



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

INSPECTION REPORT

gph

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Partial: _____ Complete: XX Exploration _____

Inspection Date/Time: May 17, 1994/08:00am-02:00pm

Date of Last Inspection: April 29, 1994

Mine Name: Wellington Prep Plant County: Carbon Permit Number: ACT/007/012

Permittee and/or Operator's Name: Castle Valley Resources

Business Address: P. O. Box 1282, Huntington, UT 84528

Type of Mining Activity: Underground Surface _____ Prep. Plant XX Other _____

Officials(s): State: Stephen J. Demczak Company: Jay Marshall

Federal Official(s): _____ Weather Conditions: Warm 60's

Existing Acreage: Permitted-1720 Disturbed-356Regraded-1.5Seeded-1.5Bonded-744

Increased/Decreased: Permitted- _____ Disturbed- _____ Regraded- _____ Seeded- _____ Bonded- _____

Status: _____ Exploration/ X Active/ _____ Inactive/ _____ Temp Cessation/ _____ Bond Forfeiture

Reclamation (_____ Phase I/ _____ Phase II/ _____ Final Bond Release/ _____ Liability _____ Year)

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

Instructions

- Substantiate the elements on this inspection by checking the appropriate performance standard.
 - For complete inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check N/A.
 - For partial inspections check only the elements evaluated.
- Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
- Provide a brief status report for all pending enforcement actions, permit conditions, Division Orders, and amendments.

	EVALUATED	N/A	COMMENTS	NOV/ENF
1. PERMITS, CHANGE, TRANSFER, RENEWAL, SALE	[XX]	[]	[XX]	[]
2. SIGNS AND MARKERS	[XX]	[]	[XX]	[]
3. TOPSOIL	[XX]	[]	[]	[]
4. HYDROLOGIC BALANCE:				
a. DIVERSIONS	[XX]	[]	[XX]	[]
b. SEDIMENT PONDS AND IMPOUNDMENTS	[XX]	[]	[XX]	[]
c. OTHER SEDIMENT CONTROL MEASURES	[XX]	[]	[]	[]
d. WATER MONITORING	[XX]	[]	[]	[]
e. EFFLUENT LIMITATIONS	[XX]	[]	[]	[]
5. EXPLOSIVES	[]	[XX]	[]	[]
6. DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES	[XX]	[]	[]	[]
7. COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS	[XX]	[]	[]	[]
8. NONCOAL WASTE	[XX]	[]	[]	[]
9. PROTECTION OF FISH, WILDLIFE AND RELATED ENVIRONMENTAL VALUES	[XX]	[]	[]	[]
10. SLIDES AND OTHER DAMAGE	[XX]	[]	[]	[]
11. CONTEMPORANEOUS RECLAMATION	[XX]	[]	[]	[]
12. BACKFILLING AND GRADING	[XX]	[]	[]	[]
13. REVEGETATION	[XX]	[]	[]	[]
14. SUBSIDENCE CONTROL	[]	[XX]	[]	[]
15. CESSATION OF OPERATIONS	[XX]	[]	[]	[]
16. ROADS:				
a. CONSTRUCTION/MAINTENANCE/SURFACING	[XX]	[]	[]	[]
b. DRAINAGE CONTROLS	[XX]	[]	[]	[]
17. OTHER TRANSPORTATION FACILITIES	[XX]	[]	[]	[]
18. SUPPORT FACILITIES/UTILITY INSTALLATIONS	[XX]	[]	[]	[]
19. AVS CHECK (4th Quarter-April, May, June) _____ date	[XX]	[]	[XX]	[]
20. AIR QUALITY PERMIT	[XX]	[]	[]	[]
21. BONDING & INSURANCE	[XX]	[]	[]	[]

INSPECTION REPORT
(Continuation sheet)

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PERMIT NUMBER: ACT/007/012 DATE OF INSPECTION: May 17, 1994

(Comments are Numbered to Correspond with Topics Listed Above)

1. Permit -

- a) The Division has approved a permit transfer of the Wellington Preparation Plant to Nevada Investment Company with the resident agent being R. Jay Marshall of Genwal Coal Company. The transfer was approved on May 10, 1994.
- b) The first quarter pond inspection was on March 17, 1994 which is P.E. certified with no hazardous conditions existing.
- c) The first quarter refuse piles inspection was inspected on March 17, 1994 by a certified engineer. There were no hazardous conditions reported.
- d) Wellington Prep Plant has eight surface and fourteen ground water sampling sites in the MRP. The sampling was taken for first quarter and reviewed with all parameters taken as required.
- e) The UPDES self monitoring was taken for first quarter with no discharging occurring. The permit became effective on July 1, 1993 and will expire on April 30, 1998.
- f) The insurance policy 3710-39-89 will expire on January 1, 1995. The policy meets the requirements on the R-645 regulations.
- g) MSHA ponds have been inspected as required. The documents have been reviewed with no hazardous conditions noted.

2. Signs and Markers -

New identification signs have been ordered by permittee and will be installed when shipped by vendor.

4a. Diversions -

The diversions were inspected with no signs of breaching or erosion. These diversions normally are dry until the late August rains.

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4b. Sediment Ponds and Impoundments -

There were no discharging of sediment ponds during the inspection. The embankments, inlets and outlets were stable.

19. AVS Check -

The permit has been transferred by the Division on May 10, 1994. New signs are on order and will be installed when they are received.

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

Copy of this Report:

Mailed to: Castle Valley Resources, R. Jay Marshall

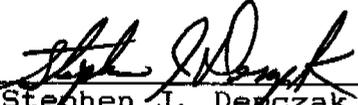
Mailed to: Bernie Freeman (OSM)

Given to: Joe Helfrich (DOGM)

Filed to: Price Field Office

Date: June 2, 1994

Inspector's Signature and Number:


Stephen J. Demczak

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