stress, movement to avoid affected areas, or alterations of spawning or rearing areas (Waters 1995). Studies have shown that TDS levels in streams near reclaimed coal lands have increased from one percent to seven percent (Martin et al. 1988). Typically, sedimentation effects are short-term in duration and localized in terms of the affected area. TDS concentrations would stabilize and return to more typical concentrations after construction or development activities have been completed. The PRB Coal Review anticipated that the use of appropriate erosion and spill control measures during both development and reclamation activities, as determined during the permitting process, would minimize the introduction of additional sediments into the sub-watershed.

The removal of streamside vegetation would impact both riparian vegetation and stream parameters in those locations. Loss of vegetation along stream channels would reduce the shade and increase bank erosion, both of which would degrade aquatic habitats. Effects on aquatic habitats from linear projects, such as ROWs, would be limited to a relatively small portion of the stream (generally no more than 100 feet in width), whereas mine-related disturbance could affect considerably larger stretches. Because perennial streams are protected from development by a buffer zone on either side of center, these types of impacts would presumably be limited to intermittent and ephemeral creeks. It is anticipated that reclamation practices to restore riparian vegetation would be required during future project permitting, thereby minimizing such impacts.

CBNG and coal mining are the primary types of development activities that use or manage water as part of their operations. Based on current trends, the PRB Coal Review assumes that most, if not all, of the water produced during coal mining would be consumed during operation. As discussed in Section 3.5.2.2, changes in surface runoff characteristics and sediment discharges would occur during surface coal mining as a result of the destruction and reconstruction of drainage channels as mining progresses, and the use of sediment control structures to manage discharges of surface water from the mine permit area. State and federal regulations require treatment of surface runoff from mined lands to meet effluent standards. After treatment, coal mine-related surface water in the region would ultimately be discharged into intermittent and ephemeral streams in four sub-watersheds (Antelope Creek, Upper Cheyenne River, Belle Fourche River, and Little Powder River). The PRB Coal Review

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projects that up to approximately 39,108, 41,484, and 37,350 mmgy of water would be produced in association with oil and gas production in 2010, 2015, and 2020, respectively, and assumes that a portion of the water that is produced in association with the CBNG would be discharged to intermittent and ephemeral drainages in the general analysis area, much as is currently allowed in the six sub-watersheds in the study area. Based on past monitoring in receiving streams, no change in surface flows would be expected beyond approximately two miles from the discharge points (BLM 2003b). Water discharged from CBNG wells has supplied some drainages and water bodies in the PRB nearly continuously for several years. Within the general analysis area, Spring Creek has experienced an influx of CBNG water in recent years, but has not become perennial. The same is true for other streams elsewhere in the PRB that receive CBNG discharge water.

4.2.9.4 Special Status Species

Special status species are those species for which state or federal agencies afford an additional level of protection by law, regulation, or policy. Included in this category are federally listed and federally proposed species (species that are protected under the ESA), BLM Sensitive Species, USDA-FS Sensitive Species, and WGFD Species of Special Concern in Wyoming. Further discussions of species that are protected under the ESA, as well as BLM and USDA-FS Sensitive Species, are included in Appendices H and I of this EIS document. The USFWS also has a list of Migratory Bird Species of Management Concern in Wyoming, which is discussed in Section 3.10.6. Special status species potentially occurring in the Task 1 study area are identified in Section 2.4.3.5 of the PRB Coal Review Task 1D Report (BLM 2005c). Additional information about the occurrence of these species in the general analysis area can be found in the Annual Wildlife Reports for the four South Gillette Area mines, on file with the Cheyenne, Wyoming office of the WDEQ/LQD.

Potential impacts to special status terrestrial species would be similar to those discussed above for non-game wildlife (e.g., small mammals, birds, amphibians, and reptiles). Potential direct impacts would include the incremental loss or alteration of potential habitat (native vegetation and previously disturbed vegetation) from construction and operation of development activities (e.g., vegetation removal for coal mines and CBNG wells, ancillary facilities, and transportation and utility corridors). Impacts could also result in mortalities of less mobile species (e.g., small mammals, reptiles, and amphibians), nest or burrow abandonment, and loss of eggs or young in the path of vehicles and heavy equipment. Indirect impacts would include increased noise levels and human presence, introduction and dispersal of noxious weeds, and dust effects from unpaved road traffic.

In general, direct and indirect impacts to special status species would result in a reduction in habitat suitability and overall carrying capacity for species currently inhabiting the PRB Coal Review Task 3 study area. Development within potential habitat for special status species likely would decrease its overall

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suitability, and potentially would reduce or preclude use by some species due to increased activity and noise. Future use by a special status species of habitats subject to development would be strongly influenced by the quality and composition of remaining habitat, with the degree of impact dependent on variables such as breeding phenology, nest and den site preferences, the species' relative sensitivity to disturbance, and possibly the presence of visual barriers (e.g., topographic shielding) between nesting efforts and disturbance activities.

Bird species that have been identified as occurring within the PRB and are on two or more of the special status species lists include common loon, American bittern, white-faced ibis, trumpeter swan, greater sandhill crane, mountain plover, upland sandpiper, long-billed curlew, black tern, yellow-billed cuckoo, Lewis' woodpecker, pygmy nuthatch, sage thrasher, loggerhead shrike, Baird's sparrow, sage sparrow, Brewers sparrow, and greater sage-grouse. Any development activities (oil and gas, coal mining, other operations and associated infrastructure) that occur during the breeding season (April 1 through July 31) could result in the abandonment of a nest site or territory, or the loss of eggs or young. As discussed previously, loss of an active nest site, incubating adults, eggs, or young as a result of any of these development activities would not comply with the intent of the Migratory Bird Treaty Act and could potentially impact populations of important migratory bird species that are known to or may occur in the PRB.

A number of raptor species have been documented in the PRB and are on two or more of the special status species lists including bald eagle, ferruginous hawk, northern goshawk, merlin, peregrine falcon, western burrowing owl, and short-eared owl. Those species that have been documented in the general South Gillette general analysis area are discussed at length in Appendices H and I of this EIS. Potential direct impacts to raptors would result from the surface disturbance of nesting and foraging habitat, as well as injury or mortalities due to collisions with vehicles and equipment. Breeding raptors in or adjacent to development activities could abandon their nest sites or territories, or lose eggs or young. As previously described, such losses would constitute non-compliance with the intent of several laws including the Migratory Bird Treaty Act, and the Bald and Golden Eagle Protection Act, and could potentially affect populations of important migratory bird species that are known to or may occur within the region. Incremental construction of new overhead power lines in the area to support energy industries would increase risks of electrocution and collision for perching, migrating, and foraging bird species such as the larger raptors. Use of current APLIC guidelines for construction designs and retrofitting measures for new and existing utility structures would help mitigate these impacts.

A total of 239 greater sage-grouse strutting grounds (leks) were identified in the six sub-watersheds in the PRB Coal Review Task 3 study area as of 2003, though that study did not evaluate the status (i.e., active or inactive) of those leks. As discussed in Section 3.10.5 and in the PRB Coal Review Task 1D Report, the trend in the sage-grouse population for the Sheridan Region

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suggests about a 10-year cycle with periodic highs and lows. More recent population peaks have been lower than previous highs, suggesting a steadily declining sage-grouse population with the Sheridan Region (Oedekoven 2001). Direct and indirect impacts to sage-grouse as a result of development activities would result from the incremental surface disturbance of existing and potential habitat, increased levels of noise and human presence, introduction or dispersal of noxious and invasive weed species, and effects of dust from increased traffic on unpaved roads. In addition to disturbance-related impacts, sage-grouse are susceptible to infection with West Nile Virus, and the incidence of infection is much higher in northeastern Wyoming than the rest of the state.

Eighteen known or potential sage-grouse leks have been identified in the combined evaluation area for the four LBA tracts analyzed in this EIS. Five of those 18 sites are classified by the WGFD as historical, and 5 others have been largely inactive over the last 10-12 years. The eight leks with the most recent activity are all more than 2 miles from the specific wildlife general analysis area of each LBA tract. If the LBA tracts and/or added lands are leased and mined, potential nesting habitat for grouse that were bred at those leks would be affected by mining activity in those areas. However, as discussed in Section 3.10.5.2, no sage-grouse nests or broods have been recorded on any of the four LBA Tracts as applied for or on lands added under each respective Alternative 2, during specific surveys or incidental to other wildlife surveys conducted in those areas annually since at least 1994. The noise associated with mining operations may also disrupt sage-grouse breeding and nesting activities that might occur in those areas. Direct and indirect effects to greater sage-grouse within the general South Gillette analysis area as a result of development activities are outlined in Appendix I of this EIS.

Based on existing information, the spatial relationship between projected future disturbance and reclamation areas for the coal production scenarios and the resource-specific information in the GIS layers could not be determined for the PRB Coal Review. However, the analysis did use GIS layers for future coal reserves to provide some quantification of potential future coal mining-related impacts to greater sage-grouse. The results of this analysis are summarized in Table 4-25. The difference in the number of lek sites that would occur within two miles of coal mining activities under the lower coal production scenario versus the upper coal production scenario is due to slight variations in the projected disturbance areas. An unquantifiable number of lek sites initially could be impacted by CBNG activity, which would occur in advance of coal mine development. Potential direct impacts to sage-grouse, if present, could include loss of foraging areas, abandonment of a lek site, or loss of eggs or young as a result of development activities.

Seven special status fish species potentially occur in the PRB Coal Review Task 3 study area sub-watersheds: the flathead chub (*Platygobio gracilis*) (Antelope Creek, Upper Cheyenne River, and Little Powder River sub-watersheds), plains topminnow (*Fundulus sciadicus*) (Upper Cheyenne River), goldeye (*Hiodon alosoides*) (Little Powder River), lake chub (*Couesius plumbeus*)

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Table 4-25. Potential Cumulative Impacts to Greater Sage-grouse Leks from Coal Mine Development - Upper and Lower Coal Production Scenarios.

Lek Categories	2010/ Lower	2010/ Upper	2015/ Lower	2015/ Upper	2020/ Lower	2020/ Upper
Number of Directly Affected Leks	10	10	15	15	15	15
Number of Leks within Two Miles of Coal Mining Activity	47	47	47	49	50	49

Source: PRB Coal Review Task 3D Report (BLM 2005f)

(Little Powder River), mountain sucker (*Catostomus platyrhynchus*) (Little Powder River), silvery minnow (*Hybognathus argyritis*) (Little Powder River), and plains minnow (Upper Cheyenne River, Upper Belle Fourche River, and Little Powder River). Potential impacts to special status fish species as a result of development activities would be similar to effects discussed above for fisheries. Surface disturbance in three sub-watersheds (Upper Cheyenne River, Upper Belle Fourche River, Little Powder River) could alter habitat or affect water quality conditions for special status fish species. Erosion control measures, as required by existing (2003) and future permits, and NPDES permit requirements would be implemented for each project. These efforts would help decrease disturbance-related sediment input into stream segments that may contain one or more of the special status fish species. Therefore, it is anticipated that impacts to special status fish species would be low.

4.2.10 Land Use and Recreation

The PRB Coal Review Task 3D Report (BLM 2005f) discusses potential cumulative impacts to land use and recreation as a result of projected development activities in the PRB Coal Review Task 3 study area (Figure 4-4). The baseline year (2003) area of disturbance and reclamation related to surface coal mining and the projected cumulative areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Tables 4-2 and 4-3. Table 4-9 shows the total area of disturbance and reclamation for the baseline year and the projected cumulative total areas of disturbance and reclamation for 2010, 2015, and 2020.

The PRB is a predominantly rural, wide open landscape. With little rainfall and limited alternative sources of water, the primary land use is grazing. Nevertheless, there is a range of other land uses. The major categories include agriculture, forested, mixed rangeland, urban, water, wetlands, coal mines, and barren land. The relative amounts of these lands in the PRB Coal Review Task 1 and Task 2 study area (Figure 4-1) is tabulated in Table 4-26.

A large part of the PRB consists of split estate lands (privately owned surface lands underlain by federally owned minerals). This results in conflicts between surface users, which are mainly ranching interests, and mineral developers.

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Table 4-26. Land Use by Surface Ownership.

Use Category	Surface Ownership				Total	
	BLM	USDA-FS	State	Private	Acres	Percent
Agriculture	2,627	14,197	13,770	472,811	503,405	6.3
Barren	165	205	187	9,396	9,953	0.1
Forested	137,555	14,604	48,645	332,062	532,866	6.7
Mixed Rangeland	732,014	218,156	561,363	5,271,644	6,783,177	86.0
Urban	893	17	1,039	25,469	27,418	0.3
Water	35	73	334	4,773	5,215	<0.1
Wetlands	0	104	559	1,566	2,229	<0.1
Coal Mines	149	7,236	2,805	40,917	51,107	0.6
Total	873,438	254,592	628,702	6,158,638	7,915,370	100.0

Source: PRB Coal Review Task 1D Report (BLM 2005c)

There also may be conflicts with some dispersed rural residences, although specific locations cannot be identified until development is proposed.

Much of the study area is also used for dispersed recreational activities such as hunting. The study area includes surface lands that are federally, state, and privately owned. With nearly 80 percent of the area privately owned, public lands provide important open space and recreation resources including both developed recreation facilities and areas to pursue dispersed recreation activities. The private sector contributes the elements of commercial recreation opportunities and tourism services such as motels and restaurants. Some private land owners also allow hunting with specific permission, sometimes for a fee.

4.2.10.1 Grazing and Agriculture

Potential impacts to grazing in the Task 3 study area as a result of development activities can be classified as short-term and long-term. Potential short-term impacts arise from:

- the temporary loss of forage as a result of vegetation removal/disturbance;
- temporary loss of AUMs;
- temporary loss of water-related range improvements, such as improved springs, water pipelines, and stock ponds;
- temporary loss of other range improvements, such as fences and cattle guards; and
- restricted movement of livestock within an allotment due to the development and operation of projects like surface coal mines, which would cease after successful reclamation had been achieved and replacement of water-related and other range improvements had been completed.

The discharge of produced water could increase the availability of water to livestock, which may offset the temporary loss of water-related range improvements. Potential long-term impacts consist of permanent loss of forage and forage productivity in areas, such as power plants, that would not be

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reclaimed in the near term. Indirect impacts may include dispersal of noxious and invasive weed species within and beyond the surface disturbance boundaries, which decreases the amount of desirable forage available for livestock grazing in the long term.

Development activities could result in short- and long-term impacts to agricultural land, depending on their spatial relationship. Short-term impacts would include the loss of crop production during development and operational phases of the projects. Long-term impacts would result from the permanent loss of agricultural land due the development of permanent facilities such as power plants and railroads.

Table 4-27 contains an estimate of the number of AUMs unavailable on lands disturbed and not yet reclaimed through 2020 for the high and low levels of predicted development activity, along with the acreage of cropland estimated to be affected.

Table 4-27. AUMs and Acres of Cropland Estimated Unavailable on Lands Disturbed and Not Yet Reclaimed as a Result of Development Activities.

