# Westview People's Action Association v. Montana Department of State Lands Cause No. 72690, 4th Judicial District Judge Harkin Decided 1990

MEPA Issue Litigated: Should the agency have conducted a MEPA analysis (an EIS)?

Court Decision: No

## FINDINGS OF FACT, CONCLUSIONS OF LAW & ORDER

Carolyna J. Willegian 1 Douglas G. Harkin, District Judge Department 4 2 Fourth Judicial District Hissoula County Courthouse 3 (406) 523-4774 4 5 6 7 8 HONTANA FOURTH JUDICIAL DISTRICT COURT, MISSOULA COUNTY 9 WESTVIEW PEOPLE'S ACTION Cause No. 72690 / 24/ ASSOCIATION, chapter of 10 HONTANA PEOPLE'S ACTION, 11 Plaintiff, 12 v. FINDINGS OF FACT, CONCLUSIONS OF LAW 13 MONTANA DEPARTMENT OF & ORDER STATE LANDS, 14 Defendant. 15 16 17 18 19

Plaintiff's motion for preliminary injunction came on for hearing the 19th and 20th of June, 1990. Plaintiff Westview People's Action Association (Westview) and Defendant Hontana Department of State Lands (State Lands) appeared and were represented by counsel. From the evidence and pleadings, the Court makes the following findings of fact:

#### FINDINGS OF FACT

- 1. The Court has jurisdiction of this matter.
- 2. Westview is a homeowner's organization of Westview Trailer Park residents, which park is located in Missoula County adjacent to a gravel mining site now known as the Phillips Gravel Pit.

CIMPTHES OF FACT

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CONCLUSTON

- 3. State Lands is an agency of the State of Montana responsible for implementation and enforcement of the Opencut Mining Act (OCMA) § 82-4-401 et. seq. MCA and the Montana Environmental Policy Act (MEPA) § 75-1-101 et. seq. MCA.
- 4. Western Materials Inc. (Western Materials) submitted an application in late 1989 and a reclamation plan in early 1990 to State Lands to mine the Phillips Gravel Pit near Missoula, Montana.
- 5. The gravel mining operation will cover approximately 62 acres and will excavate, crush and process into asphalt approximately 3,000,000 cubic yards of gravel. This operation will last for approximately 30 years.
- 6. The gravel mining operation is across the street from Westview Trailer Park and adjacent to Grant Creek.
- 7. Western Materials' application and reclamation plan were accepted as complete by State Lands. State Lands then entered into a contract with Western Materials which permitted Western Materials to begin the Phillips Gravel Pit operation. Western Materials is now in the initial phases of operation.
- 8. On January 16, 1990, at a public hearing in Missoula, Montana, State Lands solicited public comment upon the draft Environmental Assessment (EA) that it had issued pursuant to MEPA:
- 9. On February 1, 1990, Western Materials submitted its plan of operation for the proposed gravel operation which included a statement that annual progress reports would be submitted as required by ARM 26.4.206; that care would be taken

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to prevent wildfires; a description of the seeding and planting for a suitable vegetative cover for wildlife, livestock, retardation of erosion; information on the height of the groundwater; a describing the map current and post-mining topography; a description of the vegetation upon the permit area; and a statement that use of the permitted area by wildlife was minimal.

- 10. On February 6, 1990, State Lands issued its final EA, which concluded that with the imposition of several mitigation measures, no significant impacts would result to the environment.
- 11. On February 27, 1990, the Commissioner of State Lands issued a gravel mine reclamation contract (contract) under the OCMA to Western Materials for a gravel mining operation upon the subject lands provided that Western Materials comply with several mitigation measures.
- 12. On March 12, 1990, Westview requested a contested case hearing upon the issuance of gravel mine reclamation contract with Western Materials under the OCMA. On March 21, 1990, the commissioner of State Lands granted Westview's request for a contested case hearing and appointed W.D. Hutchison as hearing examiner. July 6, 1990 has been set as the date for the contested case hearing.
- , 13. The EA notes that the proposed action could result in significant environmental harm but that mitigation measures will be used to mitigate the possible harm.
- 14. The request for a contested case hearing asks that the mitigation measures be incorporated into an amended plan of

operation so that there can be an assurance that the mitigation measures will be adopted.

