

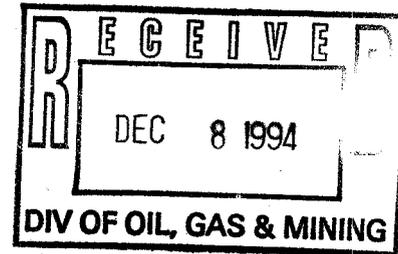
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Coastal
The Energy People

December 6, 1994

Utah Coal Regulatory Program
Division of Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203



Re: Skyline Permit Changes - ASCA/Exempt Areas, Primary Road
and RRLO Propane System

*File ACT/002/005 #2
94H*

Gentlemen:

Enclosed are DOGM Forms C1 and C2 along with 3 copies of the necessary changes to our M&RP.

This permit change involves three different issues: (1) Updating our ASCA and exempt areas to concur with existing DOGM policy (2) Showing primary road locations and (3) Adding a propane backup system at the RRLO.

The primary road locations are shown on Maps 3.2.1-3 and 3.2.1-1.

The location of the propane backup system for the RRLO is shown on Map 3.2.1-3. This system consists of two 1,000 gallon surface tanks and a small mixing valve. Since the estimated cost of reclamation for this system is approximately \$100 we have not changed our bonding calculations.

The updating of the ASCA and exempt areas consists of reclassifying the water tank area (Area 1 on Map 4.4.2-1F) from an ASCA to an exempt area. Several changes were made at the RRLO (Map 3.2.1-3). These changes consist of reclassifying primary road fill from ASCA to primary roads and the embankment of the sediment pond from ASCA to exempt. We have also created two new sections in our Engineering calculations, Volume 5. Section 20 will contain ASCA designs. We have added one new ASCA design for straw dikes. All the other designs are being moved into Section 20. Section 21 will contain our computer demonstrations for exempt areas. We are moving existing approved demonstrations into this section and adding the demonstrations for the water tank area. We are ordering new tabs for Section 20 and 21 and as soon as they are received, we will sent you 14 sets of them.

Utah Fuel Company

A SUBSIDIARY OF THE COASTAL CORPORATION
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If you need any additional information, please contact Keith Zobell of my staff.

Sincerely,

A handwritten signature in black ink, appearing to read "Ken Payne", with a long horizontal flourish extending to the right.

*Ken Payne
Vice President/General Manager
Utah Fuel Company*

*KP:KZ:dk
Enclosure*

DOGM1206.KZ