Category	2003/ Baseline	2010/ Lower	2010/ Upper	2015/ Lower	2015/ Upper	2020/ Lower	2020/ Upper
Unavailable AUMs ¹	18,150	22,467	22,792	23,245	23,761	22,514	23,333
Unavailable Crop Land (acres)	48	59	60	134	139	206	289

¹ Based on an average stocking rate of six acres per AUM.
Source: PRB Coal Review Task 3D Report (BLM 2005f)

4.2.10.2 Urban Use

It is expected that there would be additional expansion of urban residential and commercial development as a result of the projected 48 percent growth in population (between 2003 and 2020) in Campbell County. Section 4.2.12 and the Task 3C Report of the PRB Coal Review (BLM 2005e) contain additional information on employment and population issues in the study area. A majority of the new urban development would be expected to occur adjacent to existing communities, primarily Gillette, which accounts for approximately 60 percent of the Campbell County population and, to a lesser extent, Wright and other small communities. Most of this development would occur on land that is currently in use for grazing or agriculture.

4.2.10.3 Recreation

Accessible public lands provide diverse opportunities for recreation, including hunting, fishing, ORV use, sightseeing, and wildlife observation. Public lands generally provide dispersed recreational uses in the study area. Some developed recreational facilities occur in special management areas, including recreation areas. While opportunities are available on public lands throughout the PRB,

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the majority of dispersed recreational uses occur in the western part of the PRB Coal Review Task 1 and Task 2 study area, including the South Big Horn Mountains area and along the Powder River. Public lands elsewhere consist mainly of isolated tracts of land that are too small to provide a quality recreational experience. Larger parcels of public lands occur in the southwest part of Johnson County and along the Powder River (administered by BLM) and in the Thunder Basin National Grassland (administered by the USDA-FS). Public lands are accessible via public roads or across private land with the landowner's permission.

Hunting is a major recreation use of state and federal lands in the study area. Various big game and upland game bird species are hunted in the region. Fishing is a popular year-round activity for residents of the study area.

Mule deer and pronghorn hunting are by far the most popular hunting activities in the Task 1 study area, accounting for 35,529 and 21,304 hunter days, respectively, in 2003 (Stratham 2005). The next highest were cottontail rabbit (2,348 hunter days) and elk (2,055 hunter days), followed by wild turkey (1,019), sharp-tailed grouse (508), and sage-grouse (38). Consistent trends in hunter activity over the past decade are not discernible from the WGFD data considered in the PRB Coal Review. All of the most prominent species hunted in the study area have had high years and low years. Pronghorn hunting, for example, was greatest from 1993 to 1996, while elk hunting was at its peak in 2001 and 2002. Mule deer hunting has been the most consistent, ranging from a low of 28,311 hunter days in 1996 to a high of 37,307 hunter days in 2002.

ORV use in the Task 1 study area is available on most BLM-managed lands. Most of the public land in Johnson, Sheridan, and Campbell Counties has been inventoried and designated as open, limited, or closed to ORV use. For the baseline year, approximately 20,386 acres were open to unlimited vehicle travel on and off roads. There were 4,680 acres in the area that were closed to all ORV use and approximately 867,534 acres were available for limited use. Limited use typically means ORVs are restricted to existing roads and vehicle routes.

Recreational use of public lands in the Task 1 study area has increased substantially over the past two decades, and is expected to continue to increase by about five percent every 5 years for most recreational activities (BLM 2003b). Total visitor use by residents and nonresident visitors in Campbell and Converse Counties in 1980 was projected at 1,276,000 visitor days (BLM 1979). The total visitor days of 1,881,763 estimated for 1990 was approximately 47 percent higher than the 1980 visitor days (BLM 2001b). Fewer than three percent of visitor days were estimated to occur on public lands.

Few, if any, of the developed recreation sites in the PRB Coal Review Task 3 study area would be affected by development related disturbance. As most of the projected disturbance area would occur on privately owned surface land, the extent of effects on dispersed recreation activities largely would depend on whether the disturbance areas had been open to public or private lease hunting.

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It is projected that cumulative development activities, especially the dispersed development of CBNG and, to a lesser extent, conventional oil and gas, would tend to exacerbate the trend toward a reduction in private land available for public hunting, which has been observed by WGF D in recent years (Shorma 2005). A reduction in available private land for dispersed recreation would contrast with the anticipated increase in demand for recreational opportunities and would tend to push more recreationists toward public lands where the BLM has projected a five percent increase in use every 5 years (BLM 2001a). After coal- and oil and gas-related development activities have been completed and the disturbed areas have been reclaimed, many of the adverse effects on dispersed recreation activities would be reduced.

It is expected that the development activities also would tend to expand and exacerbate the qualitative degradation of the dispersed recreation experience, in general, and of the hunting experience, in particular, as reported by the WGF D (Jahnke 2005). As noted in the Task 1D Report of the PRB Coal Review (BLM 2005c), reductions in land available for hunting also make herd management more difficult for the WGF D and reduce its hunting-derived revenues (Shorma 2005).

No direct effects on wilderness or roadless areas would be expected from the projected development activities. There are no designated wilderness areas in the study area, and mineral development would not be permitted in the Fortification Creek Wilderness Study Area until and unless Congress acts to remove it from Wilderness consideration.

There would be no effects on Wild and Scenic Rivers as the only river segment identified as both “eligible” and “suitable” in the Task 1D Report of the PRB Coal Review is not in the PRB Coal Review Task 3 study area.

4.2.11 Cultural Resources and Native American Concerns

The PRB Coal Review Task 3D Report (BLM 2005f) discusses potential cumulative impacts to cultural resources as a result of projected development activities in the PRB Coal Review Task 3 study area. The baseline year (2003) area of disturbance and reclamation related to surface coal mining and the projected cumulative areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Tables 4-2 and 4-3. Table 4-9 shows the total area of disturbance and reclamation for the baseline year and the projected cumulative total areas of disturbance and reclamation for 2010, 2015, and 2020.

Cultural sites occur throughout the study area. Surface disturbing activities can result in the loss or destruction of these sites. Table 4-28 contains an estimate of the amount of projected disturbance through 2020 for the projected lower and upper levels of coal development activity, along with the number of cultural sites estimated to be affected. The sites fall into two categories; prehistoric sites and historic sites, as described below. Also below are

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Table 4-28. Square Miles of Projected Cumulative Disturbance and Number of Potentially Affected Cultural Resource Sites in the PRB Coal Review Task 3 Study Area – Lower and Upper Coal Production Scenarios.

Sub-watershed	Average Number of Sites per Square Mile ¹	Lower Coal Production Scenario						Upper Coal Production Scenario					
		Year 2010		Year 2015		Year 2020		Year 2010		Year 2015		Year 2020	
		Square Miles ²	Sites ³	Square Miles ²	Sites ³	Square Miles ²	Sites ³	Square Miles ²	Sites ³	Square Miles ²	Sites ³	Square Miles ²	Sites ³
Antelope Creek	4.7	74	346	97	484	122	608	75	376	99	496	126	629
Dry Fork Cheyenne River	8.9	8.3	74	12	109	17	151	8.3	74	12	109	17	151
Little Powder River	4.6	90	415	108	495	123	567	91	419	109	502	125	577
Upper Belle Fourche River	4.3	164	704	186	801	209	899	166	713	192	824	219	940
Upper Cheyenne River	5.2	60	314	72	375	83	433	62	321	74	387	85	445
Upper Powder River	5.0	135	674	190	953	232	1,159	135	674	191	953	232	1,159
Total		531	2,527	665	3,217	786	3,817	537	2,577	677	3,271	804	3,901

¹ Average number of sites per square mile based on previous surveys in the study area.

² Calculated, based on database disturbance acreages prepared for the Task 2 Report for the PRB Coal Review, Past and Present and Reasonably Foreseeable Development Activities (Appendices A and D) (BLM 2005d).

³ The number of sites was calculated by multiplying the average density of known cultural sites per square mile (based on previous surveys) by the number of square miles of projected cumulative disturbance.

Source: Task 3D Report for the PRB Coal Review Cumulative Environmental Effects (BLM 2005f)

description of Native American traditional cultural places and a summary of the program to protect sites in any of these categories.

4.2.11.1 Prehistoric Sites

All recognized prehistoric cultural periods, from Clovis through Protohistoric (about 11,500 to 200 years ago), are represented in the PRB Coal Review study area (see Section 3.12 for additional discussion about the prehistoric cultural periods.) The earliest prehistoric cultural periods, Paleoindian through Early Plains Archaic, are represented by only a small number of sites. Archaic and later prehistoric period sites (Archaic to Protohistoric) are represented in increasing numbers as a result of higher populations through time and better preservation of more recent sites. Important prehistoric site types in the region include artifact scatters, campsites, stone circles, faunal kill and processing sites, rock alignments and cairns, and stone material procurement areas.

Artifact scatters dominate prehistoric sites in the study area. When there is adequate information to evaluate these types of sites, most are not eligible to the NRHP. However, complex sites and sites with buried and dateable material can yield important information and are often field evaluated as eligible. The proportion of unevaluated sites is lower in the subwatersheds in which more studies and more follow-up studies have been conducted, such as Antelope Creek, Upper Cheyenne River, and Upper Belle Fourche River. Some portions of some of the subwatersheds which have more varied habitats or conditions more conducive to preservation are very rich in significant prehistoric sites. Within the PRB Coal Review Task 3 study area, these areas include the lower Antelope Creek drainage and eastern portions of the Upper Belle Fourche River. While prehistoric sites do exist in the general South Gillette analysis area, it does not appear to be particularly plentiful in significant prehistoric sites. More detailed information on the known cultural sites that are present in the PRB based on the existing surveys is included in the Task 1D Report for the PRB Coal Review (BLM 2005c).

4.2.11.2 Historic Sites

In the PRB region, sites are documented within the broad contexts of Rural Settlement, Urban Settlement, Mining, Transportation, Military, Exploration, and Communication. Each of these site categories and the types of sites they include are detailed in the Task 1D Report for the PRB Coal Review (BLM 2005c). Evaluation of the importance of historic sites, districts, and landscapes must consider aspects of both theme and period in assessing the historic character and contributing attributes of the resources.

4.2.11.3 Native American Traditional Cultural Places

General ethnographies of the tribes that may have had traditional ties to this region do not provide information on specific resources in the study area that are likely to be traditional cultural concerns because these resources are

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considered confidential by the tribes. Within this region, there are prominent and identifiable places such as the Medicine Wheel to the west in the Big Horn Mountains and Devils Tower to the east in the Black Hills area. These known sites offer some indication of the types of places valued by the Plains horse cultures in the historic period. Any identification of sacred or traditional localities must be verified in consultation with authorized tribal representatives.

4.2.11.4 Site Protection

At the time an individual project is permitted, the development activities considered in this study would be subject to the following regulations relative to cultural resources. Section 106 of the National Historic Preservation Act of 1966 as amended, its implementing regulations (including but not limited to 36 CFR 800, 36 CFR 61, and Executive Order 11593), and NEPA and its implementing regulations, including 40 CFR 1500 - 1508, provide the legal environment for documentation, evaluation, and protection of historic properties (i.e., cultural resources eligible for inclusion on the NRHP) that may be affected by development activities. In cases of split estate (where surface ownership and mineral ownership differ), surface resources, such as cultural sites, belong to the surface owner. The surface owner must be consulted about investigation, mitigation, or monitoring.

4.2.12 Transportation and Utilities

The PRB Coal Review Task 3D Report (BLM 2005f) discusses potential cumulative impacts to transportation and utilities systems as a result of projected development activities in the PRB Coal Review Task 3 study area. The baseline year (2003) area of disturbance and reclamation related to surface coal mining and the projected cumulative areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Tables 4-2 and 4-3. The total area of disturbance and reclamation for the baseline year and the projected cumulative total areas of disturbance and reclamation for 2010, 2015, and 2020 are shown in Table 4-9.

Generally, transportation systems in the study area would not be directly affected by the disturbance associated with projected development. Site-specific instances of disturbance may require that segments of highways, pipelines, transmission lines, or railroads be moved to accommodate expansion of certain coal mines. In such cases, the agencies authorized to regulate such actions would have to approve any proposal to move any segments of any transportation systems and construction of alternative routing would be required prior to closing existing links so that any disruptive effects on transportation systems would be minimized.

The coal mines in the North Gillette subregion currently ship most of their coal via the east-west BNSF rail line through Gillette. That subregion produced 55 mmtpy in the baseline year (2003), which was just 22 percent of the estimated 250 mmtpy capacity of the BNSF rail line (BLM 2005f). The coal mines in the

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South Gillette and Wright subregions produced approximately 308 mmtpy in 2003, which was 88 percent of the estimated 350 mmtpy capacity of the joint BNSF & UP line serving those areas in the baseline year.

Potential effects of development activities on transportation and utilities may be either short- or long-term in nature, varying with the type of development. A power plant or an urban community development would be considered long-term, and the demand for transmission line capacity would be virtually permanent, lasting for the economic life of the activity. The effects of coal production and the related demand for rail capacity would vary with market changes. In recent years, coal production has been increasing and the PRB Coal Review projects that the trend would continue, as shown in Tables 4-2 and 4-3. Similarly, the demand for pipeline capacity would vary with market conditions as well as with the rate of depletion of the oil or gas resource.

Potential direct effects of projected development on roads and highways would include increased vehicular traffic and risk of traffic accidents on existing roadways in the PRB Coal Review Task 3 study area from daily travel by workers and their families. Indirect effects would include increased wear and tear on existing roads, additional air emissions from vehicles, additional fugitive dust from roads, noise, increased potential access to remote areas, and an increased risk of vehicle collisions with livestock and wildlife. Direct effects on railroads, pipelines, and transmission lines primarily would include increased demand for capacity to move coal, oil and gas, and electricity from production locations in the study area to markets outside the area. Indirect effects would include potential impacts of the accumulation of coal dust and fines blowing or sifting from moving, loaded rail cars. The PRB Coal Review Task 3D Report does not discuss the cumulative effects of coal dust resulting from the transport of coal along rail lines.

The socioeconomic analysis conducted as a part of Task 3C of the PRB Coal Review projects a population increase of approximately 48 percent between 2003 and 2020 in Campbell County under the upper coal production scenario (BLM 2005e). Campbell County accounts for most of the population in the PRB Coal Review Task 3 study area. Based on traffic studies conducted independently of the PRB Coal Review, vehicle miles traveled tend to increase at or above the rate of population growth. Consequently, highway traffic would be expected to increase by at least 48 percent by 2020. Approximately 60 percent of the population growth would occur in or near Gillette, which would indicate that the same proportion of traffic would originate in the Gillette area. The remainder of the traffic growth would be dispersed throughout the study area. Under this scenario, the greatest impact on traffic would occur in the Gillette area, where existing traffic volume to capacity ratios are highest. The increased traffic would be expected to cause delays in the Gillette area and might require widening of some streets and roads or other measures to increase traffic capacity. It is anticipated that there would be an increase in the risk of traffic accidents approximately proportional to the increase in traffic. Highway capacity on major

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routes away from Gillette would be expected to be sufficient to accommodate the growth without substantial constraints.

