

0009

File ACT/007/012 #2

Rec. Dobson 8/8

**KAISER  
COAL**

KAISER COAL CORPORATION  
Sunnyside Coal Mines  
P.O. Box 10  
Sunnyside, Utah 84539  
Telephone (801) 888-4421

August 3, 1988

Mr. Lowell Braxton  
Utah Division of Oil Gas and Mining  
355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203

Re: Wellington Permit Reorganization  
Permit No. ACT/007/012

Dear Mr. *Lowell* Braxton:

Pursuant to our discussion in your office on July 27, 1988, Kaiser Coal Corporation requests that the Division consider delaying the Wellington permit reorganization until the property ownership is resolved. As you are aware, the property is currently in the process of being sold to Intermountain Power Project. The signed purchase and sales agreement is being reviewed by the Federal Bankruptcy Court in Denver. Kaiser's attorneys anticipate a late September or early October closing date. Therefore the September 30th deadline appears reasonable if the above schedule continues as outlined. There is the added benefit to the Division in having the ultimate owner reorganize the permit as commitments can be made by both parties for the long term management of the property.

This request is made due to Kaiser's severe financial problems requiring the termination of all but one of the salary employees on the property. With limited manpower, Kaiser requests a meeting to assist in redefining the compliance requirements for the Utah properties.

Please let me know if this request is acceptable to the Division. Thank you for consideration in this matter.

Sincerely,

*Bill*

William P. Balaz, Jr. P.E.  
Manager, Administration

*I should respond on all 3 properties. Are there any special considerations applicable to Wellington??*  
*LB*