

January 2, 1987

TO: File

FROM: Pamela Grubaugh-Littig, Reclamation Engineer *pgl*

RE: Kaiser Coal Corporation Bonding Status in Colorado and New Mexico, Kaiser Coal Corporation, ACT/007/007, Folder #5, Carbon County, Utah

I telephoned the Colorado Mined Land Reclamation Division on December 30, 1986, and spoke with Bob Little regarding the bonding status of the two operations associated with Kaiser Coal Corporation in Colorado. He stated that the Chimney Rock Coal Mine is bonded by a surety for about \$800,000. The Somerset Mine has not been transferred from U. S. Steel to Kaiser Coal Corporation as of this date, due to the inability of Kaiser Coal Corporation to obtain a \$575,000 bond for that mine.

I spoke with Bon Sevinski from the New Mexico Mining and Minerals Division on December 31, 1986. He stated that Kaiser Coal Corporation has four bonded properties: the Cimarron Mine, York Canyon Surface and Central Area Underground, York Canyon Underground, and Potato Canyon Exploration. All of these properties are bonded by a collateral bond with a real estate, first mortgage deed of trust. These operations are bonded in excess of 10 million dollars.

djh  
cc: K. May  
L. Braxton  
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9075R/29