Existing rail lines, together with proposed upgrades on the joint BNSF & UP line, would be expected to accommodate the projected coal transportation traffic through 2015 (Table 4-29). The PRB Coal Review Task 2 Report (BLM 2005d) projects that the proposed DM&E line would be built and operational by 2015 (pending completion of additional environmental analysis), which would add 100 mmtpy in additional shipping capacity for the South Gillette and Wright subregions. A collaborative effort between the National Coal Transportation Association, the mines, and the BNSF and UP Railroads is resulting in measures to reduce coal dust emissions from loaded, moving rail cars.

Table 4-29. PRB Rail Lines Coal Hauling Capacity and Projected Use.

Rail Line	2010 Projected			2015 Projected			2020 Projected		
	2010 Capacity	Rail Use Increase ¹	%	2015 Capacity	Rail Use Increase ¹	%	2020 Capacity	Rail Use Increase ¹	%
	mmtpy	mmtpy	%	mmtpy	mmtpy	%	mmtpy	mmtpy	%
North BNSF	250	62-78	25-31	250	74-104	30-42	250	78-121	31-48
South BNSF & UP	400	349-401	87-100	500	393-439 ²	79-88 ²	500	417-455 ²	83-91 ²
DM&E	0	0	0	- 2	- 3	- 3	- 2	- 3	- 3

¹ The range of increase in use shown for each year reflects the increases that are projected for the Lower and Upper Coal Production Scenarios, respectively.

² The DM&E is assumed to be built and operational by 2015, adding 100 mmtpy of capacity for the mines served by the BNSF & UP South line.

³ The BNSF & UP South figures represent the projected combined traffic and percent capacity on the BNSF & UP South line and the projected DM&E line.

Source: PRB Coal Review Task 3D Report (BLM 2005f)

The Task 2 Report for the PRB Coal Review projected that basin-wide production of CBNG could potentially double by 2020, which would suggest that additional pipelines could be built. One potential additional pipeline (Bison Project) was identified for completion by November 2010. The filing for this project was made with FERC on June 2, 2008. Other potential projects are discussed in Section 4.1.2.3.1 was (Bison Pipeline 2008).

An estimated 1,700 MW of new power production capacity is anticipated in the cumulative effects area by 2020. This level of production would require construction of additional transmission line capacity. It is assumed that new transmission lines would be constructed to connect new power plants to the grid.

4.2.13 Socioeconomics

The cumulative socioeconomic impact analysis focuses on Campbell County, but also considers Converse, Crook, Johnson, Sheridan, and Weston Counties as directly affected and Niobrara and Natrona Counties as indirectly affected.

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Recent and projected socioeconomic conditions are described in more detail in the Task 1C and 3C reports for the PRB Coal Review (BLM 2005b and 2005e).

REMI Policy Insight (REMI), a professionally recognized regional economic model, was used to develop the cumulative employment and population projections presented below. The version of the REMI model for the Coal Review was comprised of two economic regions: one being Campbell County alone, the second composed of those Wyoming counties bordering Campbell County and linked to its economy by established industrial and consumer trade linkages and by work force commuting patterns. Results for the second region were analyzed to focus on the five counties, Converse, Crook, Johnson, Sheridan, and Weston, that are the most directly linked. Collectively, these five counties are referred to in the PRB Coal Review Task 3C Report (BLM 2005e) as the surrounding counties. Additional analysis was undertaken to translate the population and employment forecasts for each of the surrounding counties into housing needs and to project future school enrollment.

During the 1970s and early 1980s, the PRB emerged as a major coal producing region. Federal coal leasing has been a high profile activity because over 90 percent of the coal resources in the PRB are federally owned. The surface coal mines that developed during the 1970s and early 1980s are now mature operations, providing a stable economic and social foundation for the region. While energy development has produced periodic surges in population, followed occasionally by population declines in some communities, the growth in domestic energy consumption, coupled with the PRB's vast energy resource base, has resulted in a 50-year growth trend in the region without the severe economic dislocations that have characterized other western U.S. resource booms.

This period of extended energy development has been accompanied by substantial economic changes and benefits, including economic growth, employment opportunity, tax revenue growth, and infrastructure development for local governments, both locally and across Wyoming, funded by tax revenues generated by production of coal and other energy resources. At the same time, periods of rapid growth have stressed communities and their social structures, housing resources, and public infrastructure and service systems.

The emergence of the coal and other energy resource development industries in the PRB has had long-term cumulative affects on regional social and economic conditions. In general, Campbell County and the entire PRB region have developed an enhanced capacity to respond to and accommodate growth. The regional coal industry also provides a measure of insulation from dramatic economic and social dislocations. Key cumulative social and economic conditions identified in the PRB Coal Review are described below.

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4.2.13.1 Employment and the Economic Base

Energy resource development since 1970 has resulted in substantial economic expansion across the PRB. Total employment expanded by 163 percent as 40,674 net new jobs were added between 1970 and 2004. The most rapid expansion occurred between 1975 and 1980. After modest growth and slight decline in the 1980s and early 1990s, employment growth resumed in the late 1990s, led by increases in coal mine employment, including subcontractors, and CBNG development. Across the six-county area, total employment was 65,597 in 2004. Nearly half of the net job gain occurred in Campbell County, where total employment increased from 6,026 jobs in 1970 to 25,921 jobs in 2004. Strong gains also were posted in Sheridan County (9,821 jobs) and Converse County (4,421 jobs).

The economic stimuli associated with the gains in mining and CBNG employment and the long-term population growth triggered secondary job gains in construction, trade, services, and government. In 2004, business and consumer services accounted for 51 percent of all jobs in the region, while mining and government accounted for 14 percent and 16 percent of all jobs, respectively. Farm employment in the region, as a share of total employment, declined from 14 percent in 1970 to 5.0 percent in 2004. However, that shift is primarily due to growth in non-farm employment rather than declines in farming, as total farm employment in the PRB recorded a net decline of only 375 jobs, from 3,571 to 3,196 (U.S. Bureau of Economic Analysis 2006).

The largest impetus to future growth over the PRB Coal Review study period (2003 to 2020) is expected to occur by 2010. Under the lower production scenario, employment in 2010 related to coal mining, oil and gas production, and oil field services is projected to increase by one-third, or more than 2,300 jobs, as compared to 2003 levels. Many of the jobs gained would be the result of increased oil and gas development. While the number of coal mining jobs would increase, the projected coal mine-related productivity gains would limit increases in the number of mine employees required for operations.

Beyond 2010, total mining industry employment would decline as major infrastructure development (e.g., additional CBNG compression capacity) is completed and the pace of conventional oil and gas drilling decreases. Increases in CBNG production and coal mining employment would occur thereafter, such that total mining employment would approach pre-2010 levels by the end of the forecast period (2020). Under the development scenarios, construction of three new power plants, having a combined capacity of 1,000 MW and a peak work force of approximately 1,550 in 2007-2008, is assumed to occur concurrently with the increases in mining employment. Under the upper production scenario, a second temporary construction work force impact would occur between 2016 and 2020 in conjunction with the construction of an additional 700-MW power plant.

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The net effects of these activities, including secondary effects on suppliers, merchants, service firms, state agencies and local government in the region, would be the creation of more than 8,700 new jobs in the region between 2003 and 2010. Of those, more than 5,600 jobs (a 22 percent increase over 2003) would be based in Campbell County. The pace of economic expansion, at least in terms of jobs, would moderate after 2010. Total employment growth of 2,017 additional jobs is projected in Campbell County between 2010 and 2020, with 1,741 additional jobs projected in the surrounding counties.

However, to achieve the projected levels of energy and mineral development activity through 2010 assumes that industry has access to the necessary equipment, materials, labor, and other vital inputs. Current oil and gas exploration and development across the Rocky Mountain region has absorbed the available inventory of drilling rigs and crews. A lack of access to resources could delay or limit the job gains below the levels projected, even though prospects for such growth remain. Furthermore, competition for equipment, combined with tight labor markets, could negate the productivity gains that underlie the projections, such that the employment and associated impacts do materialize, but are associated with lower levels of activity (e.g., a lengthier construction period for a power plant or fewer new wells drilled each year).

Employment effects associated with the upper coal production scenario, assuming productivity gains in coal mining equivalent to those in the lower coal production scenario, would result in total employment gains of 11,563 jobs by 2010 in the six-county study area, with an additional 3,667 jobs by 2020². As compared to the employment projections under the lower coal production scenario, those gains include 2,821 additional jobs in 2010 and 3,214 additional jobs in 2020. Most of the incremental gains would be in Campbell County, further stressing labor markets, housing, and other community resources. Such pressures could delay or affect the development plans of individual firms and operators, such that the projected employment levels would not be realized in the time frames shown. Nonetheless, substantial growth in employment is expected to occur, and even if the projected total employment levels are not realized, substantial social and economic impacts still would be anticipated.

The economic stimuli associated with the projected development also would stimulate increases in employment in other nearby counties beyond the five surrounding counties identified above. However, the potential effects in these areas are not addressed in the PRB Coal Review Task 3C Report because most of

² The number of jobs in the coal mining industry under the upper production scenario was estimated assuming future productivity gains comparable to those used for the lower production scenario. This approach differs from that described for the upper production scenario in the Task 2 report of the coal study, whereby a 16 percent higher production would be achieved with a 2.5 percent increase in workforce. Although that assumption reflects a continuation of historic productivity gains, it may underestimate population and employment growth and related socioeconomic effects if the production levels are achieved but productivity lags. Using the productivity gains from the lower production scenario provides a more conservative perspective on potential long-term population growth for purposes of the cumulative analysis.

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the effects would comprise indirect or induced growth that would be limited in scale relative to the size of the respective economies. Furthermore, the economic outlook for those areas is influenced by factors that are beyond the scope of this study, such as the role of the oil and gas support services industry based in Natrona County in supporting energy development in the south-central and southwestern portions of Wyoming.

4.2.13.2 Labor Market Conditions

Labor market conditions in the PRB reflect a generally healthy economy, with average annual county unemployment rates between 2.1 percent (Campbell) and 3.5 percent (Weston) in 2006. Statewide and national unemployment rates for the period were 3.2 percent and 4.6 percent, respectively (U.S. Bureau of Labor Statistics 2007).

Over time, local unemployment levels and rates have reflected the influences of the large, relatively stable employment baseline associated with the region's coal mining industry and the more transitory and variable influences of natural gas development. Prior to the onset of CBNG development in 1989, unemployment in Campbell County fluctuated between 4.8 and 5.3 percent, slightly above the corresponding statewide averages. Labor demand associated with CBNG development contributed to a decline in unemployment to below 3.0 percent in the 2001. As the pace of CBNG development stabilized, labor demand eased and unemployment rates climbed to 3.7 percent in 2003, before again falling to current record lows.

The employment effects identified above indicate substantial pressures on local labor markets. Strong demand for labor would maintain low unemployment, creating upward pressure on wages and salaries. Those influences would stimulate substantial economic migration into Campbell County, causing impacts to population, housing demand, and other economic and social conditions. Similar influences would occur in surrounding counties, although the implications are less severe because the scale of effects would be smaller and would be distributed over multiple communities and service providers.

4.2.13.3 Personal Income

A benefit associated with energy resource development, whether it is mineral mining or oil and gas development, is local wages and salaries that are among the highest in the state. Personal income registered strong gains across the region, but especially in Campbell County, during the late 1970s and early 1980s. In 1981, per capita personal income in Campbell County was \$17,520, compared to the national average of \$11,280 and the statewide average of \$12,879. Personal income growth was tempered by several years of economic stagnation during the late 1980s. Renewed economic vitality since then resulted in per capita personal income in Campbell County reaching \$33,388 in 2004. Those gains notwithstanding, per capita income among Campbell County's residents was below statewide and national norms, as well as that for

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Sheridan (\$35,716) County. When measured on a median household or family income basis in the 2000 census, Campbell County led statewide, national, and other counties in the PRB by considerable margins. That pattern has been maintained due to the strong economic growth in the region; in 2006 the median household income in Campbell County was \$60,800 compared to a statewide median of \$43,785 and national median of \$44,374. Median household incomes for the other five PRB counties ranged from \$40,195 to \$46,883 (U.S. Census Bureau 2006b).

In terms of total personal income, Campbell County led the six-county region with \$1.22 billion in 2004. Sheridan County residents recorded aggregate personal income of \$972 million in 2004. Total personal income in the other counties was substantially lower, ranging from \$193 million in Crook County to \$389 million in Converse County.

Personal incomes in the region would increase over the time period 2007-2020, both in aggregate and on a per capita basis, in conjunction with the economic outlooks foreshadowed by the projected development scenarios. In 2004, total personal income in the six-county area was \$3.24 billion. Under the lower production scenario, total personal income would more than double to \$7.57 billion in 2020 (in nominal dollars). The upper production scenario would generate an additional \$266 million per year in Campbell County and an additional \$35 to \$40 million per year in the surrounding counties by 2020. Annual per capita incomes are projected to increase by approximately 27 percent (in real terms) across the region between 2003 and 2020. Households with one or more workers employed directly in the energy industry, associated service firms, and the construction industry likely would realize larger shares of the gains (BLM 2005e).

4.2.13.4 Population and Demographics

Population change over time is perhaps the single best indicator of cumulative social and economic change in the PRB. Campbell County was not among the original 13 counties when Wyoming was admitted to statehood, but was carved from Weston and Crook Counties in 1911. Campbell County's 1920 population of 5,233 ranked it seventeenth among Wyoming's counties. Forty years later and prior to the onset of coal development in the region, Campbell County ranked eighteenth among Wyoming's counties in terms of population, with a 5,861 residents. Neighboring Converse, Sheridan, and Weston Counties all had larger populations.

By 1980, Campbell County's population had increased by more than 300 percent, to 24,367, seventh among Wyoming's counties. Energy development contributed to population growth in Sheridan, Converse, Johnson, and Crook Counties during that period. Weston County recorded a population decline during the period; however, the combined population of the PRB climbed from 49,311 in 1960 to 82,598 in 1980.

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Annual coal production in the PRB has increased by nearly 560 percent since 1980, accompanied by expanded mine service and rail transportation capacity, stimulating further growth. The impetus for growth in local employment was tempered by substantial productivity increases in the mining industry, coupled with declining production of other energy resources. Consequently, the region's population gained a relatively modest 11 percent, 9,318 residents, between 1980 and 2000, reaching 91,916. Campbell County registered a net gain of 9,331 residents during that period, raising its total population to 33,698 in 2000, fourth highest in the state. Across the PRB, the loss of about 2,000 residents in Converse County was offset by modest gains in the other four counties (U.S. Census Bureau 2001).

More recently, the PRB has seen renewed population growth, primarily linked to CBNG development. Population estimates for 2006 indicate a total regional population of 100,504, a 9.3 percent increase over the 2000 census population. Gains were reported for all six counties, ranging from 118 persons in Weston County to 5,236 persons in Campbell County (Table 4-30).

Table 4-30. Recent and Projected PRB Population.

