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STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

May 8, 1985

Mr. Ken Hutchinson
Chief Engineer
Price River Coal Company
P. O. Box 629
Helper, Utah 84526

Dear Mr. Hutchinson:

RE: Updating Reclamation Bond, Price River Complex,
ACT/007/004, #5, Carbon County, Utah

The reclamation bond presently posted with the Division and the Office of Surface Mining (OSM) is for costs calculated in 1983 dollars. The reclamation bond must be escalated and posted in one of two ways:

Escalation

Presently posted	-	\$2,532,847	(1983 dollars)
Escalate @ 1.04%	-	\$2,559,199	(1984 dollars)
Escalate @ 0.92%	-	\$2,582,743	(1985 dollars)
Escalate @ 3.79%	-	\$2,680,629	(1986 dollars)
Escalate @ 3.79%	-	\$2,782,225	(1987 dollars)
Escalate @ 3.79%	-	\$2,887,671	(1988 dollars)
Escalate @ 3.79%	-	\$2,997,114	(1989 dollars)

Posting Amounts

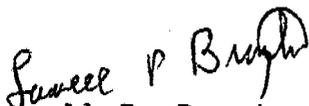
1. Price River Coal Company may choose to update annually and posted in the next year dollars. If Price River Coal Company chooses this option, you must post \$2,680,629.00 (1986 dollars) now, or
2. Price River Coal Company may choose to post \$2,997,114 (1989 dollars) now for the five-year permit term.

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Mr. Ken Hutchinson
ACT/007/004
May 8, 1985

Please submit one of the above by June 1, 1985.

If you have any questions, please call me.

Best regards,


Lowell P. Braxton
Administrator
Mineral Resource Development
and Reclamation Program

PGL/btb
cc: Pam Grubaugh-Littig
Randy Harden
Sue Linner
John Whitehead
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