



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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August 27, 1997

Johnny Pappas, Sr. Environmental Engineer  
AMAX Coal Company  
P.O. Drawer PMC  
Price, Utah 84501

Re: Correction of Reclamation Bond Estimate, AMAX Coal Company, Castle Gate,  
ACT/007/004-95E, Folder #2, Carbon County, Utah

Dear Mr. Pappas:

As you pointed out to us, a subtraction error was found in the Division's bond cost estimate for the Castle Gate Mine. The Division has corrected the error and has determined a new bond amount for the Mine, which is \$1,798,000. Please refer to the attached memo for more detail.

Since the bond that is currently in place exceeds the required amount, no adjustment is necessary, however AMAX may reduce the bond amount to the above figure if desired. You should also assure that your Mining and Reclamation Plan reflects the actual methods and costs for reclamation. This should be done by September 15, 1997.

If you have any questions please call.

Sincerely,

A handwritten signature in black ink that reads "Daron R. Haddock".

Daron R. Haddock  
Permit Supervisor

tat  
Enclosure  
cc: Wayne Western  
Pamela Grubaugh-Littig  
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