



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Gen. Coal Corr.

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September 30, 1992

TO: Dianne R. Nielson, Director
Lowell P. Braxton, Associate Director, Mining
Daron Haddock, Permit Supervisor

FROM: Pamela Grubaugh-Littig, Permit Supervisor *pgf*

RE: Coal Bond Status Report as of September 30, 1992

Attached is a copy of the current coal bond status report. Presently, the coal program has a total of \$46,570,804.60 in various forms of reclamation bonds.

Corporate Sureties (26)	\$38,004,719.60	81%
Irrevocable Letters of Credit (5)	\$ 3,291,797	7%
Subordination Agreements (Real Estate) (3)	\$ 2,860,288	6%
Self Bond (1)	\$ 2,329,000	5%
Certificate of Deposit (1)	\$ 75,000	less than 1%
Cash (1)	\$ <u>10,000</u>	less than 1%
	\$46,570,804.60	

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COAL BONDS

As of September 30, 1992

NAME OF PROJECT	Disturbed Surface Acres	Present Bond Amount	Type of Bond Posted	Principal Holder* (Best's Rating) 1992	Year Date Posted (Ridered)	Cost per Acre	Date Original Permit Issued (5-Yr Renewal)	Comments
Valley Camp of Utah, Inc. Belina Mines Complex ACT/007/001	79	\$2,300,000	Surety (Ridered)	Aetna Casualty & Surety Co. 25S100723365 (A)	12/7/91	\$29,114.00	8/24/84 (11/17/89)	Previous bond under Federal Insurance Company. Changed surety companies 12/7/91
Blackhawk Coal Company Willow Creek INA/007/002	(4.2)	(\$10,000) (Released)	Surety (Released)	Safeco Insurance Co. #5615354 (A++)	7/12/84 (7/30/90)	\$2381.00	12/24/84	Original Posted; (Released) \$91,550 8/13/85 \$2,585,609 released 7/30/90; Final bond released 8/24/92
Amox Coal Industries Castle Gate Mine ACT/007/004	134.5	\$2,683,603	Surety	National Fire Insurance Company Hartford #929-80-55 (A+)	1/31/86	\$19,952.00 Permit Transfer	12/24/84 (12/24/90)	
Coastal States Energy Skyline Mine ACT/007/005	62.41	\$3,180,000	Surety	United Pacific Ins. Co. #U605244-6 (A)		\$42,493.00	6/20/80 (4/30/87) (5/1/92)	Original Bond Amount - \$1,850,500 (6/20/89); Bonds replaced 7/30/90; Rider added 3/15/90; Rider added 6/9/92
Cyprus Plateau Mining Corp. Star Point Mine ACT/007/006	173.2	\$4,830,000	Surety	Aetna Casualty & Surety Co. 64S100208576BCA (A)	11/26/85	\$27,887.00	(8/7/87) (1/28/92)	Reclamation Agreement Signed 11/2/90; Ridered "termination" language 9/91
Sunnyside Coal Company Sunnyside Mine ACT/007/007	287.4	\$2,639,088	Combination	C.D. issued for \$75,000 at Zions First National Bank. First Deed of Trust for Undisturbed Land and Water Rights; Agreement 8/28/89	8/31/89	\$9,182.63	1/6/86 (1/6/91)	Escrow Agreement Finalized 6/90 3/13/89 Active Status; Transferred from Kaiser Coal Co. 5/26/89

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Kaiser Coal Corp. Sunnyside Mine ACT/007/007		(\$3,397,349)		Filed Chapter 11 2/13/87; Agreement with SRS 3/9/89; Transferred to SRS Replaced by SRS Bond	1/6/86			
Suneco Sage Point-Dugout Canyon REV/007/009	No Disturbance	(\$611,875) (Released)	Surety (Released)	Federal Insurance Co. #8090-86-10 (A++)	12/8/80	Bond released 5/19/87 No disturbance	(Permit Revoked) 5/19/87	
U. S. Fuel Co. Hiawatha Mines Complex ACT/007/011	290	\$1,450,000 \$2,329,000	Surety Self Bond	Insurance Company of North America K01733369 (A-) DOGM and OSM	4/15/83 12/16/86	\$13,031.00	3/13/87 (3/13/92)	
Kaiser Coal Corp. Wellington Prep. Plant ACT/007/012	356	(\$4,360,775)	Self-Bond	Division of Oil, Gas and Mining; Filed Chapter 11 2/13/87; Replaced by Genwal ILOC	1/31/86 Permit Transferred 10/10/89	\$12,249.00	12/10/84	Bankrupt
Castle Valley Resources Wellington Prep. Plant ACT/007/013	356	\$2,591,000	Surety Bond	Safeco Insurance Co. #5612986 (A++)	10/26/89	\$ 7,278.00	(12/10/89)	Permit Transfer to Genwal 10/10/89; Permit Transfer to Castle Valley Resources 12/5/91
Kaiser Coal Corp. Geneva (Horse Canyon Mine) ACT/007/013	50	(\$918,649)	Self Bond	Division of Oil, Gas and Mining, and OSM	Filed Chapter 11 2/13/87	\$18,373.00		Transferred from U.S. Steel 11/4/85
Kaiser Coal Corp. Horse Canyon Mine ACT/007/013	50	(\$1,359,600)	Irrevocable Letter of Credit	Chase Manhattan Bank No. PG632732	4/12/90			Released by OSM 1/26/91; DOGM 1/27/91

