

October 22, 1987

TO: Jim Fricke, Dan Duce, Pam Grugaugh-Littig, Rick Smith
FROM: John Whitehead
RE: Kaiser Non Reclamation Impact Assessment

In a meeting this morning Dianne outlined the Kaiser Bankruptcy status and the need for information to assist our bankruptcy attorney to proceed with our case in the best interests of the Division.

Our assignment is to compile a worst case, but defensible, impact assessment of what would happen if the Sunnyside and Horse Canyon sites were abandoned. This should encompass both environmental degradation and safety issues which would ensue if the sites were abandoned.

We will be compiling the impact assessments separately for Horse Canyon and Sunnyside. Below are the individual assignments for these documents.

Engineering-(Pam G.L.)- Structures including impoundments, safety considerations
Soils/Revegetation- (Dan Duce)-soil loss, erosion, reclamation potential.
Geologic-(Rick Smith)- subsidence issues, borehole, shaft and portal openings, safety considerations and ground-water issues.
Hydrology-(Jim Fricke)- water quality, quantity and sediment loading considerations.

This is not a complete listing but hopefully will provide a framework to proceed from. Please consult the CHIA for Sunnyside for items you may be able to pull from that document.

This is a top priority item. Put other assignments aside until this is completed. Your sections must be into to typing by Monday (10/26) at 3:00 p.m.

Thanks for your help on this assignment.

0844/107

UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF COLORADO

In re:

COTTONWOOD CANYON LAND CO.,
KAISER STEEL CORPORATION,
KAISER COAL CORPORATION OF YORK CANYON,
KAISER COAL CORPORATION,
KAISER COAL CORPORATION OF SUNNYSIDE,
KAISER COAL CORPORATION OF UTAH,
KAISER COAL CORPORATION OF NEW MEXICO,
UNION STEEL COMPANY,
MYERS DRUM COMPANY,
KAISER STEEL TUBING, INC.,
LAKE TAMARISK DEVELOPMENT CORPORATION,
KT REALTY INCORPORATED,
Debtors.

CASE NUMBER 87 B 01552 E
CASE NUMBER 87 B 01553 E
CASE NUMBER 87 B 01620 M
CASE NUMBER 87 B 01621 C
CASE NUMBER 87 B 01622 J
CASE NUMBER 87 B 01623 M
CASE NUMBER 87 B 01624 E
CASE NUMBER 87 B 01710 E
CASE NUMBER 87 B 01708 M
CASE NUMBER 87 B 01705 M
CASE NUMBER 87 B 01709 M
CASE NUMBER 87 B 01707 C
CHAPTER 11

Mrs. Flos:
Sunnyside
Horse Cyn
Wellington Rep
S. Hoover
J. Whitehead
B. Roberts
K. May

NOTICE FOR MEETING OF CREDITORS WITH NOTICE OF AUTOMATIC STAY

TO THE DEBTOR(S), DEBTOR'S CREDITORS, AND OTHER PARTIES OF INTEREST:

An order for relief under 11 U.S.C., Chapter 11 having been entered on Petitions filed by the above-captioned debtors of 102 S. Tejon, #800, Colorado Springs, Colorado 80903, between February 11, 1987 and February 17, 1987, NOTICE IS HEREBY GIVEN, THAT:

A meeting of creditors pursuant to 11 U.S.C. §341(a) shall be held at Executive Tower Inn, 1405 Curtis Street, Third Floor, Denver Colorado 80202, on May 7, 1987 at 9:00 A.M.

The debtors shall appear by that time and place for the pu or executive officers at

The meeting may be continued o meeting, without further written electronically recorded; however, arrange for a court reporter and least three (3) days in advance of time by notice at the he proceedings will be at their own expense, may the United States Trustee at long that they have done so.

Bankruptcy negotiations

At the meeting, the creditors may examine the debtors and transact such other business as may properly come before the meeting.

As a result of the filing of the Petition, certain acts and proceedings against the debtors and their property are stayed as provided in 11 U.S.C. §362(a).

The debtor has filed or will file a list of creditors and equity security holders pursuant to Rule 1007. Any creditor holding a listed claim which is not listed as disputed, contingent, or unliquidated as to amount, may, but need not, file a proof of claim in this case. *Creditors whose claims are not listed or whose claims are listed as disputed, contingent, or unliquidated as to amount and who desire to participate in the case or share in any distribution must file their proofs of claim. Any creditors who desire to rely on the list have the responsibility for determining that he is accurately listed. Proof of claims should be filed with the Clerk of the Bankruptcy Court, 1845 Sherman Street, Fourth Floor, Denver, Colorado 80203. Notice of the last date for filing claims will be sent at a later time.

DATED: April 1, 1987
The debtor's attorney is:
Craig A. Christensen, Esquire
633 Seventeenth Street, Suite 2900
Denver, Colorado 80202
(303) 297-2900

Debra J. Erickson
for Acting United States Trustee

Creditors should identify the individual case and case number, of the twelve cases listed above, to which their claim applies.

UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF COLORADO

In re:

COTTONWOOD CANYON LAND CO.,)	CASE NUMBER	87 B 01552 E
KAISER STEEL CORPORATION,)	CASE NUMBER	87 B 01553 F
KAISER COAL CORPORATION OF YORK CANYON,)	CASE NUMBER	87 B 01620 M
KAISER COAL CORPORATION,)	CASE NUMBER	87 B 01621 C
KAISER COAL CORPORATION OF SUNNYSIDE,)	CASE NUMBER	87 B 01622 J
KAISER COAL CORPORATION OF UTAH,)	CASE NUMBER	87 B 01623 M
KAISER COAL CORPORATION OF NEW MEXICO,)	CASE NUMBER	87 B 01624 E
UNION STEEL COMPANY,)	CASE NUMBER	87 B 01710 E
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The debtors shall appear by their presidents or other executive officers at that time and place for the purpose of being examined.

The meeting may be continued or adjourned from time to time by notice at the meeting, without further written notice to creditors. The proceedings will be electronically recorded; however, interested parties, at their own expense, may arrange for a court reporter and give notice to the United States Trustee at least three (3) days in advance of the meeting that they have done so.

At the meeting, the creditors may examine the debtors and transact such other business as may properly come before the meeting.

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