



The State of Utah

Department of
Natural Resources

Division of
Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

Representatives Present During the Inspection:

Company	Dennis Ware
OGM	Karl Houskeeper Environmental Scientist III

Inspection Report

Permit Number:	C0070006
Inspection Type:	COMPLETE
Inspection Date:	Tuesday, December 14, 2004
Start Date/Time:	12/14/2004 9:00:00 AM
End Date/Time:	12/14/2004 1:00:00 PM
Last Inspection:	Friday, November 12, 2004

Inspector: Karl Houskeeper, Environmental Scientist III

Weather: Clear, Temp 38 Deg F

InspectionID Report Number: 483

Accepted by: pgrubaug
12/22/2004

Permittee: **PLATEAU MINING CORP**

Operator: **PLATEAU MINING CORP**

Site: **STAR POINT MINE**

Address: **847 NW HWY 191, HELPER UT 84526**

County: **CARBON**

Permit Type: **PERMANENT COAL PROGRAM**

Permit Status: **ACTIVE**

Current Acreages

8,925.55	Total Permitted
95.30	Total Disturbed
	Phase I
	Phase II
	Phase III

Mineral Ownership

- Federal
 State
 County
 Fee
 Other

Types of Operations

- Underground
 Surface
 Loadout
 Processing
 Reprocessing

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

There are no pending compliance actions. The only permit condition currently in place is that the permittee must submit all water monitoring data in an electronic format to the Division's web site. The permittee is complying with this stipulation.

UPDES Permit UT0023736 inactivated by letter dated November 18, 2004.

Inspector's Signature

Karl R. Houskeeper

Karl Houskeeper, Environmental Scientist III

Inspector ID Number: 49

Date Tuesday, December 14, 2004

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

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Inspection Continuation Sheet

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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Signs and Markers	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. Topsoil	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.a Hydrologic Balance: Diversions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.b Hydrologic Balance: Sediment Ponds and Impoundments	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.c Hydrologic Balance: Other Sediment Control Measures	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.d Hydrologic Balance: Water Monitoring	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.e Hydrologic Balance: Effluent Limitations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Explosives	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Disposal of Excess Spoil, Fills, Benches	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Coal Mine Waste, Refuse Piles, Impoundments	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Noncoal Waste	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
9. Protection of Fish, Wildlife and Related Environmental Issues	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Slides and Other Damage	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Contemporaneous Reclamation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Backfilling And Grading	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
13. Revegetation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
14. Subsidence Control	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
15. Cessation of Operations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.a Roads: Construction, Maintenance, Surfacing	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.b Roads: Drainage Controls	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
17. Other Transportation Facilities	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
18. Support Facilities, Utility Installations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
19. AVS Check	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. Air Quality Permit	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
21. Bonding and Insurance	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
22. Other	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

1. Permits, Change, Transfer, Renewal, Sale

The DOGM Permit was effective on 12/29/2003 and expires on 01/27/2007. Other documents include the following:

- Certificate of Insurance issued 07/30/04 and terminates 07/30/05.
- Reclamation Agreement is dated July 1999.
- UPDES Permit UT0023736 inactivated by letter dated November 18, 2004.
- Air Quality Permit DAQE-886-96 issued 09/20/1996.

Bond is reduced to \$4,677,600 for 93.5 acres (\$3,118,400) retained, by letter dated October 1, 2004 (signed by Lowell Braxton).

Condition (1) of the permit has been met, by letter dated Jan 23, 2004 (signed by Pamela Grubaugh-Littig).

2. Signs and Markers

The ID sign is located at the public access to the permit boundary. Other markers observed during the inspection were in place as required by the coal rules.

4.d Hydrologic Balance: Water Monitoring

Third Quarter 2004 water monitoring information has been uploaded into the EDI website. Fourth Quarter water monitoring is complete except for one sample site ST-1. The operator is going to try to reach this location next week, however, the area is entirely snow covered and in a canyon that is hard to access in good weather conditions.

4.e Hydrologic Balance: Effluent Limitations

UPDES Permit UT0023736 inactivated by letter dated November 18, 2004. The last discharge monitoring reports submitted are for October 2004. Discharge monitoring reports are no longer required, since the permit has been inactivated.

20. Air Quality Permit

The Air Quality Permit DAQE-886-96 was issued on 09/20/1996 and remains in effect.

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21. Bonding and Insurance

The bond issued by Travelers Casualty and Surety Company of America, Bond No. 104329368 was reduced to \$3,118,400 (reduced from \$7,796,000 for the Phase I bond release, reduced on November 10, 2004).

The previous bonds were as follows:

- Bond #KA2990-096 for \$3,527,000.
- Bond #210067-096 for \$3,527,000.
- Bond #103198931-096 for \$742,000.

The total bonded amount is \$7,796,000. The reclamation agreement is in effect.

The insurance has been updated. The previous policy was provided by Policy # ICH GL 137-04 from AON Risk Services. The new insurance is provided by AON Risk Services of Texas, Inc Policy BOG 5086545-00. The insurance meets the minimum requirements and includes explosion coverage. The certificate holder is listed as the State of Utah and the cancellation clause is acceptable. The new policy expires on 07/30/2005.