Year	Campbell County	Converse County	Crook County	Johnson County	Sheridan County	Weston County	Six County PRB Total
Census							
2000	33,698	12,104	5,895	7,108	26,606	6,642	92,053
2003	36,381	12,326	5,971	7,530	27,116	6,665	95,989
2006	38,934	12,866	6,255	8,014	27,673	6,762	100,504
Lower Coal Production Scenario							
2010	45,925	13,103	6,542	8,389	28,459	7,108	109,526
2015	48,905	13,671	6,759	8,867	30,016	7,174	115,392
2020	50,995	14,193	6,989	9,326	31,467	7,208	120,178
Upper Coal Production Scenario							
2010	47,662	13,160	6,570	8,424	28,579	7,137	111,532
2015	51,558	13,763	6,802	8,924	30,214	7,219	118,480
2020	54,943	14,313	7,045	9,403	31,733	7,266	124,703

Source: U.S. Census Bureau (2006b - historical data) and PRB Coal Review Task 3C Report (BLM 2005e)

The magnitude and timing of projected employment changes from 2003-2020 under either coal production scenario would trigger corresponding effects to population across the PRB, particularly in Campbell County (Figure 4-6).

Under the lower coal production scenario, Campbell County's population is projected to increase by more than 14,550 residents between 2003 and 2020, nearly 9,500 of which are anticipated by 2010. Growth over the next 3 years will maintain pressures on housing and other community resources. The projected energy and mineral development in the lower coal production scenario would also result in substantial population growth elsewhere in the PRB, with Sheridan, Johnson, and Converse Counties all projected to gain substantial population. Population growth, like employment growth, would moderate after 2010. Projected population growth between 2003 and 2020 ranges from 0.5

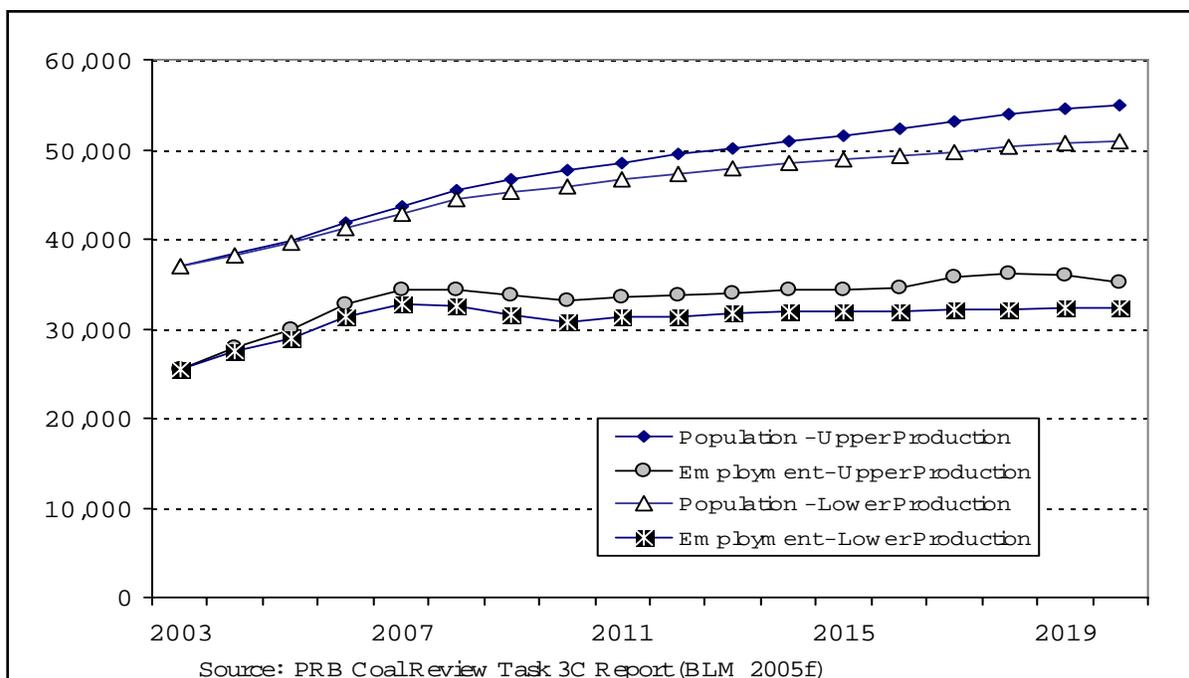


Figure 4-6. Projected Campbell County Population and Employment to 2020.

percent CAGR in Weston County to 2.0 percent CAGR in Campbell County. In absolute terms, the net change ranges from 537 additional residents in Weston County to a gain of 14,557 residents in Campbell County. The total population of the six-county study area is projected to climb to 120,178 in 2020, a 1.3 percent compounded annual growth rate (CAGR).

As with employment, changing development conditions could result in actual population growth varying from projected growth. If project schedules or levels of development vary from the projected levels, corresponding effects on population growth could result (e.g., lower growth). Population demographics could also change due to migration and commuting, with more immigrating construction workers being single-status, rather than accompanied by families. Another possibility is that the spatial distribution of population growth could shift as a result of housing or labor constraints, such that less growth would occur in Gillette and Campbell County, and more growth would occur elsewhere.

Projected population growth through 2020 under the upper coal production scenario is approximately 19 percent higher than under the lower coal production scenario (28,625 compared to 24,100, with the six-county population reaching 124,703 by 2020). Much of the incremental population growth would occur by 2010 in Campbell County, and in particular in and near Gillette.

Community population growth under the upper coal production scenario generally would mirror growth under the lower coal production scenario but with higher growth in Wright, Douglas, and Newcastle due to the effects of higher coal production, coal transportation, and power generation concentrated in the southern portion of Campbell County.

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4.2.13.5 Housing

While the population grew by 55 percent in the 1970s, the housing stock in the study area grew by almost 78 percent. Housing growth was especially rapid during the 1970s in Campbell County, where population grew by 88 percent and the housing stock grew by 140 percent. The expansion in housing supply, combined with the slowdown in the rate of population growth, produced double-digit vacancy rates for rental housing in the late 1980s and early 1990s. After growth resumed in the mid-1990s, most county-level vacancy rates for ownership units were at or below the state levels in 2000. Vacancy rates for rental units declined even more sharply. Vacancy rates have fallen even more as a result of recent growth, with current rates below 1.5 percent in five of the six-counties, and that in Johnson County at only 2.8 percent (Table 4-31).

Table 4-31. Rental Housing Vacancy Rates, 2004 4Q and 2006 4Q.

Year	Campbell County	Converse County	Crook County	Johnson County	Sheridan County	Weston County	Wyoming
2004 4Q	2.8%	8.3%	10.4%	2.1%	4.5%	5.0%	4.8%
2006 4Q	0.4%	1.4%	1.0%	2.8%	0.5%	0.0%	2.4%

Source: Wyoming Housing Database Partnership (2007)

In 2000, the housing inventory in the six-county study area was 41,203 units (Table 4-32). Total housing inventory had expanded to 43,363 units in 2005, a net addition of 2,160 since 2000. However, new construction hasn't kept pace with population growth, resulting in tighter market conditions in terms of availability, and higher prices.

Table 4-32. Total Housing Stock in 2000 and 2005.

Year	Campbell County	Converse County	Crook County	Johnson County	Sheridan County	Weston County	Six-county PRB Region
2000	13,288	5,669	2,935	3,503	12,577	3,231	41,203
2005	14,085	5,852	3,132	3,694	13,283	3,317	43,363
Change	797	183	197	191	706	86	2,160

Source: U.S. Census Bureau (2006a)

In 2005, the average sales price of homes in the study area varied from \$80,303 in Weston County to \$186,095 in Sheridan County. The average home price statewide in 2006 was \$178,183 (Wyoming Housing Database Partnership 2007). In addition to Sheridan County, Campbell (\$185,874) and Johnson (\$180,209) Counties also had average home sale prices above the statewide average in 2006. The average sales price in Converse County was \$149,096, 17 percent below the statewide average.

Monthly costs for rental housing in the PRB, measured in the fourth quarter of 2006, were highest in Campbell County (Table 4-33).

Temporary housing resources are available in the PRB in the form of hotel-motel rooms, private and public campgrounds, and vacant spaces in mobile home parks. In all, there are more than 70 lodging establishments with a total of more

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Table 4-33. Monthly Housing Rents in 2006¹ in the PRB Study Area and Percent Change from 2004.

County	Apartments		Mobile Home Lots		Houses		Mobile Homes on a Lot	
	Rent	Change	Rent	Change	Rent	Change	Rent	Change
Campbell	\$697	25.8%	\$283	22.0%	\$975	23.0%	\$758	20.5%
Converse	\$515	31.4%	\$152	1.3%	\$545	2.8%	\$452	22.5%
Crook	\$391	17.4%	\$125	5.9%	NA	NA	NA	NA
Johnson	\$477	-5.4%	\$170	16.4%	\$700	15.3%	\$518	5.5%
Sheridan	\$571	14.0%	\$285	4.4%	\$857	27.9%	\$650	26.7%
Weston	\$459	47.1%	\$119	17.8%	\$567	36.3%	\$505	27.5%
Wyoming	\$567	14.1%	\$225	15.4%	\$782	13.0%	\$561	15.2%

¹ Data are for the fourth quarter of 2006. Change is the percent change since fourth quarter of 2004.

NA = information not available due to insufficient sample size.

Source: Wyoming Department of Administration and Information, Division of Economic Analysis (2006 and 2007)

than 2,500 rooms. These temporary housing resources, supplemented by whatever apartments, townhouses, and mobile home spaces are available in Gillette, Wright and Douglas, have accommodated temporary housing needs associated with natural resource and energy projects in the past.

Both projected coal production scenarios indicate a strong demand for housing across the six-county study area through 2020. Net housing requirements under the lower coal production scenario are for approximately 9,110 units through 2020, a 21 percent increase above the 2006 existing inventory (Figure 4-7). New housing requirements under the upper coal production scenario are estimated at 10,900 units, a 25 percent increase compared to the 2006 inventory and 1,790 units more than for the lower coal production scenario. Approximately 60 percent of the overall demand for new housing through 2010 would be in Campbell County.

A substantial portion of the near-term housing demand in Campbell County would be associated with the assumed concurrent construction of three power plants. If that occurs, one or more project sponsors may be required by the Wyoming Industrial Siting Administration to pro-actively provide housing (e.g., a construction camp for single-status workers). Such actions could temper the needs for more housing; however, the remaining needs would nonetheless be substantial, straining public and private sector residential development capacity. Although smaller in scale than those in Campbell County, housing demands in the surrounding counties may also strain the capabilities of the residential construction sector to respond. Furthermore, residential contractors would be competing for available labor, contributing to the population growth and housing demand, and fueling increases in construction costs and housing prices.

The relative scale of the housing needs can be evaluated in comparison to past growth in the study area. One benchmark for comparison is the rapid growth that occurred in the PRB in the 1970s. During that decade, the number of housing units in the six-county study area rose by approximately 14,900 units,

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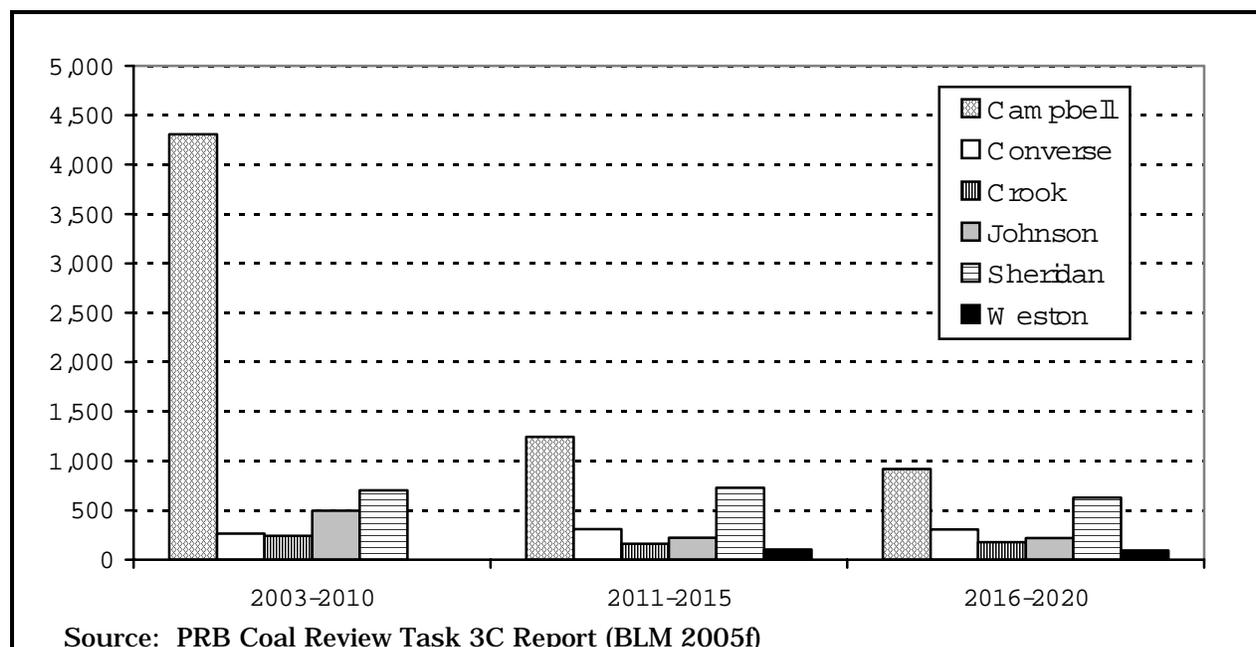


Figure 4-7. Projected Housing Demand in the PRB Study Area Under the Lower Coal Production Scenario.

approximately 1,500 units per year on average compared to the 850 to 975 new units per year projected under the upper and lower coal production scenarios through 2010. The rapid pace of development in the 1970s coincided with a period of economic expansion and strained the region's construction trade and building supply industries. Although the underlying economies of the region are now larger, the projected needs would tax the ability of communities to respond. Signs of strain are apparent in Gillette and could surface elsewhere as greater housing needs arise in the remaining counties of the six-county study area under the low coal production scenario.

Projected housing demands under either coal production scenario, although lower than what Campbell County and the region experienced in the "boom" years of the 1970s, would exert substantial pressure on housing markets, prices, and the real estate development and construction industries, all at a time when demand for labor and other resources would be high overall.

4.2.13.6 Public Education

There are 10 school districts in the six-county PRB study area, ranging in size from CCSD #1 with 7,337 students in the 2005 school year to Sheridan County School District # 3 (based in Clearmont, Wyoming) with fewer than 100 students. CCSD #1, based in Gillette, and Converse #1 in Douglas, serve the primary energy and resource development region.

Public school enrollment trends generally mirrored population trends during the period of rapid population growth. District-wide enrollment in Campbell County grew by more than 4,600 students (131 percent) between 1975 and 1985. Enrollment increased in all districts in Converse and Sheridan Counties

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as well. Enrollment in CCSD #1 subsequently peaked, but remained near record high levels for nearly a decade. Elsewhere in the region enrollments generally declined with a combined enrollment of 9,525 in the other study area districts in 2005, the lowest since 1975 (Wyoming Department of Education 2006). Recent natural gas and mining development has tempered, but not reversed, the trend of declining school enrollments across the region.

