



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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May 29, 1992

TO: Daron Haddock, Permit Supervisor "B" Team
Joseph Helfrich, Regulatory Coordinator

FROM: Lowell P. Braxton, Associate Director, Mining *LAB*

RE: AVS Checks, Skyline and Sufco

Permit conditions attached the renewals of the above-cited mines reflect the need for resolution of compliance problems attendant to Coastal affiliates outside the state of Utah. These conditions appropriately require the operator to provide a status report on the resolution of these long standing issues so as to preclude improvidently issued permits.

A query of the national AVS system at the time of the Skyline renewal recommended deny in acknowledgement of the unresolved problems. As a condition to renewal, Skyline was to have provided DOGM with a status report on the efforts to resolve by May 25, 1992 (a holiday).

On May 26, 1992, I called Kevin Yocum, attorney for Coastal (801) 596-7111 asking for the response this permit condition requires. Mr. Yocum informed me that he has knowledge that recent discussions have transpired between Mr. Charles Gault, solicitor for OSM and Mr. Bill Huggins, General Council, Coastal with the intent of resolving the issue. Mr. Yocum indicated that he would be providing documentation to substantiate this, in satisfaction of the Skyline permit condition.

On this basis, I recommend that no enforcement action be undertaken on the permit condition pending Mr. Yocum's response.

vb
avssk