

138 Rosebud Ln. Colstrip, MT 59323 406-748-5100 www.westmoreland.com

November 27, 2023

Dan Walsh Mining Bureau, Bureau Chief Department of Environmental Quality 1520 East Sixth Ave PO Box 200901 Helena, MT 59620

Permit ID: C1985003C

Revision Type: Bond Release

Permitting Action: N/A

Subject: SL 23; Bond Release Application

Dear Mr. Walsh:

Westmoreland Rosebud Mining LLC (WRM) is requesting a Phase I Bond Release on approximately 71.0 acres within the Rosebud Mine – Area C (C1985003C) permit located near Colstrip, Montana. The request is specifically for liability release for Phase I reclamation and meets the requirement for a bond release application as committed to within Section 17.24.313 (1)(c) of the permit. Present bond liability for Area C of the Rosebud Mine is \$41,250,000. The purpose of this bond release request is to document the progress of reclamation by WRM at the Rosebud Mine. Further information regarding this bond release can be found in the attached Bond Release Application dated November 15, 2023.

Please contact Noelle Boyer at (720) 440-6369 or NBoyer@westmoreland.com for any questions or concerns.

Sincerely,

Russ Batie, P.E.

Environmental Manager
Westmareland Resolved Mining

Westmoreland Rosebud Mining LLC

Phone: (406) 748-5179 Fax: (406) 748-5181

Email: RBatie@westmoreland.com

Attachment

Gilbert, Sharona

From: Boyer, Noelle <NBoyer@westmoreland.com>
Sent: Monday, November 27, 2023 2:52 PM

To: DEQ AEMD Coal

Subject: [EXTERNAL] Westmoreland Rosebud Mining LLC (WRM) C1985003C SL 23 Bond Release Application

Attachments: C1985003C SL23 Phase I App 2023-11.pdf

Hello,

Westmoreland Rosebud Mining LLC (WRM) have enclosed Area C Bond Release Application SL 23 permit number C1985003C.

Please let me know if you have any further questions,

Thank you,

Noelle Boyer



Westmoreland Mining LLC

Noelle Boyer, *Permitting and Regulatory Compliance Analyst* 10375 Park Meadows Drive Suite 400, Lone Tree, CO 80124

Direct: 720-440-6369

Employee Email: NBoyer@westmoreland.com | Website: www.westmoreland.com [link.shetrk.com] [lc3.shetrk.com]

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BOND RELEASE

APPLICATION

SL23

AREA C

Phase I

C1985003C

November 2023

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BOND RELEASE APPLICATION FORM

DEQ COAL SECTION• PO BOX 200901 • HELENA MT 59620-0901 • PHONE: 406-444-4970 • FAX: 406-444-4988 • EMAIL: DEQCoal@mt.gov

Montana Department of Environmental Quality Coal Section's Application for Bond Release of Strip or Underground Mining Permit

INSTRUCTIONS-See rules and regulations pursuant to the following: This application form is pursuant to Title 82. Chapter 4. Part 2. MCA requiring permits for mining coal and uranium.