Communities across the PRB study area would see population growth due to economic migration from 2003 to 2020; however, the effects of such migration on public school enrollments would vary. As the demographics of the population change, school districts in the PRB would be affected by new trends. In some counties, the size of the school-age population (generally aged five to 17 years) may even trend in the opposite direction of total population in the short-term due to underlying demographics of the established resident population.

The demographic projections for the two coal production scenarios forecast growth in elementary school enrollments in Campbell County through 2010 and after 2010 for most PRB school districts. Projected enrollments in CCSD #1 would be approximately 10 percent higher by 2020 under the upper coal production scenario, with those in the surrounding districts about one percent higher. However, several districts still may experience enrollment levels in 2020 below current levels, as growth from 2010 to 2020 would not offset recent declines or those projected to occur before 2010.

Under the lower coal production scenario, Campbell County would experience an increase of 1,587 students, or 22 percent above recent levels, in school enrollment through 2020. However, the net impact on CCSD #1 would be composed of two trends; a substantial increase in grades K-8 but only small increases in grades 9-12 (Figure 4-8). School districts in the surrounding counties are projected to experience declining elementary and middle school enrollments through 2010 and declining high school enrollments through 2015. Thereafter, growth and the associated influences on demographics would generate renewed enrollment growth, particularly in the elementary grades in Johnson, Sheridan, and Converse Counties.

Under either scenario, projected enrollments may cause short-term school capacity shortages, depending on the specific grade levels and residential locations of the additional students. Under the Wyoming School Facilities Commission planning guidelines, impacted school districts generally need to accommodate minor capacity shortages through the use of temporary facilities, such as portable classrooms. For larger and more long-term increases, the Commission's policy is to fund capital expansion where warranted by projections developed during updates of school districts' five-year plans. The approved five-year plan for CCSD #1 has a \$57.4 million budget covering construction of several new schools and numerous major maintenance and facility upgrade projects. The approved five-year plans for the other school districts have combined cost of \$163 million. Capital investment in public education facilities has been a statewide priority in Wyoming for the past decade, with taxes and

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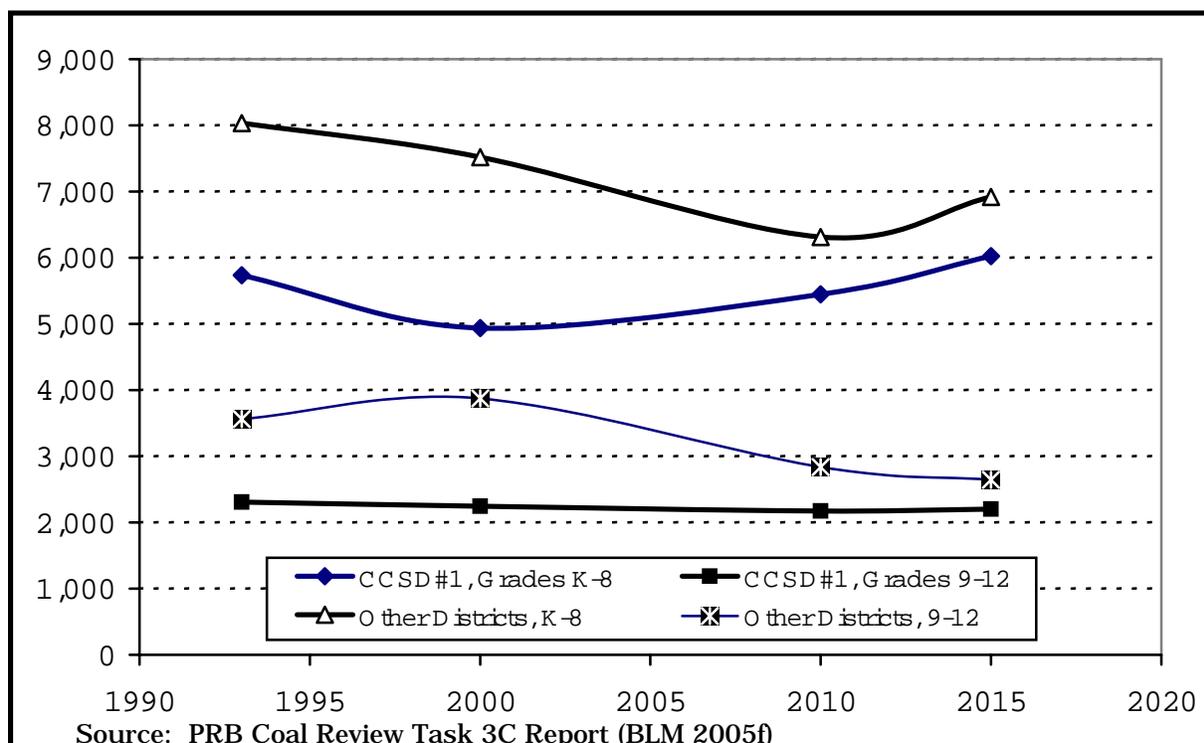


Figure 4-8. Projected School Enrollment to 2020 Under the Lower Coal Production Scenario.

royalties on mineral and energy resources the primary source of program funding (Wyoming School Facilities Commission 2007 and Wyoming CREG 2007).

4.2.13.7 Facilities and Services

The types and levels of facilities and services provided by local governments reflect service demand, revenue availability, and community values regarding appropriate services and service standards. As with most socioeconomic characteristics, the level and availability of local government facilities and services varies by county and community across the PRB. There are literally several hundred separate service providers in the region. Although virtually all local government facilities and services are affected by energy development and the demand related thereto, the critical facilities and services include municipal water and sewer systems, law enforcement at the county level, and hospitals. A comprehensive assessment of facilities and services is beyond the scope of the PRB Coal Review. However, an initial screening revealed no critical needs or shortfalls and indicated that most providers are engaged in an ongoing long-term process to maintain and improve facilities and services to meet community needs and to comply with various regulations and standards.

The PRB Coal Review socioeconomic analysis focuses on water supply and wastewater systems (two essential services that are costly and have the longest lead times to develop) and law enforcement, emergency response, and road

maintenance (three services that typically are most affected by energy development).

Water supply and wastewater systems in most communities have the capacity to accommodate the cumulative population growth associated with either projected coal production scenario through 2020, assuming ongoing or planned improvements are completed. In Gillette, there may be a timing issue with planned water supply system expansions, as completion of planned improvements would occur when substantial growth is anticipated under both projected coal production scenarios. Consequently, Gillette may experience water shortages in the summer months for several years, particularly if growth follows that under the upper coal production scenario. Douglas is looking to add water treatment capacity to provide additional capacity and management flexibility to address needs during times of drought.

The ability to provide desired levels of services to the projected energy-related population and development is less clear in Campbell County, Gillette, Wright, and outlying rural communities. Campbell County and its communities would experience a 25 percent increase in population between 2003 and 2010 under the lower coal production scenario and 30 percent under the upper coal production scenario.

Growth rates and the resultant facility and service demand in other counties within the study area would be substantially less during the 2003 to 2010 period under either scenario; all communities other than Johnson County and Buffalo would grow substantially less than 10 percent during the period. The populations of Johnson County and Buffalo would increase 10 percent by 2010, driven primarily by CBNG development.

Growth rates and resultant increases in service demands would slow substantially during both the 2011 to 2015 and 2016 to 2020 periods under either projected coal production scenario. In most communities except Sheridan County and the city of Sheridan, there would be little difference in population growth and service demand between the two scenarios.

4.2.13.8 Fiscal Conditions

Federal mineral royalties and state and local taxes levied on coal and other mineral production are vitally important sources of public revenue in Wyoming. Taxes, fees, and charges levied on real estate improvements, retail trade, and other economic activity supported by energy development provide additional revenues to support public facilities and services. These revenues benefit not only those jurisdictions within which the production or activity occurs, but also the federal treasury, state coffers, school districts, and local governments across the state through revenue-sharing and intergovernmental transfer mechanisms.

Coal and other minerals produced in Wyoming, regardless of ownership, are subject to ad valorem taxation by local taxing entities and a statewide levy to

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support public education. Statewide ad valorem taxable valuation on coal production in 2005 was \$2,280.1 million. Of that total, 88 percent was based on production in the PRB.

The total assessed valuation of Campbell County, boosted by recent increases in CBNG production, was \$4,264 million in 2006. Valuations on aggregate mineral production accounted for 87 percent of that total. Because Campbell County has been the primary beneficiary of mineral production gains over the past three decades and the recent gains tied to CBNG, the county's assessed valuation in 2006 was nearly 38 times that of Weston County (\$112.5 million) and 31 times that of Crook County (\$137.2 million). The 2006 valuation of 2005 coal production in Campbell County was \$1,995.3 million (Wyoming Department of Revenue 2006).

Wyoming levies a severance tax on coal and many other minerals produced in the state. The severance tax rate, levied on the value of production, has varied from 1.0 percent to 10.5 percent over time. The current rate of 7.0 percent was established in 1992. Cumulative statewide severance tax proceeds on coal production since 1970 exceed \$2.8 billion. Cumulative severance tax revenues on coal produced in Campbell County total \$1.89 billion. Cumulative severance tax revenues for the corresponding period total \$96.5 million from Converse County, \$60.5 million from Sheridan County, and \$758.0 million from the remainder of the state (Wyoming CREG 2007 and Wyoming Department of Revenue 2006).

Producers pay a 12.5 percent royalty to the federal treasury on the value of all surface coal production from federal leases. Total federal mineral royalties of nearly \$3.3 billion have been paid on coal produced in Wyoming since 1970, approximately half of which is returned to the state. Estimated 2005 mineral royalties of about \$377 million were paid on federal coal produced in the PRB (Minerals Management Service 2006).

At the foundation of the mineral development revenue projections for the period 2003 to 2020 are projected levels of future energy and mineral resource production. The projected total value of annual mineral production under the lower coal production scenario will climb by \$3.49 billion (2004 dollars) over 2003 levels, reaching \$8.54 billion by 2020, a 69 percent increase over the 2003 value. The aggregate value of energy and mineral resource production under the upper coal production scenario would increase to \$9.21 billion in 2020. The incremental difference, compared to the value under the lower coal production scenario, would be \$670 million per year, all of which represents the value of higher annual coal output.

The overwhelming majority of future mineral production value is anticipated to be in Campbell County. Over time, the future value of production in Sheridan and Johnson Counties would climb. Total annual mineral production value by 2020 is projected to reach \$6.37 billion in Campbell County and \$2.17 billion in the surrounding counties. Between 2005 and 2020, total royalty and tax

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receipts derived from the key selected sources range between \$21.1 and \$22.6 billion for the lower and upper coal production scenarios, respectively. Receipts derived from coal production would account for the majority of the totals under either scenario, with federal mineral royalties on coal at \$4.9 to \$5.7 billion being the single largest source. Severance taxes, ranging from \$6.3 to \$6.7 billion, also would accrue to the state (Tables 4-34 and 4-35).

Table 4-34. Summary of Mineral Development Tax Revenues Associated with Energy Resource Production Under the Lower Coal Production Scenario (million \$).

Industry and Taxes	2005-2010	2011-2015	2016-2020	Total
Coal ¹	\$3,164.8	\$3,178.9	\$3,756.3	\$10,100.0
CBNG	\$2,915.2	\$3,076.4	\$3,288.7	\$9,280.3
Conventional Oil and Gas	\$568.5	\$576.4	\$614.0	\$1,759.0
Totals	\$6,648.5	\$6,831.7	\$7,659.0	\$21,139.3
Severance Tax	\$1,995.9	\$2,012.4	\$2,249.3	\$6,257.6
Federal Mineral Royalties	\$2,754.1	\$2,839.4	\$3,166.3	\$8,759.8
State Mineral Royalties	\$233.5	\$225.8	\$251.4	\$710.7
Ad Valorem Tax (Counties)	\$417.6	\$443.0	\$502.8	\$1,363.3
Ad Valorem Tax (Schools)	\$1,247.5	\$1,311.1	\$1,489.3	\$4,047.9
Totals	\$6,648.6	\$6,831.7	\$7,659.1	\$21,139.3

¹ Does not include coal lease bonus bids due to the uncertainty regarding timing.

Source: PRB Coal Review Task 3C Report (BLM 2005e)

Table 4-35. Summary of Mineral Development Tax Revenues Associated with Energy Resource Production Under the Upper Coal Production Scenario (million \$).

Industry and Taxes	2005-2010	2011-2015	2016-2020	Total ¹
Coal ¹	\$3,538.0	\$3,703.0	\$4,350.0	\$11,591.0
CBNG	\$2,915.2	\$3,076.4	\$3,288.7	\$9,280.3
Conventional Oil and Gas	\$568.5	\$576.4	\$614.0	\$1,759.0
Totals	\$7,021.7	\$7,355.8	\$8,252.7	\$22,630.3
Severance Tax	\$2,104.1	\$2,159.0	\$2,415.4	\$6,678.5
Federal Mineral Royalties	\$2,946.3	\$3,099.9	\$3,461.4	\$9,507.6
State Mineral Royalties	\$233.5	\$225.8	\$251.4	\$710.7
Ad Valorem Tax (Counties)	\$435.8	\$472.0	\$535.0	\$1,442.8
Ad Valorem Tax (Schools)	\$1,302.3	\$1,398.9	\$1,589.8	\$4,291.0
Totals	\$7,022.0	\$7,355.6	\$8,253.0	\$22,630.6

¹ Does not include coal lease bonus bids due to the uncertainty regarding timing.

Source: PRB Coal Review Task 3C Report (BLM 2005e)

The federal and state governments also benefit from coal lease bonus bids derived from future coal leasing. Bonus bids have risen over time, with successful bids for recent sales ranging from 30 cents per ton to 97 cents per ton. There is no guarantee of that trend continuing. Considerable uncertainty also exists with respect to the timing and scale of future leases, although BLM currently has pending applications for more than four billion tons of federal coal, including this application. The state receives 50 percent of the bonus bid revenue.

Taxes and mineral royalties levied on energy and mineral resource production accruing to the state are disbursed to the Permanent Water Development Trust

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Fund, Wyoming School Foundation and Capital Facilities funds, capital construction fund for state and local government facilities, and other programs according to a legislatively-approved formula. Through these funds, the revenues derived from resource development benefit the entire state, not just agencies, businesses, and residents of the PRB.

County governments and school districts would realize benefits from future energy and mineral resource development in the form of ad valorem taxes. Such taxes, estimated on the basis of future coal, oil, and natural gas production, are estimated to range between \$5.4 billion and \$5.7 billion through 2020. Those sums do not include future property taxes levied on the new power plants, expanded rail facilities, or new residential and commercial development associated with future growth, or sales and use taxes levied on consumer and some industrial purchases. These latter revenues are not estimated in this study, but would be substantially lower than those on resource production.

Local governments would benefit from property taxes on new development, as well as from sales and use taxes on taxable sales within their boundaries. Such revenues are not estimated for this study due to the large number of jurisdictions and other analytical considerations.

4.2.13.9 Social Setting

The past 30 years have seen sweeping social change in the U.S. and throughout much of the world. But in addition to the broad forces that have driven social change in the U.S. as a whole, social conditions in some PRB communities have been substantially influenced by energy development. Factors that have affected social conditions in the PRB include industrial and natural resource development, economic and demographic change, housing and public infrastructure development, and institutional change at the local and state government levels.

