

April 24, 2003

Jim Kohler
Bureau of Land Management
324 South State Street
Salt Lake City, Utah 84145

Melissa Blackwell
U.S. Forest Service
599 West Price River Drive
Price, Utah 84501

Re: Subsidence of Lawrence Reservoir, Canyon Fuel Company, Skyline Mine, C/007/005-AM03E, Outgoing File

Dear Sir or Madam:

We have received an application from Canyon Fuel Company (Skyline mine) to allow longwall mining of a portion of the old proposed Lawrence Reservoir site. You should recall that this area was previously approved for first mining. The Company has informed us that they are quickly approaching the Lawrence Reservoir boundary and need to have approval by the end of next week. We anticipate having our review completed by May 2, 2003.

Since we are the lead agency for this permitting action, it is incumbent on us to coordinate our review and approval with your agency to ensure compliance with federal regulations. Please provide any comment you may have in this regard. A copy of the proposed amendment is enclosed for your review.

Jim Smith has been assigned as the Lead on this project. If you have any question, please call him at (801) 538-5260 or me at (801) 538-5325.

Sincerely,

Daron R. Haddock
Permit Supervisor

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cc: Mark Page, Water Rights w/o
Dave Ariotti, DEQ w/o
Derris Jones, DWR w/o
Price Field Office w/application
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