The ex							
	pplicant agrees to: If federal minerals or surfa	ce are involved, send 1 co	mplete conv to OS	M. Casner Fi	eld Office Dir	ector and 1 complete	
	copy to OSM, Denver Prog	gram Support Division Ma	nager. XYes	N/A			
	 If there are no federal acres involved, send 1 complete copy of this application and attachments to OSM, Casper Field Office Director.						
4.	Submit Affidavit of Public	ation following the public	ation of Public No	tice. XYes			
ttach	n any support documents the attached.	at are referenced in this	application and c	heck the app	ropriate boxe	es below to indicate	
1. 2.		landowners	4.222(()(-) 4 (L) MCA ADA	4 17 04 1111	117041116	
3.	Proposed Public Notice	pursuant to 82-4-232(6)(a	-4-232(6)(a) and (ı) MCA	b) MCA, AKI	VI 17.24.1111	and 17.24.1116	
4. 5.	<u> </u>						
ECT							
1.	ION A – APPLICANT INF	URMATION					
1.	Permit ID Number: C1985	003C		NOTE THAT			
	Site Name: Rosebud Mine	- Area C					
	Date Permit Approved: Au	gust 20, 1982					
2.	Name of Applicant: Westn	noreland Rosebud Minin	g LLC				
	Address: PO Box 99 City: Colstrip State: MT	Zip Code: 59323					
E C T	City: Colstrip State: MT	Zip Code: <u>59323</u>					
		Zip Code: <u>59323</u>					
31.	City: Colstrip State: MT	Zip Code: <u>59323</u>					
	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding	Zip Code: 59323	City	State	Zip	Bond No(s)	
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American		Schaumb	State	Code 60196	Bond No(s) 09316506	
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent	Address			Code		
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American	Address	Schaumb		Code 60196		
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American	Address	Schaumb		Code 60196		
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American	Address	Schaumb		Code 60196		
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American Insurance Company	Address 1299 Zurich Way	Schaumb		Code 60196		
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American	Address 1299 Zurich Way	Schaumb		Code 60196		
1. 1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American Insurance Company	Address 1299 Zurich Way eect: \$41,250,000.00	Schaumb		Code 60196		
1.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American Insurance Company Current bond amount in eff	Address 1299 Zurich Way eet: \$41,250,000.00 ested for release: \$0.00	Schaumb		Code 60196		
1. 2. 3.	Name of Bonding Agent Zurich American Insurance Company Current bond amount in eff Total amount of bond reque	Address 1299 Zurich Way eect: \$41,250,000.00 ested for release: \$0.00 ease is granted: \$41,250,0	Schaumb urg		Code 60196		
1. 1. 2. 3. 4.	City: Colstrip State: MT ION B – BOND RELEASE Name of Bonding Agent Zurich American Insurance Company Current bond amount in eff Total amount of bond reque Bond Remaining if total rel	Address 1299 Zurich Way eect: \$41,250,000.00 ested for release: \$0.00 ease is granted: \$41,250,0	Schaumb urg		Code 60196		

DEQ COAL SECTION• PO BOX 200901 • HELENA MT 59620-0901 • PHONE: 406-444-4970 • FAX: 406-444-4988 • EMAIL: DEQCoal@mt.gov

Phase I: (Defined in ARM 1	7.24.1116(6)(a))	67	See Attachment #2	\$0.00
Phase II: (Defined in ARM	17.24.1116(6)(b))			\$0.00
Phase III: (Defined in ARM	17.24.1116(6)(c))			\$0.00
Phase IV: (Defined in ARM 17.24.1116(6)(d)) Check box if Phase IV includes undisturbed acres. If so, how many acres are undisturbed: 0		0		\$0.00
Acreage to be Released *no decimals	Permit Acreage M	lineral	Permit Acreag	e Surface
Federal:	45		0	
Tribal:	0	110 01(10	0	
State:	0		0	***************************************
Private:	26		71	- 1000000
County:	0		0	
Total:	71		71	

7. Check all that apply:

Mineral Ownership					
Federal State Tribal Private County Other					
Surface Ownership					
Federal State Tribal Private County Other					
SECTION C – CERTIFICATION *MUST BE CONSISTENT WITH DESIGNATION OF AGENT FORM					
Pursuant to ARM 17.24.1111(4), I, the undersigned, hereby certify that all applicable reclamation requirements have been					
achieved in accordance with the Act, and the approved reclamation plan.					
Signatura					
Signature:					
Title: Environmental Manager					
Date: November 15, 2023					
Subscribed and sworn to before me, the undersigned, a Notary Public for the State of Workang this day					
of New New 2023 day					
DICKI L PETERSON					
Notary Public for the					
Notarial * State of Montana Residing at COLSTRIP, MT Notary Public for the State of					
My Commission Fynings					
November 15, 2025 Residing at: My Commission expires:					
(SEAL)					

C1985003C SL 23: Phase I November 27, 2023 Page **3** of **8**

Attachment #2 – **LEGAL DESCRIPTION**

Legal Description				Surface Owner		
T1N, R40E	Sec.	3	N½	WPP LLC		
		10	S½	Booth Land and Livestock		

C1985003C SL 23: Phase I November 27, 2023 Page **4** of **8**

INTRODUCTION

Westmoreland Rosebud Mining LLC (Westmoreland), owns and operates the Rosebud Mine, located in Rosebud County, Montana, under Surface Mining Permit No. C1985003C (renewed 8/20/2022) issued by the Montana Department of Environmental Quality. The Area C permit of the Rosebud Mine is located west of Colstrip, Montana.

