

C0070005
Incoming ✓



United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Utah State Office
440 West 200 South, Suite 500
Salt Lake City, UT 84101-1345
<http://www.blm.gov/utah>

RECEIVED

AUG 16 2019

DIV OF OIL, GAS & MINING

In Reply Refer To:
3474 (UT-9223)

AUG 13 2019

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

91 7199 9991 7038 2300 6180

91 7199 9991 7038 2300 6173

DECISION

Principal:	:	
Canyon Fuel Company, LLC	:	Coal Lease
255 North 5 th Street, Suite 900	:	UTU-77114
Grand Junction, Colorado 81501	:	
	:	
Surety:	:	Current Bond Amount: \$3,449,000
Lexon Insurance Company	:	Bond No: 1119479
10002 Shelbyville Road, Suite 100	:	UTB000667
Louisville, Kentucky 40223	:	

Bond Reduction Recommended

Canyon Fuel Company, LLC, currently has on file with the Utah State Office of the Bureau of Land Management a coal lease surety bond in the amount of \$3,449,000 to cover coal lease UTU-77114. The surety for this bond is Lexon Insurance Company.

Regulations at 43 CFR 3504.60 allow for the amount of any bond to be increased/decreased when additional/less coverage is determined to be appropriate. On July 16, 2019, the Office of Natural Resources Revenue verified final lease payment of the \$3,449,000 and therefore this bond amount is no longer necessary. The Utah State Office, in conjunction with the Price Field Office, has made a determination that the bond covering coal lease UTU-77114 can be reduced to \$9,000.

This bond amount may be decreased by either a rider to the current bond, or by submitting an entirely new bond for the required amount. If you do not agree with the bond amount, you must submit written justification to this office clarifying your position for a different bond amount.

A compliance period of 30 days from the receipt of this decision will be allowed to submit the above bond.

If there are any questions regarding this decision, please contact Judy Nordstrom at (801) 539-4108 or jnordstr@blm.gov.



Kent Hoffman
Deputy State Director
Division of Lands and Minerals

cc:

Lexon Insurance Company
10002 Shelbyville Road Suite 100
Louisville, KY 40223

Mr. John Baza, Director
Utah Division of Oil, Gas and Mining
PO Box 145801
SLC, UT 84114-5801

Office of Natural Resources Revenue
(Email: onrrsolidmineralreferencedata@onrr.gov)

Price Field Office Manager
Attn: Don Stephens