



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor

Ted Stewart  
Executive Director

James W. Carter  
Division Director

355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203  
801-538-5340  
801-359-3940 (Fax)  
801-538-5319 (TDD)

August 30, 1994

Mr. Michael Baum, President  
U.S. Fuel Company  
P.O. Box 887  
Price, UT 84501

Re: Phase I Bond Release, Hiawatha Mine, U.S. Fuel Company, ACT/007/011,  
Folder #2, Carbon County, Utah

Dear Mr. Baum:

"Bond Release" is the mechanism for the Division to release all or part of a performance bond for the reclamation work that has been performed at the Hiawatha Mine. These reclaimed areas could apply for a Phase I Bond Release, i.e. upon completion of backfilling and regrading and drainage controls of a bonded area in accordance with the approved reclamation plan, pursuant to R645-301-880, see attached.

Given the ongoing nature of reclamation at the Hiawatha Mine, an application for Phase I Bond Release and the requisite public notice, must be specific enough to describe which portions of this site will be considered during the bond release inspection. Daron Haddock, Permit Supervisor, spoke to you about this issue in June. This letter is a reminder that a bond release application is needed to release (all or a portion of) the reclamation bond.

Sincerely,

A handwritten signature in black ink, appearing to read 'Lowell P. Braxton'.

Lowell P. Braxton  
Associate Director, Mining

Enclosure

cc: Pamela Grubaugh-Littig  
Daron Haddock