- 15. It is possible that at some future stage of operations of the gravel operation that there could be an adverse effect upon the cutthroat trout population of Grant Creek. The EA does not directly discuss this situation.
- 16. There is no increase in the amount of traffic due to the gravel operation in any residential area in which members of Westview reside, because an alternative entrance to the gravel operation was chosen after public input as well as an alternative placement of operating facilities upon the permitted area.
- 17. The fence around the permitted area is a significant mitigation measure as proposed and built.
- 18. Through solicitation of public comment, and analysis of the impacts in State Lands' draft EA, State Lands imposed several mitigation measures which reduced the level of environmental impact of the proposed action such that no significant impacts would be imposed upon the environment, thus precluding the need for an EIS.
- 19. The mitigation measures (the construction of the vegetated berm, the planting of trees, the construction of the fence enclosing the permitted area, the air quality permit, the use of water bars on the crusher, and the paving of haul roads) are affirmative obligations which may be legally enforceable through the reclamation contract amendment executed by Western Materials.
  - 20. State Lands' 60-day EA of the impacts and mitigation

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measures to reduce those impacts were not arbitrary or capricious and the Court cannot find that State Lands erred when State Lands found: a) that the proposed action as mitigated would not result in any measurable increase in the sedimentation of Grant Creek; b) that wildlife use of the permitted area was minimal; c) that the taxable value of adjoining property would be significantly affected; d) or that secondary impacts incorrectly evaluated.

- 21. Hr. Bob Martin, an employee of the Missoula County Health Department, testified that there is a record of the prevailing winds at a site less than three miles from the proposed gravel pit. This record shows that the prevailing winds come from the west, which significantly reduces any deterioration of air quality from gravel operations occurring during such winds.
- 22. Mr. Nartin testified that Western Naterials' hours and months of operation had been limited in the air quality permit it has received from the Missoula County Health Department to 7:00 a.m. to 6:00 p.m. daily and from Narch 1 through December 1 of each year. It was Mr. Nartin's opinion that these limitations were important mitigation measures which reduced the air quality impacts of the proposed operation. It was his opinion that the Missoula County Health Department would never issue any air quality permit where it thought the public would be exposed to an air quality violation and that the air quality permit issued to Western Materials for the Phillips Gravel Pit was one of the most stringent air quality permits ever issued for a gravel pit in

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Hissoula County.

Nicholas Kaufmann, a land-use planning professional familiar with the development of gravel mining sites and their selection, testified that it would take more than 60 days to conduct an alternative sites analysis to determine where gravel of similar quantity, quality, and cost was available. testified that it was not possible to determine what volumes of gravel were available at other sites without exploratory coredrilling of each site examined. The preferred site for a gravel mine was not wholly dependant upon gravel quantity, quality, or the cost of mitigating environmental impacts to adjoining lands, because the price of the gravel lease could be prohibitive. most significant factor is the price of the gravel lease. Ιf State Lands directed a permittee to mine a preferred gravel site, it would directly inflate the price of the gravel lease to the permittee.

24. Ms. Sandra Olsen, Staté Lands' Hard-rock Bureau Chief familiar with the preparation of environmental reviews under the Montana Environmental Policy Act, testified that an analysis of alternative mining sites in an EA under the OCHA would be neither reasonable nor prudent because "ore is where you find it." State Lands can designate and enforce alternative mining methods, processing methods, or reclamation techniques at a particular site. State Lands could not tell a permittee what mining site to specify in a reclamation contract under either the Montana Environmental Policy Act or the OCHA. It is not reasonable or prudent to look at alternative mining sites because: 1) State

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Lands had no statutory authority to deny on the basis alternative sites; and 2) the time required to conduct such an analysis would be greater than the 60-day period allowed to State Lands to review gravel mine applications.

25. Westview has presented evidence that the noise, vibration and dust emanating from the gravel operation will have a negative impact upon the residents of Westview Trailer Park. Conflicting evidence was presented on the question of the depreciation of property value in Westview Trailer Park. Offensive as these matters may be, they are considerations for the agency that decides whether to permit the gravel operation, are compensable by a lawsuit for money damages, or will provide the basis for an action to abate a public nuisance.

From the foregoing findings of fact, the Court makes the following conclusions of law.

