



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

Table with 2 columns: Agency/Company and Name/Title. Includes representatives from OGM, USFS, and Company.

Inspection Report

Table with 2 columns: Field and Value. Includes Permit Number (C0070005), Inspection Type (COURTESY), Inspection Date, Start/End Date/Time, and Last Inspection.

Inspector: Priscilla Burton, Environmental Scientist III

Weather: overcast, 30 - 40 F, sleet

InspectionID Report Number: 629

Accepted by: whedberg
6/8/2005

Permittee: CANYON FUEL COMPANY LLC
Operator: CANYON FUEL COMPANY LLC
Site: SKYLINE MINE
Address: HC 35 BOX 380, HELPER UT 84526
County: CARBON
Permit Type: PERMANENT COAL PROGRAM
Permit Status: ACTIVE

Current Acreages

Table with 2 columns: Value and Category. Categories include Total Permitted, Total Disturbed, and Phases I, II, III.

Mineral Ownership

- Federal
State
County
Fee
Other

Types of Operations

- Underground (checked)
Surface
Loadout
Processing
Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

USFS, OGM, Skyline mine made a group inspection of South Fork access road and topsoil storage road reclamation work. In addition to attendees listed below, the USFS brought Mike Smith, Consulting Engineer, and Kathy Dodt-Ellis, Physical Scientist; and Skyline mine brought John Brasher. We discussed possible improvements to minimize remaining road cut. We concluded that this meeting would be followed by a site visit on June 16, 2005, with specific individuals from USFS, OGM, and Skyline Mine for the purpose of flagging locations for future work.

Inspector's Signature

Date Wednesday, June 08, 2005

1594 West North Temple, Suite 121 Priscilla Burton, Environmental Scientist III
telephone (801) 538-5340 • facsimile (801) 538-5340 • www.ogm.utah.gov
Inspector ID Number: 37

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

| | Evaluated | Not Applicable | Comment | Enforcement |
|--|-------------------------------------|--------------------------|-------------------------------------|--------------------------|
| 1. Permits, Change, Transfer, Renewal, Sale | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Signs and Markers | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 3. Topsoil | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.a Hydrologic Balance: Diversions | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.b Hydrologic Balance: Sediment Ponds and Impoundments | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.c Hydrologic Balance: Other Sediment Control Measures | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 4.d Hydrologic Balance: Water Monitoring | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.e Hydrologic Balance: Effluent Limitations | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 5. Explosives | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 6. Disposal of Excess Spoil, Fills, Benches | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. Coal Mine Waste, Refuse Piles, Impoundments | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 8. Noncoal Waste | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 9. Protection of Fish, Wildlife and Related Environmental Issues | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 10. Slides and Other Damage | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 11. Contemporaneous Reclamation | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 12. Backfilling And Grading | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 13. Revegetation | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 14. Subsidence Control | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 15. Cessation of Operations | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 16.a Roads: Construction, Maintenance, Surfacing | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 16.b Roads: Drainage Controls | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 17. Other Transportation Facilities | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 18. Support Facilities, Utility Installations | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 19. AVS Check | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 20. Air Quality Permit | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 21. Bonding and Insurance | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 22. Other | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

4.c Hydrologic Balance: Other Sediment Control Measures

USFS noted that water bars had not been constructed along a lower section of the access road that parallels the main South Fork(?) drainage from the USFS property boundary extending upcanyon to the convergence with the reclaimed access road leading up to the reclaimed South Fork portals. At the completion of any additional work, water bars should be added to those portions of the access road for the purpose of directing flow off the road to the silt fences.

12. Backfilling And Grading

Location of the South Fork breakout in relation to the Skyline Mine site is shown on Map 3.2.4-2. The surface is owned by the United States and managed by the U.S.F.S. Backfilling and grading of the #1 mine portals at the south fork breakout is described in Section 4.6.5 of the MRP. The access and topsoil storage roads were reclaimed along with the rest of the site in the fall of 2003. The last OGM and USFS site visit was on 08/12/2004, during which the USFS indicated that the road reclamation did not meet their expectations. A letter from the USFS dated 12/29/2004 spells out the USFS concern (see 2004 Incoming document #0077), that the road was not reclaimed as described in the MRP. Specifically, as stated on page 4-41a, "The roads will be brought back to as close to original contour as possible with the least amount of new surface disturbance. No new cut slopes will be created and existing ones will be smoothed to the extent possible. As requested by the Forest Service, water bars will be placed as needed to dissuade vehicular travel after reclamation."

The group walked to the end of the disturbed area (the end of the topsoil storage access road) shown on Map 3.2.11-1. The reclaimed road had been gouged and gouges were retaining water/snow. The USFS noted a small crack on the road edge indicating instability in a portion of the road. The crack was not photographed and was not found on the return walk. There was no evidence of rill or gully erosion along the road or the outslope of the road, but silt fences in the stream were clogged with sediment in places. The road cut clearly remained and the profile of the road was clearly evident for the length of the road. The USFS indicated that their preference was to eliminate the road "prism," and remove steep fill slopes next to the stream.

The Skyline Mine point of view was that the roads were pre-existing and overcast materials had been there for 35 years and no slumping of the fill slopes had yet occurred, however, the mine was willing to return to the site and flag those areas needing additional work. The return visit will be on June 16, 2005 and will be attended by USFS, OGM, and the Permittee. After specific areas are flagged, a plan for each area will be drawn up indicating the work to be done at each location. Skyline personnel indicated that the best time for work in this canyon was July, before thunderstorms begin in August.