

**State of Utah****Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

July 31, 2006

TO: John R. Baza, Director *JRB*

THRU: Mary Ann Wright, Associate Director, Mining *MAW*

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

RE: Status of Liability Insurance for Coal Regulatory Program as of July 31, 2006

The updated liability insurance status report for the Utah Coal Regulatory Program is attached.

Enclosure:

cc: Wayne Hedberg
Susan White
Price Field Office
Public Information Center
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Name of Project	Policy Number	Primary Insurance Company (Best's Rating) 2006	Effective Dates	"Acord Form"	XCU (Explosives)	Claims Made or Per Occurrence (Retroactive Date)
Castle Gate Holding Co. Castle Gate Mine C/007/004	BOG 5086545 - 02	Steadfast Insurance Company (A)	07/30/06- 07/30/07	Yes	Yes	Occurrence
Canyon Fuel Co, LLC Skyline Mine C/007/005	HDO G2 1732576	Ace American Insurance Company (A+)	07/31/06- 07/31/07	Yes	Yes	Occurrence
Plateau Mining Corporation Star Point Mine C/007/006	BOG 5086545-02	Steadfast Insurance Company (A)	07/30/06- 07/30/07	Yes	Yes	Occurrence
Hiawatha Coal Company Hiawatha Complex C/007/011	CLS0900016	Scottsdale Insurance Co. (A+)	01/27/06- 01/27/07	Yes	Yes	Occurrence
Nevada Electric Investment Company Wellington Preparation Plant C/007/012	LGBGL37252	USF Insurance Co. (A-)	02/09/06- 02/09/07	Yes	Yes	Occurrence
UtahAmerican Energy, Inc. Horse Canyon Mine C/007/013	37104410	Federal Insurance Company (A++)	06/01/06- 06/01/07	Yes	Yes	Occurrence
Mountain Coal Company Gordon Creek #2, #7 & #8 Mine C/007/016	HDO G2 1732576	Ace American Insurance Company (A+)	07/31/06- 07/31/07	Yes	Yes	Occurrence (\$500,000 per location)
Canyon Fuel Co, LLC Soldier Canyon Mine C/007/018	HDO G2 1732576	Ace American Insurance Company (A+)	07/31/06- 07/31/07	Yes	Yes	Occurrence (\$500,000 aggregate per location)
Andalex Resources, Inc. Centennial Mine C/007/019	3710-25-94	Federal Insurance Company (A++)	07/01/06- 07/01/07	Yes	Yes	Occurrence

Name of Project	Policy Number	Primary Insurance Company (Best's Rating) 2006	Effective Dates	"Acord Form"	XCU (Explosives)	Claims Made or Per Occurrence (Retroactive Date)
Hidden Splendor Resources Inc. Horizon Mine C/007/0020	2916588	Lexington Insurance Company (A+)	09/30/05- 09/30/06	Yes	Yes	Occurrence
Savage Industries, Inc. Savage Coal Terminal C/007/022	HDOG18072956	Ace American Insurance Company (A+)	04/01/06- 04/01/07	Yes	Yes	Occurrence
Andalex Resources, Inc Wildcat Loadout C/007/033	3710-25-94	Federal Insurance Company (A++)	07/01/06- 07/01/07	Yes	Yes	Occurrence
Canyon Fuel Co, LLC Banning Loadout C/007/034	HDO G2 1732576	Ace American Insurance Company (A+)	07/31/06- 07/31/07	Yes	Yes	Occurrence (\$500,000 aggregate per location)
Sunnyside Cogeneration Associates Sunnyside Refuse & Slurry C/007/035	3581-69-76	Federal Insurance Company (A++)	08/01/06- 08/01/07	Yes	Yes	Occurrence
Plateau Mining Corporation Willow Creek Mine ACT/007/038	BOG 5086545-01	Steadfast Insurance Company (A)	07/30/06- 07/30/07	Yes	Yes	Occurrence
Canyon Fuel Company, LLC Dugout Canyon Mine C/007/039	HDOG21732198	Ace American Insurance Company (A+)	07/31/05 07/31/06	Yes	Yes	Occurrence (\$500,000 aggregate per location)
West Ridge Resources, Inc West Ridge Mine C/007/041	3710-95-30	Federal Insurance Company (A++)	07/01/06- 07/01/07	Yes	Yes	Occurrence
Star Point Waste Fuel Sunnyside Cogeneration Association C/007/042	3581-69-76	Federal Insurance Company (A++)	08/01/06- 08/01/07	Yes	Yes	Occurrence

Name of Project	Policy Number	Primary Insurance Company (Best's Rating) 2006	Effective Dates	"Acord Form"	XCU (Explosives)	Claims Made or Per Occurrence (Retroactive Date)
Consolidation Coal Company Hidden Valley Mine C/015/007	BOG9377215-01	Steadfast Insurance Company (A)	11/05/05- 11/05/06	Yes	Yes	Occurrence
PacifiCorp Trail Mountain Mine C/015/009	X0720A1A05	Associated Electric and Gas Insurance Services Limited (A)	08/28/05- 08/28/06	Yes	Yes	Occurrence
Consolidation Coal Company Emery Mine C/015/015	BOG9377215-01	Steadfast Insurance Company (A)	11/05/05- 11/05/06	Yes	Yes	Occurrence
PacifiCorp Des-Bee-Dove Mine C/015/017	X0720A1A05	Associated Electric and Gas Insurance Service Limited (A)	08/28/05- 08/28/06	Yes	Yes	Occurrence
PacifiCorp Deer Creek Mine C/015/018	X0720A1A05	Associated Electric and Gas Insurance Services Limited (A)	08/28/05- 08/28/06	Yes	Yes	Occurrence
PacifiCorp Cottonwood/Wilberg Mine C/015/019	X0720A1A05	Associated Electric and Gas Insurance Services Limited (A)	08/28/05- 08/28/06	Yes	Yes	Claims Made (12/24/86)
Co-Op Mining Company Bear Canyon Mine C/015/025	3602136	AIG (A+)	01/01/06- 01/04/07	Yes	Yes	Occurrence
Genwal Resources, Inc. Crandall Canyon Mine C/015/032	3710-95-29	Federal Insurance Company (A++)	07/01/06- 07/01/07	Yes	Yes	Occurrence
Talon Resources Ltd Coal Hollow Mine C/025/0005	1081537146	Valley Force Insurance Company (A)	5/27/05- 5/27/06	Yes	No	Occurrence

LIABILITY INSURANCE FOR COAL MINES

As of July 31, 2006

Name of Project	Policy Number	Primary Insurance Company (Best's Rating) 2006	Effective Dates	"Acord Form"	XCU (Explosives)	Claims Made or Per Occurrence (Retroactive Date)
Canyon Fuel Co, LLC SUFCO C/041/002	HDO G2 1732576	Ace American Insurance Company (A+)	07/31/06- 07/31/07	Yes	Yes	Occurrence (\$500,000 aggregate per location)