



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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Governor

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October 3, 1997

Dan Meadors, General Manager
Canyon Fuel Company, LLC
P.O. Box 719
Helper, Utah 84526

Re: Final Bond Determination, Canyon Fuel Company, LLC, Skyline Mine, ACT/007/005,
File #3 & #4, Carbon County, Utah

Dan
Dear Mr. Meadors:

The Division has been conducting negotiations with your staff to determine the appropriate reclamation bond for the Skyline Mine. We believe that we now have reached consensus on the amount of the bond. Canyon Fuel will need to post a bond for the Skyline Mine in the amount of \$5,076,000 within 30 days of receipt of this letter.

It is our understanding that the issues discussed in the informal conference have now been resolved and no further action associated with the conference will be necessary. If you have any questions or feel otherwise, please notify us as quickly as possible.

Thank you for your help through this action.

Sincerely,

A handwritten signature in cursive script that reads "Lowell P. Braxton".

Lowell P. Braxton
Acting Director

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Enclosure
cc: Dan Ferriter
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