One of the key drivers of social change in the PRB has been energy-related population growth. When the first oil boom occurred in the late 1950s, Campbell County was a relatively stable, sparsely-populated rural county. Like many places in Wyoming and throughout the rural west, Campbell County was a small, relatively homogeneous ranching community (ROMCOE 1982). The oil booms of the 1950s and 1960s brought an influx of new people. Development of coal mines, continued oil and gas drilling, and power plant construction precipitated another round of growth. In all, Campbell County population grew by almost 600 percent between 1950 and 2000.

On the one hand, this population growth, combined with a robust economy, generated a variety of positive social effects. Financial and technical resources poured into the community as it mobilized to accommodate the new population. Job opportunities were created in the construction industry, as the community responded to demands for housing, public facilities, and retail goods and services. The large and rapid influx of new residents, eager to take

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advantage of the employment opportunities, created energy, vitality, and a sense of economic optimism about the community. Where economic advancement had been limited before the boom, there was now opportunity (Gardiner 1985).

On the other hand, it is likely that many residents had mixed feelings about these changes (Heinecke 1985). New residents brought new ideas, new ways of doing things, new preferences for goods and services, and new demands for government services. Some long-time residents, particularly those who were not directly participating in the economic benefits of energy development, viewed these changes as negative.

Today, almost any organization, committee, or government body is made up of a cross-section of energy employees, ranchers, and other community members whose tenure in the community may be long or short (Bigelow 2004, Spencer 2004). Moreover, because of the turnover in the energy companies, the community has become accustomed to newcomers.

Cumulative energy development in the PRB through the year 2020 has the potential to generate both beneficial and adverse effects on community social conditions. Social effects of development activities in the PRB would vary from county to county and community to community under the coal production scenarios developed for this study, based on the existing social setting and the type of development that would occur.

Beneficial social effects would be associated with an expanding economy and employment opportunities associated with energy development and resulting improvements in living standards for those employed in energy-related industries. Adverse social effects could occur as a result of conflicts over land use and environmental values. Negative social effects also could occur if the pace of growth exceeds the abilities of affected communities to accommodate energy-related employees and their families with housing and community services.

In the PRB, social conditions in Campbell County, the city of Gillette, and the town of Wright are most likely to be affected because the county would host much of the cumulative energy development workforce, and the county and its municipalities would receive the largest increments in population growth. Campbell County and its municipalities have a long history of energy development, and they have developed infrastructure and management systems to plan for and manage growth; consequently, major adverse social effects would not be anticipated. However, under either scenario, the county and the two municipalities may face challenges in providing adequate housing and expanding community services in anticipation of population growth through 2010, particularly if several power plant and coal mine construction projects occur simultaneously. As municipalities receive only sales and use tax revenues directly from development and purchases made within their boundaries, Gillette and Wright could face challenges in securing the necessary

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funding to improve municipal facilities and services. Housing shortages and limitations in public services could contribute to adverse community social effects in these communities.

Many of the people who would immigrate to Campbell County for energy-related jobs are likely to share characteristics with much of the current population; therefore, few barriers to social integration are anticipated.

Social effects on other communities in the PRB are likely to be minimal to moderate. Energy-related population growth is anticipated to be moderate in other communities. Sheridan County, also familiar with coal mining, is the only other county anticipated to host a major construction project under the development assumptions used for either projected coal production scenario. Converse, Weston, and Crook Counties could experience spillover growth from projects in Campbell County.

Johnson, Sheridan, and Campbell Counties could experience continued conflict over split estate and water issues associated with CBNG development, and the pace and scale of energy development across the PRB is likely to continue to generate social and political conflict over environmental issues under either coal production scenario.

4.2.14 Coal Mining and Coal-Fired Power Plant Related Emissions and By-Products

As discussed in Chapter 1, BLM does not authorize mining by issuing a lease for federal coal, but the impacts of mining the coal are considered in this EIS because it is a logical consequence of issuing a maintenance lease to an existing mine. The use of the coal after it is mined is also not determined at the time of leasing, however, almost all of the coal that is currently being mined in the Wyoming PRB is being used by coal-fired power plants to generate electricity. As a result, a discussion of emissions and by-products that are generated by burning coal to produce electricity is included in this section of the EIS.

As discussed in Chapter 2, under the currently approved mining plan, which represents the Alternative 1 (No Action Alternative), from 2008 on, the Belle Ayr Mine would be able to produce coal at an average production level of 29.0 mmtpy for another 8.6 years under, compared with an average of 29.0 mmtpy for 14.1 years under the Proposed Action, or an average of 29 mmtpy for another 13.9 years under Alternative 2 (Table 2-2).

The Coal Creek Mine would be able to produce coal at an average production level of 13.4 mmtpy for another 16.7 years from 2008 on under Alternative 1 (No Action Alternative), compared with an average of 13.4 mmtpy for 21 years under the Proposed Action and Alternative 2 (Table 2-3).

From 2008 on, the Caballo Mine would be able to produce coal at an average production level of 37.8 mmtpy for another 15.9 years under Alternative 1 (No

Action Alternative), compared with an average of 37.8 mmtpy for 18.1 years under the Proposed Action, or an average of 37.8 mmtpy for another 18.3 years under Alternative 2 (Table 2-5).

The Cordero Rojo Mine would be able to produce coal at an average production level of 46.3 mmtpy for another 5.9 years from 2008 on under Alternative 1 (No Action Alternative), compared with an average of 46.3 mmtpy for 15.3 years under the Proposed Action, or an average of 46.3 mmtpy for another 15.9 years under Alternatives 2 and 3 (Table 2-7).

Section 3.4.5 contains estimates of greenhouse gas emissions resulting from the combined mine operations at the Belle Ayr, Coal Creek, Caballo, and Cordero Rojo Mines from projected operations under the proposed action and alternatives.

4.2.14.1 Global Climate Change and Greenhouse Gas Emissions

Ongoing scientific research has identified the potential impacts of anthropogenic (man-made) greenhouse gas (GHG) emissions and changes in biological carbon sequestration due to land management activities on global climate. Although GHG levels have varied for millennia, recent industrialization and burning of fossil carbon sources have caused CO₂(e) concentrations to increase dramatically. As with any field of scientific study, there are uncertainties associated with the science of climate change. This does not imply that scientists do not have confidence in many aspects of climate change science. Some aspects of the science are known with virtual certainty, because they are based on well-known physical laws and documents trends (EPA 2008f).

The National Assessment of the Potential Consequences of Climate Variability and Change, an interagency effort initiated by Congress under the Global Change Research Act of 1990, Public Law 101-606, has confirmed that climate change is impacting some natural resources that the Department of the Interior has the responsibility to manage and protect (DOI 2001). The Synthesis Report, the final part of the Fourth Assessment Report of the Intergovernmental Panel on Climate Change (IPCC) (available online at <http://www.ipcc.ch>), was released in preliminary form on November 17, 2007. The Synthesis Report (Bernstein et al. 2007) summarizes the results of the assessment carried out by the three working groups of the IPCC. Observations and projections addressed in the report include:

- “Warming of the climate system is unequivocal, as is now evident from observations of increases in global average air and ocean temperature, widespread melting of snow and ice, and rising global average sea level.”
- “Observational evidence from all continents and most oceans show that many natural systems are being affected by regional climate changes, particularly temperature increases.”

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From 1850 to present, historic trend data show an increase of 1°C in global mean temperature. The increase is not linear, and there have been extended periods (decades) where temperature has dropped or stayed constant. This historic warming over that same period has caused sea levels to rise by about 20 cm on average, and has also resulted in changes in climate patterns on land. These changes are not uniform. In some areas near the equator, temperatures have cooled by about 5°C, while closer to the poles, temperatures have risen by equal amounts (Hansen and Lebedeff 1987). In northern latitudes (above 24° N), temperature increases of nearly 1.2°C (2.1°F) have been documented since 1900. Temperature changes can result in shifts of weather patterns (rainfall and winds) which may then affect vegetation and habitat. The importance of temperature change and changes in precipitation in species migration and change is being investigated.

Several activities contribute to the phenomena of climate change, including emissions of GHGs (especially carbon dioxide and methane) from fossil fuel development, large wildfires and activities using combustion engines; changes to the natural carbon cycle; and changes to radiative forces and reflectivity (albedo). It is important to note that GHGs will have a sustained climatic impact over different temporal scales. (EPA 2008f). There has been, and continues to be, considerable scientific investigation and discussion as to the causes of the recent historic rise in global mean temperatures, and whether the warming trend will continue.

Solar variability may play a role in global climate change, though the magnitude of the influence of increased sun activity is not well understood. Physical aspects of the sun, like sunspots and solar radiation output, are known to vary over time. The intensity of energy from the sun has varied through time and has resulted in global temperature variation.

Human population doubled to two billion from the period 1780 to 1930, then doubled again by 1974. The atmospheric concentrations of greenhouse gases have increased as human populations have increased. More land and resources were used to provide for the needs of these populations. As human activities have increased, carbon-based fuels have been used to provide for those additional energy needs. Forests and vegetation were cleared in order to provide for food production and human use.

Carbon dioxide (CO₂), methane, water vapor, ozone, and nitrous oxide (NO₂) are recognized as greenhouse gases. Through complex interactions on a regional and global scale, these GHG emissions and net losses of biological carbon sinks cause a net warming effect of the atmosphere, primarily by decreasing the amount of heat energy radiated by the earth back into space. Like glass in a greenhouse, these gases trap radiation from the sun and act as an insulator around the Earth, holding in the planet's heat.

According to the IPCC's synthesis report (Bernstein et al. 2007):

- “Global atmospheric concentrations of carbon dioxide (CO₂), methane (CH₄), and nitrous oxide (N₂O) have increased markedly as a result of human activities since 1750 and now far exceed pre-industrial values determined from ice cores spanning many thousands of years.”
- “Most of the observed increase in globally-averaged temperatures since the mid-20th century is very likely due to the observed increase in anthropogenic greenhouse gas concentrations. It is likely there has been significant anthropogenic warming over the past 50 years averaged over each continent (except Antarctica).”
- “There is high agreement and much evidence that with current climate change mitigation policies and related sustainable development practices, global greenhouse gas emission will continue to grow over the next few decades.”
- “Continued greenhouse gas emissions at or above current rates would cause further warming and induce many changes in the global climate system during the 21st century that would be very likely to be larger than those observed during the 20th century.”
- “There is high confidence that by mid-century, annual river runoff and water availability are projected to increase at high latitudes and in some tropical wet areas and decrease in some dry regions in the mid-latitudes and tropics. There is also high confidence that many semi-arid areas (e.g., Mediterranean Basin, western United States, southern Africa and northeast Brazil) will suffer a decrease in water resources due to climate change.”
- “Anthropogenic warming and sea level rise would continue for centuries due to the time scales associated with climate processes and feedbacks, even if greenhouse gas concentrations were to be stabilized.”
- “Anthropogenic warming and sea level rise could lead to some impacts that are abrupt or irreversible, depending upon the rate and magnitude of the climate change.”
- “There is high agreement and much evidence that all stabilization levels assessed can be achieved by deployment of a portfolio of technologies that are either currently available or expected to be commercialized in coming decades, assuming appropriate and effective incentives are in place for their development, acquisition, deployment and diffusion and addressing related barriers.”

The National Academy of Sciences has confirmed these findings, but also has indicated there are uncertainties regarding how climate change may affect different regions. Computer model predictions indicate that increases in temperature will not be equally distributed, but are likely to be accentuated at higher latitudes. Warming during the winter months is expected to be greater than during the summer, and increases in daily minimum temperatures is more likely than increases in daily maximum temperatures. Increases in temperatures would increase water vapor in the atmosphere, and reduce soil moisture, increasing generalized drought conditions, while at the same time enhancing

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heavy storm events. Although large-scale spatial shifts in precipitation distribution may occur, these changes are more uncertain and difficult to predict (EPA 2008f).

Relatively steep elevation gradients between valley floors and adjacent mountain ranges in the western U.S. produce considerable geographic climate variability. Warm, dry, semiarid conditions are typical on valley floors; moist and cool conditions are typical in higher parts of mountain ranges. Different plant communities occur within specific elevation zones. There also have been patterns of historic climatic variation in these areas for more than 10,000 years, during which plant communities gradually shift to higher or lower elevations depending on the direction of temperature and precipitation changes (Tausch et. al. 2004).

If global warming trends continue into the foreseeable future, Chambers (2006) indicates that the following changes may be expected to occur in the West:

- The amount and seasonal variability of precipitation will increase over most areas. IPCC (2001) climate model scenarios indicate that by 2100, precipitation will increase about 10 percent in summer, about 30 percent in fall, and 40 percent in winter. Less snowfall will accumulate in higher elevations, more precipitation will occur as rain, and snowmelt will occur earlier in the spring because of higher temperatures.
- Streamflow patterns will change in response to reduced snowpacks and increasing precipitation. Peak flows in spring are expected to occur earlier and be of lower magnitude because of snowpack changes. Runoff from greater amounts of winter rainfall will cause higher winter flows. Summer flows will be lower, but with higher variability depending on the severity of storm events
- Some populations of native plants, invasive species, and pests will expand. Increasing amounts of atmospheric carbon dioxide, and precipitation during the growing season will provide favorable growth conditions for native grasses, perennial forbs, woody species, and invasive annuals such as cheatgrass. Insect populations also will likely increase because milder winter temperatures will improve reproduction and survival rates.
- Fire frequency, severity, and extent will increase because of the increased availability of fine fuels (grasses, forbs, and invasives) and accumulation of fuels from previous growing seasons. Higher temperatures will extend the length of fire seasons. Expansion of pinyon-juniper species and increasing tree densities could increase the number of high severity crown fires. Higher rates of insect damage and disease also may increase fuel accumulations.
- Sensitive species and overall biodiversity will be reduced. High-elevation habitats will shrink in area or disappear as lower-elevation plant communities expand. It is probable that some mammalian, avian, and other species that currently inhabit these high-elevation habitats may become extinct. Higher rates of disease and insect damage also may pose threats to other sensitive plant and animal species.

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In 2006, transportation sources accounted for approximately 29 percent of total U.S. greenhouse gas emissions (EPA 2008f). Transportation is the fastest growing source of U.S. GHGs, accounting for 47 percent of the net increase in total U.S. emissions since 1990 (EPA 2008f). Transportation is also the largest end-use source of CO₂, which is the most prevalent GHG (EPA 2008f).

Historically, the coal mined in the PRB has been used as one of the sources of fuel to generate electricity in power plants located throughout the United States. Coal-fired power plant emissions include carbon dioxide (CO₂), which has been identified as a principal anthropogenic greenhouse gas. According to the Energy Information Administration (U.S. Department of Energy 2007a, 2007b):

- CO₂ emissions represent about 84 percent of the total U.S. greenhouse gas emissions.
- Estimated CO₂ emissions in the U.S. totaled 5,934.2 million metric tons in 2006, which was a 1.8 percent decrease from 2005.
- Estimated CO₂ emissions from the electric power sector totaled 2,343.9 million metric tons, or about 39.5 percent of total U.S. energy-related CO₂ emissions in 2006.
- Estimated CO₂ emissions from coal electric power generation in 2005 totaled 1,937.9 million metric tons or about 33 percent of total U.S. energy-related CO₂ emissions in 2006.
- Coal production from the Wyoming PRB represented approximately 42 percent of the coal used for power generation in 2006, which means that Wyoming PRB surface coal mines were responsible for about 13.9 percent of the estimated U.S. CO₂ emissions in 2006.

