

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

September 14, 2016

Bob Postle, Manager **Program Support Division** Office of Surface Mining 1999 Broadway, Suite 3320 Denver, Colorado 80202-3050

Subject: Naming of OSMRE as Co-beneficiary on Bonds

Dear Mr. Postle:

In response to your letter of August 24, 2016 expressing concern that the Division has not properly co-named OSMRE on "many" of our bonds, we conducted a review and found that there are only 2 that need to be amended. These 2 happen to be Escrow Accounts and for some reason when each was accepted, we did not co-name OSMRE. The mines in question are Star Point Refuse and the Wildcat Loadout.

We are working to immediately rectify the situation with these two mines, but would like to know if OSMRE is contending that there are more bonds with this error. We desire to be in compliance with all requirements of the Rules and Cooperative Agreement.

If you have any questions, please contact me at (801) 538-5320, or Daron Haddock at (801) 538-5325.

Sincerely

Dana Dean, P.E.

Associate Director - Mining

DD/sqs

