

C/007/011 Incoming
#5285

HIAWATHA COAL COMPANY

P.O. BOX 1240
HUNTINGTON, UTAH 84528
Phone (801) 857-0399

September 23, 2016

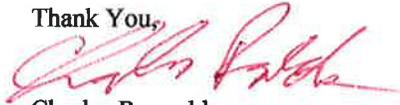
Utah Division of Oil, Gas & Mining
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114-5801

Re: Phase III Bond Release, Hiawatha Mine Complex, C/007/011, Task ID #5114.

Hiawatha Coal Company requests that the Division of Oil, Gas & Mining issue an authorization to the Bank of Utah, the current bond surety company, for the release of \$420,000 from the bond surety. In addition, we would like a new reclamation agreement reflecting the release of this portion of the bond.

If you have any questions, please call me at (801) 857-0399

Thank You,



Charles Reynolds,
Mine Manager

RECEIVED

SEP 23 2016

DIV. OF OIL, GAS & MINING

Subject: Task 5114 Phase III Bond release

From: Cheryl Parker <cherylparker@utah.gov>

Date: 8/18/2016 9:50 AM

To: Suzanne Steab <suzannesteab@utah.gov>, Charles Reynolds
<Charles.reynolds@hiawathacoal.com>

CC: Daron Haddock <daronhaddock@utah.gov>, Beverly Wisser <btwiser@utah.gov>

Charles,

In summary to our meeting yesterday, the clean copies for TAsk 5114 Phase III bond release will include the map with only the 83.1 acres in blue and an updated Bond total sheet similar to the attachment.

Approximately 10.39 acres was excluded from this bond release (10.9% of total 95.29 acres). Therefore 10.9% of the \$478,833 bond will be withheld. A total \$426,621 may be released from the reclamation cost estimate. The new minimum bond to be posted for the Hiawatha Mine is \$1,666,000.

Cheryl Parker, M.S., P.E. | Coal Program Engineer

State of Utah DNR
Division of Oil Gas & Mining
1594 W North Temple, Suite 1210
Salt Lake City, UT 84116
Office: 801-538-5286

— Attachments:

Clean copy total sheet.pdf

34.0 KB