Wyoming PRB coal is shipped nationwide. The mines in the Powder River Basin have sold, and are expected to sell coal into the open coal market. Each mine's ability to sell coal in this market will determine annual production rates at that mine. Historically, the coal buyers have been domestic electric producers, although the coal could be used in other coal applications or could be exported.

Relatively little PRB coal, about two percent, is burned in Wyoming. In 2005, Wyoming coal went to 35 states besides Wyoming. As noted above, coal represented 50.2 percent of the fuel mix used by electric generators nationally in 2004. In the NERC power regions where PRB coal is sold, coal use ranges from 74.2 percent in the upper Midwest, to 15.6 percent in the northeast U.S. (EPA 2007g).

There are methods of generating electricity that result in fewer greenhouse gas emissions than burning coal, including natural gas, nuclear, hydroelectric, solar, wind, and geothermal resources. However, coal-burning power plants currently supply about 50 percent of the electric power generated in the U.S. The demand for power is increasing in the U.S. and throughout the world. According to a recent report by the North American Electric Reliability Council, peak demand for electricity in the U.S. is expected to double in the next 22 years (Associated Press 2007). Many developing countries, including China and India,

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are also relying heavily on coal to meet their rapidly increasing power demands as coal is more economical and more available than other sources of electrical generation.

Coal sales are made on short term contracts, generally to individual power generators, or coal is sold on a spot market. This market is very dynamic and competitive. During the coal leasing EIS process, it is uncertain and speculative to predict who might purchase future PRB coal, how it would be used, and where the coal might be transported to.

Technologies for producing cleaner, more efficient and more reliable power from coal are currently available, although not yet commercially established. These include advanced pulverized coal, circulating fluidized bed, and integrated gasification combined cycle (IGCC) technologies. The FutureGen project proposes to produce electricity by turning coal into gas, remove impurities, extract CO₂ from the waste stream, and then sequester the CO₂ underground. A site in southeastern Illinois was recently selected for the plant, which has a goal of being operational in 2012 (Biello 2007).

At this time, there is no national policy or law in place that regulates CO₂ emissions. A number of bills were introduced in the U.S. Congress in 2007 related to global climate change. The Lieberman-Warner Climate Security Act, which was introduced in October, 2007 by Senators Joseph I. Lieberman (ID-CT) and John W. Warner (R-VA), would establish a cap-and-trade within the United States. This program would require a 70 percent reduction in greenhouse gas emissions from covered sources, which represents over 80 percent of total U.S. emissions. It was voted out of the Senate Environment and Public Works Committee in December, 2007 (<http://www.pewclimate.org>, accessed 12/21/2007). The last action on the bill was on May 20, 2008 when it was placed on the Senate Legislative Calendar under General Orders. Calendar No. 740.

Additionally, in 2007, the U.S. Supreme Court (*Massachusetts v. EPA*) held that CO₂ qualifies as an air pollutant under the Clean Air Act (CAA) Section 302(g). The case was remanded to EPA to take further action to regulate CO₂ under the CAA unless the EPA determines that CO₂ does not endanger public health or welfare. At this time, EPA has not made that determination.

Federal, state, and local governments are also developing programs and initiatives aimed at reducing energy use and emissions. The 2002 Clear Skies and Global Climate Change Initiative is a voluntary national program to reduce greenhouse gas emissions. There are federal tax incentives for energy efficiency and conservation, and some states have renewable energy and energy efficiency policies. Regional initiatives have been started in the northeast (Northeast Regional Greenhouse Gas Initiative) as well as the Western Climate Initiative in the western states. At this time, it is not possible to predict how all of these programs would be melded into a national regulatory process if one were to be enacted.

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A number of U.S. financial and corporate interests have acknowledged that enactment of federal legislation limiting the emissions of CO₂ and other greenhouse gases seems likely (NARUC 2007). There is uncertainty about anticipated CO₂ emission limits and carbon capture/sequestration regulations. This has caused some proponents to cancel or delay their proposed projects that use existing and emerging technologies to produce electricity from coal (Casper Star Tribune 2007b, 2007c).

The regulatory mechanisms proposed under the Climate Security Act, as well as the past regulation of other pollutants under the CAA, are imposed at the point when coal is burned and converted to electric energy and by-products like CO₂. Over 95 percent of coal produced in the PRB is sold in an open market where coal is purchased on short term contracts or spot prices based on a coal feed stock that is suitable for each buyer's power generating facility. Coal production at any one mine is not tied in any predictable way over a period of time to any one power plant. Power plant buyers attempt to buy coal from suppliers at the most economical prices that meet their needs. PRB coal has competed well in this market due to its low sulfur content. This makes it valuable in lowering sulfur dioxide pollution, as well as competitive mining costs when compared to delivered costs of coal from other coal producing areas.

U.S. coal production increased from 1,029.1 million tons in 1990, when the Powder River Federal Coal Region was decertified, to 1,161.4 million tons in 2006, an increase of 12.9 percent (U.S. Department of Energy 2007c). Wyoming coal production increased from 184.0 million tons in 1990 to 444.9 million tons in 2006, an increase of 242 percent (Wyoming Department of Employment 2007a). The share of electric power generated by burning coal was consistently around 50 percent during that time frame. Also, the percentage of total U.S. CO₂ emissions related to coal consumption was consistently around 36 percent during that same time frame. The percentage of U.S. CO₂ emissions related to the coal electric power sector increased from about 31 percent in 1990 to about 33 percent in 2006 (U.S. Department of Energy 2007a, 2007b).

Wyoming coal production has increased at a more rapid rate than other domestic coal. Wyoming coal is low in sulfur, providing a way for electric generators to achieve acid rain reduction requirements. Coal coming out of the Wyoming PRB is mined using surface mining methods which are generally safer and less labor intensive than underground mining. Rural rangelands are the areas that are mainly mined; they are reclaimed according to WDEQ/LQD's standards (see Section 3.9.4). PRB coal reserves are in thick seams, resulting in more production from areas of similar land disturbance, and lower mining and reclamation costs.

As discussed earlier in this chapter, future coal mining impacts are estimated based on two forecast scenarios for PRB coal production through 2020. In the low scenario, the percentage of coal use for electric generation would stay about the same, assuming that all forms of electric generation would grow at a proportional rate to meet forecast electric demand. In the high scenario,

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percentage of coal use would also remain about the same, but with PRB coal displacing coal from other domestic coal regions.

If public sentiment results in changed electric demand, or if CO₂ emissions are ultimately regulated, the demand forecast for coal for electric generation could change. The Department of Energy has forecasted that by 2030, the coal share of total energy use will increase from 23 percent in 2006 to 25 percent in 2030, while the share of natural gas will fall from 22 percent to 20 percent, and the liquids share is predicted to fall from 40 percent to 37 percent. The combined share of carbon-neutral renewable and nuclear energy is forecasted to grow from 15 percent in 2006 to 17 percent in 2030.

Taken together, projected growth in the absolute level of primary energy consumption and a shift toward a fuel mix with slightly lower average carbon content will cause projected energy-related emissions of CO₂ to grow by 16 percent from 2006 to 2030. This is slightly lower than the projected 19 percent increase in total energy use. Over the same period, the economy becomes less carbon-intensive, because the 16 percent increase in CO₂ emissions is about one-fifth of the projected increase in GDP (79 percent), and emissions per capita decline by 5 percent.

In the 2008 study, projected energy-related CO₂ emissions grew from 5,890 million metric tons in 2006 to 6,851 million metric tons in 2030. In the Annual Energy Outlook 2008 study, energy-related CO₂ emissions were projected to grow by about 35 percent, to 7,950 million metric tons in 2030. This reflects both a higher projection of overall energy use and, to a lesser extent, a different mix of energy sources (U.S. Department of Energy 2008). This forecast is within the range of the high and low scenarios presented in Chapter 4.

The Annual Energy Outlook 2008 report projected that energy-related emissions of CO₂ will grow by 16 percent from 2006 to 2030. In this projection, the mix of sources for this generation include coal, natural gas, nuclear, liquids (petroleum), hydro-power, and non-hydro renewable (wind, solar, etc.). The forecasted generation mix by 2030 as compared to 2007 is included in Table 4-36.

Table 4-36. Projected Percent of CO₂ Emissions by Source (2007 and 2030).

Source	2007	2030
Coal	51%	58%
Nuclear	21%	19%
Natural Gas	18%	11%
Petroleum	1%	1%
Hydro Power	7%	6%
Renewables	2%	5%

The Electric Power Research Institute (James 2007) attempted to identify a scenario of how the full portfolio of technologies to provide for electric energy would respond if national policy were to require that CO₂ emissions be reduced

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to 1990 levels. As noted earlier, there is no regulatory structure or CO₂ emission levels or limits that have been set by national policy or law yet. This scenario provides some analysis of the possible effect of regulation as well as decreased demand through energy efficiency at the user end, in transmission, and at the producer end. The forecasted generation mix by 2030 as compared to 2007 is included in Table 4-37.

Table 4-37. Projected Percent of CO₂ Emissions by Source (2007 and 2030) Under a Reduced CO₂ Emissions Scenario.

Source	2007	2030
Coal	51%	52%
Nuclear	21%	29%
Natural Gas	18%	5%
Petroleum	1%	0%
Hydro Power	7%	5%
Renewables	2%	9%

This study predicts that national policy that forces a reduction of CO₂ emissions to 1990 levels would promote increased energy efficiency, and the growth of “non carbon” sources such as nuclear and renewable. Renewable sources include wind and solar, as well as emerging technologies like tidal power, river turbines and others reported in the media. Hydropower is limited because most opportunities for hydropower have been used or require large infrastructure. Carbon based sources such as coal, gas and petroleum are reduced as compared to the EIA forecast. Both EIA and EPRI forecast increases in electricity cost.

The mines in the Powder River Basin have sold and are expected to sell coal into the open coal market. In both EIA market projections and market projections that contemplate CO₂ regulation, the coal market supplies half or more of the electric generation mix through 2020. Each mine’s ability to sell coal in this market will determine annual production rates at that mine. Historically, the coal buyers have been domestic electric producers, although the coal could be used in other coal applications or be exported.

The SGAC Mines produced 100.1 million tons of coal in 2006, which represents about 22.7 percent of the coal produced in the Wyoming PRB in 2006, or about 3.2 percent of the estimated U.S. CO₂ emissions in 2006. Under the No Action Alternative, CO₂ emissions attributable to burning coal produced by the Belle Ayr, Coal Creek Caballo, and Cordero Rojo Mines would be extended at about this level for up to approximately 16 years, while the mines recovers their remaining estimated 1,564 million tons of currently leased coal reserves. It is likely that, by that time, regulations limiting CO₂ emissions will be in place and, potentially, projects utilizing the emerging technologies to reduce and/or sequester CO₂ emissions would be more established.

Section 3.18.2 contains estimates of greenhouse gas emissions resulting from the specific mine operations at the Belle Ayr, Coal Creek Caballo, and Cordero

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Rojo Mines from projected operations under the Proposed Actions and alternatives.

Under the Proposed Action and Alternatives 2 and 3, the Belle Ayr, Coal Creek Caballo, and Cordero Rojo Mines anticipate producing the coal included in the Belle Ayr North, West Coal Creek, Caballo West, and Maysdorf II LBA Tracts, respectively, at currently permitted levels using existing production and transportation facilities, which would extend CO₂ emissions related to burning coal from the applicant mines for up to just over 10 additional years beyond July 2008. It is not possible to project the level of CO₂ emissions that burning the coal in the SGAC LBA Tracts would produce due to the uncertainties about what emission limits will be in place at that time or where and how the coal in the SGAC LBA Tracts would be used after it is mined. It is not likely that selection of the No Action Alternatives would result in a decrease of U.S. CO₂ emissions attributable to coal-burning power plants in the longer term because there are multiple other sources of coal that, while not having the cost, environmental, or safety advantages, could supply the demand for coal beyond the time that the Belle Ayr, Coal Creek Caballo, and Cordero Rojo Mines complete recovery of the coal in their existing leases.

CBNG, which is composed primarily of methane, another greenhouse gas, is released into the atmosphere when coal is mined. According to the U.S. Energy Information Administration (U.S. Department of Energy 2007a and 2007b):

- U.S. anthropogenic methane emissions totaled 605 million metric tons CO₂ equivalent in 2006.
- U.S. 2006 methane emissions from coal mining were estimated at 64.7 million metric tons CO₂ equivalent, which represents approximately 10.7 percent of the U.S. total anthropogenic methane emissions in 2006.
- Surface coal mining operations in the U.S. were estimated to be responsible for methane emissions of about 14.2 million metric tons of CO₂ equivalent in 2006, which represents about 2.35 percent of the estimated U.S. anthropogenic methane emissions in 2006, and about 22 percent of the estimated methane emissions attributed to coal mining of all types.
- The Wyoming PRB produced approximately 53.7 percent of the coal mined in the U.S. in 2006 using surface mining techniques, which means that Wyoming PRB surface coal mines were responsible for approximately 1.26 percent of the estimated U.S. anthropogenic methane emissions in 2006. The SGAC Mines contributed about 22.7 percent of the Wyoming PRB production in 2006.

Since 1990, when BLM began leasing using the lease by application process, total U.S. anthropogenic methane emissions declined from 708.4 million metric tons CO₂ equivalent to 605.1 million metric tons CO₂ equivalent in 2006. Total coal mining related emissions declined from 97.7 million metric tons CO₂ equivalent to 64.7 million metric tons CO₂ equivalent during the same time period. The Energy Information Administration (U.S. Department of Energy

2007b) attributes the overall decrease in coal mine emissions of methane since 1990 to the fact that the coal production increases during that time had been largely from surface coal mines that produce relatively little methane.

CBNG is currently being commercially produced by oil and gas operators from wells within and near the SGAC LBA Tracts. CBNG that is not recovered prior to mining would be vented to the atmosphere during the mining process. Selection of the No Action Alternatives would potentially allow more complete recovery of the CBNG from the SGAC LBA Tracts in the short term (ten years), during the time that the mine's currently leased coal is being recovered. However, BLM's analysis suggests that a large portion of the CBNG resources that are currently present on the tract would be recovered prior to mining under the Proposed Action or Alternatives 2 or 3. Selection of the No Action Alternatives (Alternative 1) would not be likely to directly decrease U.S. methane emissions attributable to coal mining in the long term because there are multiple other sources of coal that could supply the coal demand beyond the time that the Belle Ayr, Coal Creek, Caballo, and Cordero Rojo Mines recovers the coal in their existing leases.

