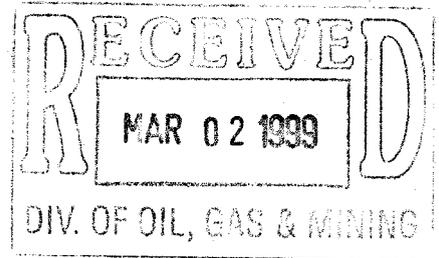




Canyon Fuel Company, LLC
Skyline Mines
HC 35 Box 380
Helper, Utah 84526
(435) 448-6463 Fax: (435) 448-2632



March 2, 1999

Coal Regulatory Program
Attn.: Joe Helfrich
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Round 2

RE: Response to the Division's February 9, 1999 Technical Analysis of the Skyline Mine Waste Rock Expansion Site, Skyline Mines, Canyon Fuel Company, LLC, ACT/007/005 #2

Dear Mr. Helfrich:

Please find enclosed seven clean copies of modified text from Chapter 4 of the approved Skyline Mines M&RP and the completed C1 and C2 forms. As we discussed by phone earlier today, these pages include most of the information requested by your staff in the February 9, 1999 "Technical Analysis" of the proposed waste rock expansion site. The only information missing is the results of the laboratory analysis of the water currently in the waste rock site sediment pond. The water is to be analyzed for the agricultural parameters listed in State regulation R317-2-7. "Water Quality Standards". An effort was made yesterday to sample the water. However, after breaking through the ice covering the pond, it became apparent that all of the standing water is frozen and obtaining a mud free sample is currently not feasible. A sample will be obtained when practicable and the results of the analysis will be included in the permit.

I appreciate your efforts in reviewing and approving this amendment. I apologize for the sudden necessity of approval of the amendment. If you have questions regarding the submittal, please call Gary Taylor at (435) 448-2620 or me at (435) 448-2669.

Sincerely:

Chris D. Hansen
Environmental Coordinator
Canyon Fuel Company, LLC

enclosures

