



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

January 21, 1986

Mr. Richard Allison  
AMAX Coal  
P. O. Box 967  
Indianapolis, Indiana 46226

Dear Mr. Allison:

RE: Bond Amount, Price River Coal Company, Price River  
Complex, ACT/007/004, #5, Carbon County, Utah

Enclosed please find a copy of the letter to Mr. Ken Hutchinson outlining the revised bond escalation schedule. The amount that should be posted is \$2,683,603.00 (1987 dollars).

If you have any questions, please don't hesitate to call Randy Harden or myself.

Best regards,

A large, flowing handwritten signature in black ink, reading 'Pamela Grubaugh-Littig'.

Pamela Grubaugh-Littig  
Reclamation Engineer

btb  
cc: Randy Harden  
Sue Linner  
8808R-33



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*- Done under the old regulations. - Pam H*

*- Missing two items -  
- Letting you know by certified mail -*

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

July 17, 1985

CERTIFIED RETURN RECEIPT REQUESTED  
P-592-429-586

Mr. Kenneth B. Hutchinson  
Price River Coal Company  
P.O. Box 629  
Helper, Utah 84526

Dear Mr. Hutchinson:

RE: Bond Release, Price River Coal Company, "Goose Island"  
Reclamation Project, ACT 007/004, Folder No. 5, 6 & 7,  
Carbon County, Utah

The Division has completed inspection of the Goose Island Reclamation Project for Phase I release of surety funds for that site. The Division concurs that the area and the amount requested by Price River Coal Company should be released for that area.

You area hereby authorized to release from the total amount of the reclamation bond, the amount as calculated below. Price River Coal Company shall then adjust the total bond amount and post a new bond with the Division within 30 days from the date of receipt of this letter.

Current Bond Escalation Schedule:

	TOTAL AMOUNT	ADJUSTMENTS
1983\$	\$2,532,847	Year Posted
1984\$	\$2,559,199	Escalated @ 1.04%
1985\$	\$2,582,743	Escalated @ 0.79%
1986\$	\$2,680,629	Escalated @ 3.79%
1987\$	\$2,782,225	Escalated @ 3.79%
1988\$	\$2,887,671	Escalated @ 3.79%
1989\$	\$2,997,114	Escalated @ 3.79%

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Mr. Ken Hutchinson  
ACT/007/004  
July 17, 1985

Calculation of Bond Release for Goose Island, Phase I:

$\frac{8.33 \text{ ac (Goose Island Area)}}{141 \text{ ac (Total Disturbed Area)}} \times .6 \times \$2,582,743 \text{ (Total Bond [1985\$])} =$   
\$91,550 [1984\$] To Be Released for the Goose Island Site - PHASE I

Revised Bond Escalation Schedule:

1983\$	\$2,532,847	(Year Posted)
1984\$	\$2,559,199	Escalated @ 1.04%
1985\$	\$2,582,743	Escalated @ 0.79%
		(less \$91,550 adjustment)
1985\$	\$2,491,193	Adjusted Total Bond Amount
1986\$	\$2,585,609	Escalated @ 3.79%
1987\$	\$2,683,603	Escalated @ 3.79%
1988\$	\$2,785,312	Escalated @ 3.79%
1989\$	\$2,890,875	Escalated @ 3.79%

POSTING AMOUNTS

1. Price River Coal Company may choose to update annually by posting the amount required for the next year's dollars. If Price River Coal Company chooses this option, the amount required to be posted will be \$2,585,609 (1986\$); or,
2. Price River Coal Company may choose to post the 1989\$ amount now for the five-year permit term in the amount of \$2,890,875 (1989\$).

Price River Coal Company has done an excellent job on their reclamation work to date. Please find enclosed a copy of the inspection report for the Goose Island Reclamation Project for your reference.

Should you have any additional questions or concerns, please feel free to call me.

Sincerely,

*L. P. Braxton*

L. P. Braxton  
Administrator  
Mineral Resource Development  
and Reclamation Program

JRH:jvb

Enclosure: Memo to Coal File

cc: P. Grubaugh-Littig  
S. Linner  
R. Harden

1001R-23