



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

May 1, 2003

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

J. Grubaugh-Littig
5/1/03

RE: Correction of Reference to the 12 Left "A" Panel, Lawrence Reservoir Site,
 Skyline Mine, Canyon Fuel Company, LLC Skyline Mine, C/007/005.

Dear Pam:

Please find enclosed with this letter copies of text with the correction we discussed earlier today that includes a modification to Chapter 1 of the Skyline Mine M&RP referring to the 12 Left "A" panel instead of the 12 Left "B" panel. Included with this submittal are seven clean copies of text and four copies with redline-strikethrough text and the appropriate C1 and C2 forms.

We appreciate your help with this permit modification. If you have any questions regarding this submittal, please give me a call at (435) 448-2669.

Sincerely,

Chris D. Hansen

Chris D. Hansen
 Environmental Coordinator
 Canyon Fuel Company, LLC.

attachments

RECEIVED

MAY 05 2003

DIVISION OF OIL, GAS & MINING

APPLICATION FOR COAL PERMIT PROCESSING

Permit Change New Permit Renewal Exploration Bond Release Transfer

Permittee: Canyon Fuel Company, LLC

Mine: Skyline Mine

Permit Number: C/007/005

Title: Correction of the reference to 12 Left "A" panel, Lawrence Reservoir

Description, Include reason for application and timing required to implement:

Instructions: If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.

- Yes No 1. Change in the size of the Permit Area? Acres: _____ Disturbed Area: _____ increase decrease.
- Yes No 2. Is the application submitted as a result of a Division Order? DO# _____
- Yes No 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area?
- Yes No 4. Does the application include operations in hydrologic basins other than as currently approved?
- Yes No 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond?
- Yes No 6. Does the application require or include public notice publication?
- Yes No 7. Does the application require or include ownership, control, right-of-entry, or compliance information?
- Yes No 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
- Yes No 9. Is the application submitted as a result of a Violation? NOV # _____
- Yes No 10. Is the application submitted as a result of other laws or regulations or policies?
Explain: _____
- Yes No 11. Does the application affect the surface landowner or change the post mining land use?
- Yes No 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2)
- Yes No 13. Does the application require or include collection and reporting of any baseline information?
- Yes No 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
- Yes No 15. Does the application require or include soil removal, storage or placement?
- Yes No 16. Does the application require or include vegetation monitoring, removal or revegetation activities?
- Yes No 17. Does the application require or include construction, modification, or removal of surface facilities?
- Yes No 18. Does the application require or include water monitoring, sediment or drainage control measures?
- Yes No 19. Does the application require or include certified designs, maps or calculation?
- Yes No 20. Does the application require or include subsidence control or monitoring?
- Yes No 21. Have reclamation costs for bonding been provided?
- Yes No 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream?
- Yes No 23. Does the application affect permits issued by other agencies or permits issued to other entities?

Please attach four (4) review copies of the application. If the mine is on or adjacent to Forest Service land please submit five (5) copies, thank you. (These numbers include a copy for the Price Field Office)

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

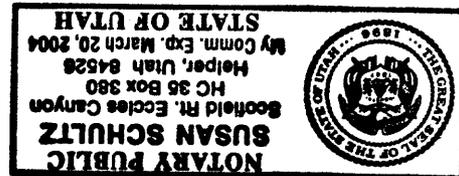
Jan Meadors
Print Name

[Signature] 5-1-03
Sign Name, Position, Date

Subscribed and sworn to before me this 1 day of May, 2003

Susan Schultz
Notary Public

My commission Expires: 3-20, 2004;
Attest: State of Utah } ss:
County of Carbon



For Office Use Only: 	Assigned Tracking Number:	Received by Oil, Gas & Mining <div style="text-align: center; font-size: 1.2em; font-weight: bold;">RECEIVED</div> <div style="text-align: center; font-size: 1.2em; font-weight: bold;">MAY 05 2003</div> <div style="text-align: center; font-size: 0.8em;">OF OIL, GAS & MINING</div>
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distance of 12.36 feet; thence N67° 17' 42" W a distance of 205.91 feet; thence N67° 52' 22" W a distance of 49.97 feet; thence N67° 58' 39" W a distance of 114.38 feet; thence N68° 31' 43" W a distance of 394.17 feet; thence S89° 10' 54" W a distance of 313.96; thence S84° 21' 11" W a distance of 44.32 feet; thence S05° 39' 41" E a distance of 4.00 feet; which is the point of beginning and containing .3 acres, more or less.

The facilities to be constructed on the surface easements and rights-of-way are a part of the Skyline Mines and these areas of surface use are to be included in the permit area as shown on Drawing 1.6-1.

The Lawrence Reservoir (Map 1.6-1), proposed in 1938, was never developed. Efforts to pursue the project were discontinued and resulted in case file closure by the Utah State Engineer's Office on August 8, 1961. When Federal Coal Lease Utah-044076 was issued, the site area of the proposed Lawrence Reservoir was excluded from the leased premises. On March 27, 2001, the Lawrence Reservoir area was added to Federal Coal Lease Utah-044076 by the BLM. ~~The BLM has stipulated, however, that only first mining may occur without subsidence within the Lawrence Reservoir site. Currently, the BLM and USFS are moving forward with plans that would allow CFC to subside the area. CFC will not subside the reservoir area until the BLM and USFS agree to allow such activities.~~ In a letter dated March 17, 2003 and sent certified mail to Skyline Mine, the BLM approved longwall recovery of the 12 Left "A" panel that underlies a portion of the now-abandoned Lawrence Reservoir site. The BLM further determined that impacts related to subsidizing this area had been adequately addressed in previous NEPA documents. The BLM approval also had 5 stipulations with which the operator will comply. Copies of the letters addressed to CFC from the BLM stating that the reservoir site is within Federal Coal Lease Utah-044076 and discussing the stipulations related to mining this portion of the lease ~~is~~ are included as Exhibit 1.14-3.

Due to the great volume of documents involved with the ownership, right-of-entry, etc. of the Skyline properties, photocopies of the agreements have not been included in this Notice. The relevant documents are presently maintained at the offices of Canyon Fuel Company, LLC, Midvale, Utah, and at the Skyline Mine's office. Copies of the agreements can be viewed by interested persons during normal business hours.

Canyon Fuel Company, LLC holds no interest under any real estate contracts covering surface lands or other realty to be affected by mining activities at the Skyline Mines. Also, there are no purchasers of record under real estate contracts with respect to the Skyline properties.

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