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Intermountain Power Agency Horse Canyon Mine ACT/007/013	50	\$1,950,002	Irrevocable Letter of Credit	Zions First National Bank	7/2/90		5/6/91	IPA Acquired Horse Canyon Mine 4/5/90; Permit issued 5/6/91; Bond increased 5/3/91
Mountain Coal Co. Gordon Creek #2, 7 & 8 ACT/007/016	17.58	\$641,443 \$45,900	Surety Surety	United Pacific Insurance Co U-62-99-65 (A-) #8082-93-00 (A-)	8/14/87 11/22/77	\$39,098.00	8/27/84 (8/28/89)	Ridered "termination" language 9/91
Mountain Coal Co. Gordon Creek #3 & #6 ACT/007/017	17.3	\$138,400	Surety	United Pacific Insurance Co. U-629895 (A-) Phase I-Bond Release Effective 6/26/87 Ridered 7/13/87	9/19/86 7/13/87	\$8,000.00	9/19/86 (11/13/91)	Original Bond Amount \$346,000
Soldier Creek Coal Co. Soldier Canyon Mine ACT/007/018	22.80	\$3,238,000	Surety	Federal Insurance Co. #8107-37-63 (A++) Rider	9/87 (5/91)		6/10/85 (2/3/92)	Increased from \$577,000 5/2/91; Increased in conjunction with renewal
Andalex Resources Centennial Project ACT/007/019	34.2	\$381,839 \$699,000	Surety Surety	Ulrica Mutual Insurance #34593 (A) & SU1354086	5/16/83 (7/3/90)	\$31,603.00	1/4/82 (3/3/87) (1/3/92)	Increased to \$1,080,839 on 7/3/90
North American Equities Blazon #1 Mine REC/007/021	1.5	\$38,000 (Forfeited)	Irrevocable Letter of Credit S43865	United Bank of Denver	5/5/89	\$25,333.00	11/12/85	LOC with First Interstate Bank replaced 2/91; Amount reduced from \$48,400 4/30/91; Bond forfeited 5/24/91-Cashier's Check to Division
Mountain Coal Co. C.V. Spur ACT/007/022	160	\$2,441,745	Surety	United Pacific Insurance Company (A-) U-629894	4/22/87	\$15,260.00	8/6/85 (8/6/89)	Ridered "termination" language 9/91

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Andalex Resources, Inc. Wildcat Loadout Facility ACT/007/033	60	\$813,795	Irrevocable Letter of Credit	Citizen's Fidelity Bank #13076	4/24/92	\$13,563.00	5/5/89	Changed from Pittsburgh National Bank in 4/92
Soldier Creek Coal Co. Banning Siding ACT/007/034	21.4	\$211,000	Surety	Federal Ins. Co. #8107-37-63 (A++)	10/12/88	\$9,860.00	10/24/88	
Cyprus Plateau Mining Corp. Blackhawk Exploration Site CEP/007/038	3.1	\$50,000	Surety	Aetna Casualty & Surety Company 64S100767004BCA (A)	9/21/92	\$16,129.00		Exploration Project
Western States Minerals J. B. King ACT/015/002	28	\$126,078	Surety	Seaboard Surety Co. #104570 (A+) Phase I Bond Release (effective 5/20/86) Ridered-4/28/86	(4/28/86)	\$4,503.00	8/13/85 (8/13/90)	Original Bond Amount - \$262,577
Mountain Coal Co. Huntington #4 ACT/015/004	12.5	\$144,041.60	Surety (Ridered)	Federal Ins. Co. #8082-89-88 (A++) (Phase I-60% bond release effective 11/10/86 rider - 12/31/86)	4/15/85 (12/12/86) 12/12/86	\$11,523.00	4/29/85 (4/29/90)	Original Bond Amount - \$360,102; Ridered "termination" language 9/91
Hidden Valley Coal Co. Hidden Valley Mine REC/015/007	6.7	\$68,606	Surety	St. Paul Fire & Marine Ins. Co. #400 HJ 8041 (A+) Phase I bond release effective 7/17/88	12/30/86 (7/17/88)	\$10,239.00	1/28/87 (1/29/92)	Original Bond Amount - \$171,515
Mountain Coal Company Trail Mountain #9 Mine ACT/015/009	9.45	\$662,811	Surety	United Pacific Insurance Co. U63-04-13 (A-)	State Permit Issued 2/21/85 Federal Mine Approval Tract 1 & 2 Transfer effective 11/23/87		2/21/85 (2/21/90)	Federal Lease Tract approved 5/15/91; Ridered "termination" language 9/91; Ridered increased amount and disturbance on 4/28/92 (from \$463,711 and from 8.8 acres)