This document is a request by Westmoreland for Phase I Partial Release on approximately 71.0 acres of Rosebud Mine – Area C near Colstrip, Montana. The request is specifically for liability only release of approximately 71.0 acres of reclaimed lands in the permit area. Present bond liability for Area C of the Rosebud Mine is \$41,250,000. The purpose of this bond release request is to document the progress of reclamation by Westmoreland at the Rosebud Mine.

This application was prepared in compliance with the Montana Strip and Underground Mine Reclamation Act and the Permanent Regulatory Program pursuant to the Act. The submittal specifically addresses the portions of ARM 17.24.1111 through 17.24.1116, which apply to bond release applications.

Reclamation Phase I [ARM 17.24.1116(6)(a)] shall be deemed completed when all drill holes not approved for retention or completely mined are plugged and backfilling, regrading, and drainage control has been finished in accordance with the approved reclamation plan. It is Westmoreland Rosebud's belief that it has met these requirements.

Enclosed is a narrative describing the types of reclamation work, which were completed to meet the requirements of Phase I bond release. An exhibit showing the requested area, approximately 71.0 acres, is included. The reclamation work described was completed in accordance with the approved reclamation plan described in C1985003C.

REQUEST FOR PARTIAL BOND RELEASE

This request for partial release was prepared in compliance with the Montana Strip and Underground Mine Reclamation Act and the Permanent Regulatory Program pursuant to the Act. The submittal specifically addresses the portions of ARM 17.24.1111 through 17.24.1116, which apply to bond release applications.

17.24.1111 BONDING: BOND RELEASE APPLICATION CONTENTS

- (1) Westmoreland Rosebud files this application for partial release from the permit liability for the completion of approved reclamation plans and included but was not limited to drill hole plugging, backfilling, regrading, drainage control, soil placement, and seeding.
- (2) The time of filing will allow the Department to properly evaluate the completed reclamation operations.
- (3) The application includes a copy of a letter to be sent to the following adjoining property owners, surface owners, local government bodies, planning agencies and sewage and water treatment facilities: WPP LLC, Booth Land & Livestock, the City of Colstrip, Rosebud County, and Westmoreland Rosebud Mining LLC. They will be notified of Westmoreland Rosebud's intention to seek partial bond release once the application is found complete. A copy of the draft notification letter is on page 7.
- (4) Notarized statement is on the application form.
- (5) A copy of the draft public notification is shown on page 8. Proof of publication of the advertisement will be submitted within 30 days of the final printing of the public notification.
- (6) Prospecting bond release is not applicable to this application.

17.24.1112 BONDING: ADVERTISEMENT OF RELEASE APPLICATIONS AND RECEIPT OF OBJECTION

- (1) (a) (h) The public notification will be submitted to the Independent Press office in Forsyth, MT for advertisement in four consecutive weekly publications following the completeness review. It contains all the required items listed in sub-paragraphs (b) (h).
- (2) The deadline for written objections, requests for informal conferences or requests for public hearings by affected persons related to this proposed bond release application is 30 days following the last advertisement.

