0051

STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

May 30, 1988

Mr. Robert E. Barton, P.E.
Project Director
Engineering and Construction
Environmental Power Corporation
2920 North Academy Boulevard
Suite 201
Colorado Springs, Colorado 80907

Dear Mr. Barton:

Re: Proposed Permit Transfer, Portion of Sunnyside Mine Permit Area to Environmental Power Corporation for Proposed Co-Generation Power Plant, Kaiser Coal Corporation, Sunnyside Mine, ACT/007/007, Folder 2, Carbon County, Utah

Thank you for the opportunity to meet with you and your associates on May 18, 1988, to discuss the permit transfer of a portion of the Sunnyside Mine permit area to Environmental Power Corporation for the purposes of the proposed co-generation power plant.

As we discussed in our meeting, the Division will require a formal permit transfer application with a stand-alone operation and reclamation plan which will describe the operations, environmental controls and reclamation of that portion of the Sunnyside permit area which is presently disturbed and will be transferred to Environmental Power Corporation. The transfer process should not be difficult from a procedural or conceptual perspective, however, Environmental Power should proceed to post bond immediately on this parcel and file a permit transfer application as soon as possible.

To assist you in this endeavor, the Division's guidelines for organization and format of permit applications are enclosed. It is recommended, for reasons of expedient review by the staff, that you format your operation and reclamation plan into the chapter designations shown on the attached guidelines.

Attached also for your information are the present rule revisions to the set of rules I gave you in the meeting of May 18, 1988. I do not believe any of these will affect your particular intentions or transactions, but will allow you to have the most current, updated set of rules.

The Division is in the process of reviewing Kaiser Coal Corporation's April 25, 1988 request to release a portion of the permit area which has not been disturbed. This is the parcel on which Environmental Power intends to construct the plant. At this point in time it does not appear that anything should prevent this action from proceeding through the approval process.

Should you have any questions on this matter, please feel free to contact myself or Pamela Grubaugh-Littig. Thank you very much for your cooperation.

Sincerely,

John J. Whitehead

John J. Whitehead
Permit Supervisor/
Reclamation Hydrologist

JJW/as
Attachment(s)
cc: S. Ellinwood
Ken May
L. Braxton
P. G.-Littig
0800R/51-52