4.2.14.2 Mercury, Coal Combustion Residues, and Other By-Products

To meet the nationwide consumer demand and requirement for energy, coal is burned in power plants to produce electricity for the United States. Coal is an important component of the U.S. energy supply partly because it is the most abundant domestically available fossil fuel (USGS 2002). One-quarter of the world's coal reserves are found within the United States (USDOE 2008); the energy content of U.S. coal resources exceeds that of all the world's known recoverable oil (USDOE 2008). Coal resources supply more than half of the electricity consumed by Americans (USDOE 2008). Many countries are even more reliant on coal for their energy needs than is the United States (USGS 2000). More than 70 percent of the electricity generated in China and India comes from coal (USGS 2000). The value of coal is partially offset by the environmental impacts of coal combustion (USGS 2000). As described below, some of these impacts may have direct or indirect effects on human health (USGS 2000).

One of the concerns associated with burning coal for electricity production is the release of elements from coal to the environment (USGS 2002). When coal is burned, carbon dioxide, sulfur dioxide, nitrogen oxides, mercury, and other compounds and elements, including lead and cadmium, are released (EPA 2007h). The principal pollutants generated by coal combustion that can cause health problems are particulates, sulfur and nitrogen oxides, trace elements (including arsenic, fluorine, selenium, and radioactive uranium and thorium), and organic compounds generated by incomplete coal combustion (USGS 2000).

In coal combustion, concentrations of these elements and compounds vary depending on the chemistry of the coal deposits and on the type of air pollution controls in place when the coal is burned. Coal use in developing countries can potentially cause serious human health impacts (USGS 2000). Some coal mined

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in China is known to have caused severe health problems in several local populations because the coal was mined and burned with little regard to its chemical composition (USGS 2000). Chinese coals that contained high levels of arsenic, fluorine, selenium, and polycyclic aromatic hydrocarbons have caused severe, life-threatening health impacts to some residents that burned the coal in unvented stoves in their homes (USGS 2000).

Coal that is burned in the U.S. generally contains low to modest concentrations of potentially toxic trace elements and sulfur (USGS 2000). Specifically, Powder River Basin coal is recognized as being a clean burning coal due to its low sulfur and low ash properties. In a 2002 analysis conducted by USGS (2002b), PRB coal was found to contain, on average, approximately 8 times less sulfur than coals being utilized from the Appalachian and Illinois basins to supply U.S. power plants (feed coal). PRB feed coal was also found to contain nearly half as much uranium (8.9 ppm), 7 times less arsenic (17 ppm), 5 times less lead (19 ppm), and 3 times less cadmium (1.1 ppm) as compared to Appalachian and Illinois basin feed coals. When burned, PRB coal produced, on average, 38 percent less fly ash than Appalachian and Illinois basin coals (USGS 2002b). The fly ash resulting from combusted PRB coal contained approximately 39 times less mercury than fly ash that was generated from combusted Appalachian and Illinois basin coal (USGS 2002b).

Additionally, many U.S. coal burning power plants use sophisticated pollution-control systems that efficiently reduce the emission of hazardous elements (USGS 2000). The EPA conducted a detailed study of possible health impacts from exposure to emissions of approximately 20 potentially toxic substances from U.S. coal-burning power plants (USGS 2000). The EPA concluded that, with the exception of possibly mercury, there is no compelling evidence to indicate that emissions from U.S. coal-burning power plants cause human health problems (USGS 2000).

Mercury is a naturally occurring element and enters the environment as a result of natural sources, such as active volcanoes, and through human activities such as industrial combustion and mining (EPA 2006b). Natural sources of mercury, such as volcanic eruptions and emissions from the ocean, have been estimated to contribute about 33 percent of the current worldwide mercury air emissions; anthropogenic (human-caused) mercury emissions account for the remaining 67 percent, though these estimates are highly uncertain (EPA 2007i).

When fossil fuels burn, mercury vapor can be released into the atmosphere where it may drift for a year or more, spreading with air currents over vast regions of the globe (DOE 2006). In 1995, an estimated 5,500 tons of mercury was emitted globally from both natural and human sources (DOE 2006). Coal-fired power plants in the United States contributed to less than one percent of that total (DOE 2006).

Mercury is a global problem that knows no national or continental boundaries. It can travel thousands of miles in the atmosphere before it is eventually

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deposited back to the earth in rainfall or in dry gaseous forms (EPA 2007i). EPA estimates that about one-third of the U.S. anthropogenic mercury emissions are deposited within the contiguous U.S. and the remainder enters the global cycle (EPA 2007i).

Table 4-38 summarizes how the various continents contributed to the worldwide anthropogenic mercury emissions in 2004. The 2004 U.S. anthropogenic mercury emissions were estimated to account for about three percent of the global total (EPA 2007i). EPA (2006a) estimates that 83 percent of the mercury deposited in the U.S. originates from international sources, with the remaining 17 percent coming from the U.S. and Canada. These figures include mercury from natural and anthropogenic sources.

Table 4-38. 2004 Percent Contribution to Worldwide Anthropogenic Mercury Emissions.

Continent	Percent
Asia:	53%
Africa:	18%
Europe:	11%
North America:	9%
Australia:	6%
South America;	4%

Source: EPA 2007i

In 2006, EPA estimated that 50-70 percent of current global anthropogenic atmospheric emissions came from fuel combustion, and much of it came from China, India, and other Asian countries (EPA 2006b). Coal consumption in Asia is expected to grow significantly over the next 20 years (EPA 2006b). This international source of mercury emissions may grow substantially if left unaddressed (EPA 2006b).

Over the past decade, addressing environmental and human health mercury risks has been a focus for EPA (EPA 2006a). Overall U.S. mercury air emissions have been reduced by 45 percent since 1990 (EPA 2006a). EPA is most concerned with methyl mercury, a potent form of mercury and the form to which humans are primarily exposed (EPA 2006a).

Atmospheric mercury can settle into water or onto land where it can be washed into the water. Certain microorganisms can transform mercury into methyl mercury, a highly toxic mercury compound that builds up in fish and shellfish when they feed. Methyl mercury is the only form of mercury that biomagnifies in the food web. Concentrations of methyl mercury in fish are generally on the order of a million times the methyl mercury concentration in the water (EPA 2006a). The primary pathway of human exposure to mercury is through eating fish containing methyl mercury (EPA 2006a).

There are adverse health effects to humans and other animals that consume these fish and shellfish. Birds and mammals that eat fish may be more exposed

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to mercury more than other animals in water ecosystems (EPA 2008d). At high levels of exposure, methyl mercury's harmful effects may include death, reduced reproduction, slower growth and development, and abnormal behavior (EPA 2008d). Research has shown that most people's fish consumption does not cause a health concern, but high levels of methyl mercury in the bloodstream of unborn babies and young children may harm the developing nervous systems of those children (EPA 2006a).

DOE's Office of Fossil Energy has been sponsoring studies on mercury emissions from coal-based power generators to identify effective and economical control options for the past decade (DOE 2006). The Office of Fossil Energy manages the largest funded program in the U.S. for developing an understanding of mercury emissions and developing emission control technologies for the coal-fired electric generating industry in the U.S. (DOE 2006). Research on advanced and improved mercury control technology is ongoing (DOE 2006).

In the U.S., coal-burning power plants are the largest human-caused source of mercury emissions being released into the air, accounting for about 40 percent of all domestic human-caused mercury emissions (EPA 2008d). However, these emissions contribute little to the global mercury pool. EPA estimated that mercury emissions from U.S. coal-fired power plants account for about one percent of the global total (EPA 2007k).

Coal production from the Wyoming PRB represented approximately 42 percent of the coal used for power generation in 2006, which would represent about 0.4 percent of the global anthropogenic mercury emissions. The South Gillette Area Mines produced about 22.7 percent of the coal produced in the Wyoming PRB in 2006, which would represent about 0.1 percent of the global mercury emissions. Under the No Action Alternatives, mercury emissions attributable to burning coal produced by the South Gillette area mines would be extended at about current levels of up to approximately 16 years, while the mines recover their remaining estimated 1,564 million tons of currently leased coal reserves. Under the Proposed Actions or Alternatives 1 or 2, the South Gillette Area mines contribution to global mercury emissions would be extended from 2 to 10 additional years, depending on the tract and alternatives selected. Uncertainties about future regulatory requirements and the use of the coal mined from the South Gillette Area LBA tracts make it difficult to project the impacts of mercury emissions produced by burning SGAC coal.

Additionally, burning coal in electric utility boilers generates residual materials which are referred to as coal combustion residues. These residues include non-combustible materials left in the furnaces and ash that is carried up the smokestacks and collected by air pollution control technologies. As previously referenced, coal and coal combustion residues can contain a variety of compounds, metals, and other elements depending on the coal deposit and upon the site-specific characteristics of where the coal originated from. Coal-fired boilers are required to have control devices to reduce the amount of emissions that are released into the atmosphere (EPA 2007j). The use of air pollution

control equipment at power plants has resulted in fewer emissions but has also increased the amount of solid residues.

In the past, coal combustion residues have generally been recycled or disposed of in landfills or surface impoundments. More recently, these residues have been disposed of in mines. There can potentially be risks of contamination of drinking water supplies and surface water bodies by coal combustion residues, particularly when they are disposed of in mines (National Academy of Science 2006, EPA 2002). The EPA is evaluating management options for solid wastes from coal combustion, including whether current management practices pose risks to human health or ecological receptors. A draft report, dated August 6, 2007, prepared for the EPA Office of Solid Waste, and entitled “Human and Ecological Risk Assessment of Coal Combustion Wastes”, is available at <http://www.earthjustice.org/library>; however, the report is labeled as a draft document which is not to be cited or quoted.

As discussed above, the South Gillette Area coal mines produced about 22.7 percent of the coal produced in the Wyoming PRB in 2006. Under the No Action Alternatives, production of coal combustion residue attributable to burning coal from the South Gillette area mines would be extended at about current levels for up to approximately 16 years, while the mines recover their remaining estimated 1,564 million tons of currently leased coal reserves. Under the Proposed Action or Alternatives 1 or 2, coal combustion residue related to burning coal mined at the South Gillette area mines would be extended from 2 to 10 additional years, depending on the tract and alternatives selected. Uncertainties about future regulatory requirements and the use of the coal mined from the South Gillette Area LBA tracts make it difficult to project the impacts of disposing of coal combustion residues produced by burning SGAC coal.

Depending on the size, shape, and chemical composition, some coal combustion residues can be recycled and beneficially reused as components of building materials or as replacement to raw materials that would ordinarily need to be mined such as sand, gravel, or gypsum (EPA 2007l). Coal combustion products (CCPs) are the materials produced primarily from the combustion of coal in coal-fired power plants (EPA 2007l) and can include the following materials: fly ash, bottom ash, boiler slag, and flue gas desulfurization material (EPA 2007l). Studies and research conducted or supported by the EPA, Electric Power and Research Institute (EPRI), other government agencies, and universities have indicated that the beneficial uses of coal combustion products have not been shown to present significant risks to human health or the environment (EPA 2008c).

Fly ash is a byproduct of burning finely ground coal in a boiler to produce electricity (EPA 2007k). Physically, fly ash is a fine, powdery material composed mostly of silica and nearly all particles are spherical in shape (EPA 2007k). Fly ash is a pozzolan—a siliceous material which, in the presence of water, will react with calcium hydroxide at ordinary temperatures to produce cementitious compounds (EPA 2007k). Because of its spherical shape and pozzolanic

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properties, fly ash can be useful in cement and concrete applications (EPA 2007k).

Bottom Ash is agglomerated ash particles, formed in pulverized coal furnaces that are too large to be carried in the flue gases (EPA 2007m). Bottom ash is coarse with grain sizes spanning from fine sand to fine gravel (EPA 2007m). It can be used as a replacement for aggregate and is usually sufficiently well-graded in size to avoid the need for blending with other fine aggregates to meet gradation requirements (2007d).

Boiler slag is the molten bottom ash collected at the base of slag tap and cyclone type furnaces (EPA 2007n). Boiler slag particles are uniform in size, hard, and durable with a resistance to surface wear (EPA 2007n). The permanent black color of this material is desirable for asphalt applications and aids in the melting of snow (EPA 2007n).

Flue Gas Desulfurization (FGD) material is a product of a process typically used for reducing SO₂ emissions from the exhaust gas system of a coal-fired boiler (EPA 2007h). These materials can be used as embankment and road base material, wallboard manufacturing, and in place of gypsum for the production of cement (EPA 2007h). Currently, the largest single market for FGD material is in wallboard manufacturing (EPA 2007h).

Utilizing CCPs can generate significant environmental and economic benefits (EPA 2007l). CCPs can be used for raw feed for cement clinker, concrete, grout, flowable fill, structural fill, road base/sub-base, soil modification, mineral filler, snow and ice traction control, blasting grit and abrasives, roofing granules, mining applications, wallboard, waste stabilization/solidification, and soil amendment (EPA 2007l).

Using CCPs can reduce energy consumption and greenhouse gas emissions and can help reduce the need for landfill space (EPA 2007o). Economic benefits include reduced costs associated with managing coal ash and slag disposal, potential revenue from the sale of CCPs, and savings from using CCPs in place of other more costly raw materials (EPA 2003b).

CCPs offer product-performance benefits as well. Boiler slag is a sought-after replacement for sand in blasting grit because it is free of silica and eliminates the potential health risk of silicosis (EPA 2007o). High coal ash content concrete is used for building long-lived pavements designed to last 50 years—twice the lifetime of conventional pavements (EPA 2003b). Coal fly ash can create superior products because of its self-cementing properties (EPA 2007o). Using coal fly ash in concrete can also produce stronger and longer-lasting buildings (EPA 2007o). This not only reduces the costs of maintaining buildings, but provides the additional environmental benefit of reducing the need for new concrete to repair or replace aging buildings. This translates to a significant reduction in future energy consumption and GHG emissions (EPA 2007o).

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In 2005, demand had become so strong for coal ash that some power plants were selling all the ash they produced (EPA 2005). EPA (2008e) estimated that through the utilization of 15 million tons of coal fly ash, the U.S. reduced their greenhouse gas emissions equivalent to the annual emissions of nearly 2.5 million passenger vehicles.

Because of the many potential uses of CCPs, EPA has sponsored the Coal Combustion Products Partnership (C2P2) Program to further the beneficial use of these coal combustion by-products (EPA 2003b). With more than 170 private and public partners (EPA 2008e), the C2P2 Program is a cooperative effort between EPA and various organizations to help promote the beneficial use of CCPs and the environmental benefits which can result from the proper use of these potentially recyclable materials (EPA 2003b). The C2P2 program will help meet the national waste reduction goals of the Resource Conservation Challenge—an EPA effort to find flexible yet more protective ways to conserve valuable natural resources through waste reduction, energy recovery, and recycling (EPA 2008b).

In 2007, the U.S. used approximately 43 percent of its coal combustion products (EPA 2008e). The C2P2 program aims to reduce adverse effects on air and land by increasing the use of coal combustion products to 50 percent in 2011 from 31 percent in 2001 (EPA 2008b). The program also plans to increase the use of CCPs as a supplementary cementitious material in concrete by 50 percent, from 12.4 million tons in 2001 to 18.6 million tons in 2011 (EPA 2008b); this would decrease GHG emissions from avoided cement manufacturing by approximately 5 million tons (EPA 2008b).