### CONCLUSIONS OF LAW

- Pursuant to Kadillak v. Anaconda Co., 184 Mont. 127, 602 1. P.2d 147 at 152 (1979), since the Montana Environmental Policy Act (HEPA), \$ 75-1-201, et. seq. MCA, is modeled after the National Environmental Policy Act (NEPA), it is appropriate to look to the federal interpretation of the National Environmental Policy Act.
- In Strycker's Bay Neighborhood Council v. Karlen, 444 U.S. 223, 62 L.Ed.2d 433, 100 S.Ct. 497 (1980) the U.S. Supreme Court held that all the NEPA requires is some consideration of environmental consequences. It does not direct the discretion of any agency concerning the choice of action to be taken, or the

- З. MEPA was designed to produce better-informed administrative decisions regarding impacts to the environment; not to prevent those decisions. The twin aims of MEPA are to: 1) provide the administrative agency with information to aid in the decision whether to proceed with a project while considering its environmental consequences; and 2) allow public participation in the gathering of such information and inform the public of the environmental consequences. State ex rel. Montana Wilderness Association v. Board of Natural Resources and Conservation, 200 Mont. 11, 648 P.2d 734 (1982).
- Pursuant to ARM 26.4.643(3)(c), State Lands must only prepare an EA for reclamation contracts under the OCMA instead of Environmental an Impact Statement because the "statutory requirements do not allow sufficient time for the agency to prepare an EIS." This authority to limit environmental review is sanctioned by the statement of law in the Kadillak case where the Montana Supreme Court held that the 60-day period is a woefully inadequate period for the preparation of an EIS. The Montana Court held that under Flint Ridge Development Co. v. Scenic Rivers Assoc., 426 U.S. 776 (1976) no EIS need be prepared where an agency is under a time constraint to issue a permit which affords less than three months to consider the application. The Kadillak Court directed that MEPA is the general statute and resource regulatory statutes are specific and control the general

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- 5. Section 82-4-434, MCA, limits State Lands' ability to conduct an environmental review to a 60-day period of time, which is an insufficient amount of time in which to prepare an EIS.
- 6. Under MEPA, State Lands is justified in determining alternative methods of mining, processing, and reclamation as it did in the preparation of this EA, but it need not determine alternative mining sites themselves. ARM 26.4.204 sets out the criteria for approval or disapproval of an application for a reclamation contract. Failure to choose one mining site over several alternative mining sites is not a valid basis for denial of a reclamation contract.
- Considering the level of impacts of this reclamation 7. contract amendment, State Lands prepared an EA which adequately discussed the environmental impacts of the proposed reclamation contract amendment upon the environment as required by ARM 26.2.645 and reasonable and prudent alternatives to the proposed The EA prepared by State Lands included: 1) a description of the proposed action including maps; 2) a statement of benefits and the purpose of the proposed action; 3) a listing of the state agency responsible for environmental review of the proposed action; 4) an adequate evaluation of the anticipated direct, secondary, and cumulative impacts upon the physical environment and the human population; and 5) a description and analysis of the reasonable alternatives to the proposed action which were reasonably and prudently available, as well as a

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discussion of how the alternatives would be implemented.

8. State Lands held an appropriate public hearing regarding the draft EA as required by ARM 26.2.663.

- 9. Westview has failed to show that as a result of the actions of State Lands they will be irreparably damaged and have no adequate remedy at law. State Lands had properly reviewed the permit application of Western Materials for the Phillips gravel site. State Lands prepared an adequate environmental review prior to the issuance of the reclamation contract amendment.
- 10. A party may seek an injunction without exhaustion of their administrative remedies if there is a clear statutory or constitutional violation. Larson v. Dept. of Revenue, 166 Mont. 449, 534 P.2d 854 (1985). With respect to the inclusion of the mitigation measures in the contract, Westview has not exhausted their administrative remedies and no clear statutory duty has been violated.
- 11. Once a reclamation plan is accepted in writing by the State Board of Land Commissioners, it shall become a part of the contract but is subject to annual review and modification by the board. \$82-4-434(1), MCA. If an environmental threat develops at some future time, such as in connection with the cutthroat trout, the annual review and modification provisions will permit appropriate action. No irreparable harm is threatened at this time.
- 12. The Opencut Mining Act, cases interpreting the Act, and legislature attempts to amend the Act, are a clear statement that the legislature believes that gravel operations have priority

over local planning and zoning laws. Missoula County v. American Asphalt, 216 Hont. 423, 701 P.2d 990 (1985). As long as the Hontana Environmental Assessment Act is merely advisory nature, if an Environmental Assessment prepared is adequately reviews the significant environmental effects of a particular state action, within the time allowed, the governing statute (in this case the Opencut Mining Act) must prevail.

#### ORDER

Based upon the foregoing, Plaintiff's request for preliminary injunctive relief is denied.

DATED this day of June, 1990.

DOUGLAS G. HARKIN District Judge

cc: Ann Hamilton Tommy H. Butler

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