

April 15, 2004

Bill Bishop, Lodestar Trustee
Lodestar Energy, Inc.
2525 Harrodsburg Road, Suite 235
Lexington, Kentucky 40504

Re: Assessment of Civil Penalties, FTACO C04-39-1-1, White Oak Mine,
Lodestar Energy, Inc., C/007/0001, Outgoing File

Dear Mr. Bishop:

This letter is to notify you of additional civil penalties accrued for the White Oak Mine associated with the following Failure to Abate Cessation Order: **C04-39-1-1** (initial violation N04-39-2-1 issued for failure to maintain the inlet to undisturbed bypass culvert #C-40-42 at the Whiskey Creek Mine.). The penalty for failure to abate cessation orders is \$750 per day. This failure to abate cessation order was issued on March 12, 2004 and is still in affect although the penalty is capped at the 30-day maximum penalty period. The penalty at a rate of \$750 per day x 30 = \$22,500.

The amount currently due associated with this Failure to Abate Cessation Order is \$22,500, due immediately. If you have any questions, please call me at (801) 538-5325.

Sincerely,

Daron R. Haddock
Assessment Officer

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cc: Price Field Office
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