

Mine File
LFB
S.C.L

UNITED STATES FUEL COMPANY

HIAWATHA, UTAH 84527

RECEIVED

FEB 06 1986

DIVISION OF
OIL, GAS & MINING

February 4, 1986

Mr. Lowell P. Braxton, Administrator
Mineral Resource Development and Reclamation Program
State of Utah, Division of Oil, Gas and Mining
355 W. North Temple, 3 Triad Center
Salt Lake City, Utah 84180-1203

*Am/007/011
#3*

RE: Aquisition of Lease, T.15 S., R.8 E. Section 20

Dear Mr. Braxton:

Pursuant to SMC/UMC 788.12 Permit Changes, United States Fuel Company hereby notifies the Division and OSM of a change in U.S. Fuel Company's underground mining area. U.S. Fuel applied for and was awarded a 160 acre lease for subsurface coal by the BLM. This lease, No. U-51923, is located in T. 15 S., R. 8 E., Section 20 and encompasses the Northwest quarter of the section. No mining is expected to take place in this lease for about a year but is expected to begin before December of 1987.

Lease No. U-51923 is already within the permit boundary, as shown by Exhibit IV-3 Mine Permit Area. U.S. Fuel Company had anticipated the acquisition of this lease during the permit application process. In the revised permit application, on page II-6 under Area of Lease Interest, U.S. Fuel notes that they had already applied for the lease in Section 20.

Since this lease is within the permit boundary, we feel it should not be treated as an addition to the permit area. Also, as there will be no surface disturbance in conjunction with the mining of this lease, there will be no need to alter the bond amount. The lease will be mined through exiting workings of King 4.

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Mr. Lowell P. Braxton
February 4, 1986
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Should you have any questions regarding our notification please contact
me.

Sincerely,



Paul Schank
Surface Superintendent

pc:E. Gardiner
R. Naten, OSM

PS/JS

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