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							Original Permit Issued (5-Yr Renewal)		
Consolidation Coal Co. Emery Deep ACT/015/015	247	\$3,454,443 (for mine & prep plant areas)	Surety	Seaboard Surety #188617 (A+)	12/11/85 (5/3/91)	\$13,986.00	6/8/82 & 1/7/86 (1/8/91)		
Pacificorp Des-Bee-Dove ACT/015/017	74.5	\$1,837,712	Surety	American Casualty Co. of Reading, PA. #926-00-83 (A+)	1/25/85	\$24,667.00	8/29/85 (5/31/91)	New Bond Submitted for PacificCorp 12/90; Ridered "termination" language 9/91	
Pacificorp Deer Creek ACT/015/018	56	\$2,000,000	Surety	American Casualty Co. of Reading, PA. #927-21-58 (A+) Rider effective 9/17/92	3/15/85 (9/17/92)	\$35,714.00	2/7/86 (2/7/91)	Waste Rock Storage Added 9/88; Original Bond Amount - \$1,224,000; New Bond Submitted for PacificCorp 12/90; Ridered "termination" language 9/91; Increased from \$1,724,000 to include amendment changes 9/92	
Pacificorp Cottonwood/Willberg ACT/015/019	66.92	\$2,071,098	Surety	American Casualty Co. of Reading, PA. #924-98-19 (A+)	6/15/84 (11/3/89) (6/7/90)	\$30,949.00	7/6/84 (7/6/89)	Original Bond Amount-\$1,294,522 Ridered 6/7/90 for Waste Rock Site - \$1,586,008 (New Bond Submitted 11/20/90 for PacificCorp with revised amount); Ridered "termination" language 9/91	
Co-op Mining Co. Trail Canyon ACT/015/021	10	\$200,000	Irrevocable Letter of Credit	West One Bank #S-557	6/15/89	\$20,000.00	5/30/89	Automatically Renewable	
Co-op Mining Co. Bear Canyon ACT/015/025	10	\$290,000	Irrevocable Letter of Credit	Capital City Bank Matures 7/12/92 - #1055	7/12/90 (Amended) (for C.W. Mining) Expires 7/12/92	\$29,000.00	11/1/85 (5/20/91)	Automatically Renewable	

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Genwal Coal Co. Crandall Canyon Mine ACT/015/032	9.7	\$268,000	Surety	Safeco Ins. Co. #4689175 (A++)	7/30/90	\$27,630.00	(6/14/89)	Replaced ILOC 7/30/90 with Surety
Genwal Coal Co. Crandall Canyon Mine ACT/015/032	5.1	\$10,000	Cash	(Invalid Loadout)	7/11/88			Still held but should probably be released
New Tech Mining Co. (Exploration) Black Jack #1 Mine ACT/019/004	7.2	(\$30,534.49)	Escrow Account	First Interstate Bank #72-3024-006 Revoked Permit 9/88	1/23/84 & 12/14/79	\$4,241.00		Bond forfeited; Division preparing reclamation contract to complete reclamation in 1992
Coastal States Energy Co. Southern Utah Fuel Co. Convulsion Canyon Mine ACT/041/002	67.79	\$1,690,000	Surety	United Pacific Insurance Co. U605244-14 (A-)	4/12/91 7/23/92	\$24,929.93	5/19/87 (6/20/92)	Ridered 7/23/92
Coal Search Corp. Knight Mine ACT/041/005	40	\$800,000	Surety	Seaboard Surety Co. #164898 (A+)	9/16/90	\$20,000.00	10/31/88	Federal Ins. Co. Surety replaced 9/16/90
Summit Minerals Blackhawk Mine REV/043/001	19	\$120,300	Subord. Agreement	Division (Real Estate in Wallisburg, UT) (Permit Denied)	6/4/86	\$6,332.00	2/26/88 Permit Dental	In process of selling collateral bond
Summit Coal Co. Boyer Mine ACT/043/008	7	\$100,900	Subord. Agreement	Division (Real Estate in Park City, Utah) Permit Revoked 8/4/89	8/2/85	\$14,414.00	5/15/87	In process of selling collateral bond

*All of the bonding companies are listed in the Federal Register, July 1, 1992, the Department of Treasury listing of Surety Companies acceptable on Federal bonds.

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