17.24.1116 BONDING: CRITERIA AND SCHEDULE FOR RELEASE OF BOND

- (1) It is Westmoreland's belief that the requirements of the approved reclamation plans have been met. Therefore, Westmoreland requests liability release on approximately 71.0 acres of Phase II. The bond release fields are shown on Exhibit 1, as described in the application form.
- (2) Westmoreland recognizes that it would remain responsible for any corrective actions necessary to comply with the Act, sub-chapters 3 13 of the rules, and the permit until final bond release.
- (3) Westmoreland is requesting release from the bond liability on the application parcels for completion of backfill, regrade, drainage control, soil placement, seeding and land use in accordance with the approved alternate reclamation plan. All drill holes have been properly abandoned. Soils have been replaced, revegetation has been established, and noxious weeds are controlled in accordance with the approved alternate reclamation plan.
- (4) Westmoreland is requesting liability release of approximately 71.0 acres of Phase I reclamation at this time.
- (5) Westmoreland is not seeking a monetary reduction in the reclamation bond at this time. The total amount of bond in effect for the Area C permit is \$41,250,000.00.
- (6) This application is for Phase I reclamation acres.
- (6) (a) reclamation phase I is deemed to have been completed when the permittee completes backfilling, regrading, and drainage control in accordance with the approved reclamation plan and when all drill holes that are not approved to be retained as monitoring wells or that were not completely mined have been plugged in accordance with ARM 17.24.1005;
- **(6) (b)** Phase II bond release will be applied for in future applications.
- (6) (c) Phase III bond release will be applied for in future applications.
- (6) (d) Phase IV bond release will be applied for in future applications.
- (7) Information from annual reports and monitoring data, generated pursuant to ARM 17.24.645, 17.24.646, 17.24.723, and 17.24.1129, and from department inspection reports may be used or referenced to support applications for bond release.
- (8) EFollowing final bond release, the department shall reassert jurisdiction under the Act and this chapter if it is demonstrated that the bond release or statement of reasons made pursuant to ARM 17.24.1114(4) was based upon fraud, collusion, or misrepresentation of a material fact.

DRAFT LANDOWNER NOTIFICATION LETTER

Dear Sir:

Westmoreland Rosebud Mining LLC has applied for partial release of its reclamation bond to the Department of Environmental Quality. This request is for plugging of drill holes and completion of backfill and regrade under ARM 17.24.1116(6)(a) Reclamation Phase I of Montana's Permanent Program, Strip and Underground Reclamation Rules and Regulations.

The specific permit number and acreages are shown in the following table:

Mine Area	Phase I
С	71.0

The proposed release area, containing 71.0 acres more or less, is located within portions of the following legal descriptions:

Area C – Rosebud County					
Phase I					
TIN DAGE	Soc. 2 and 10				

The application is available for inspection at the Department of Environmental Quality office in Helena (1520 East Sixth Avenue). Electronic copies of the application may be requested by emailing DEQCoal@mt.gov.

Written comments, objections, or requests for informal conferences maybe submitted by any person with an interest that is or may be adversely affected within 30 days of the last published announcement to the Montana Department of Environmental Quality, Mining Bureau, PO Box 200901, Helena, Montana 59620-0901 or by emailing DEQCoal@mt.gov.

This letter is being sent to fulfill the requirements of ARM 17.24.1111(3) of Montana's Permanent Program, Strip and Underground Reclamation Rules and Regulations.

Sincerely,

Russell Batie Environmental Manager

DRAFT PUBLIC NOTICE

PUBLIC NOTICE

Notice is hereby given that Westmoreland Rosebud Mining LLC, a Montana corporation with offices west of Colstrip, Montana, has filed a request for partial bond release for Phase I reclamation work in Area C (C1985003C) of the Rosebud Mine, Colstrip, Montana under the Montana Strip and Underground Mine Reclamation Act and Permanent Regulatory Program. The Area C Surface Mine Permit was originally approved on August 20, 1982.

The proposed release area, containing 71.0 acres, more or less, is located within portions of the following legal descriptions:

The area for which partial release is requested is located in portions of the following sections:

Area C – Rosebud County	
Phase I	

T1N, R40E | Sec. 3 and 10

Westmoreland Rosebud is not requesting liability only reduction of the reclamation bond. The total amount of bond in effect for the permit area is \$41,250,000. All backfill and regrade was completed prior to and during 2020 in accordance with the approved plan. All drill holes have been properly abandoned.

The application is available for inspection at the Department of Environmental Quality office in Helena (1520 East Sixth Avenue). Electronic copies of the application may be requested by emailing DEQCoal@mt.gov.

Written comments, objections, or requests for informal conferences maybe submitted by any person with an interest that is or may be adversely affected within 30 days of the last published announcement to the Montana Department of Environmental Quality, Coal and Opencut Mining Program, PO Box 200901, Helena, Montana 59620-0901 or by emailing DEQCoal@mt.gov.

Date

