



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

INSPECTION REPORT

Norman H. Bangerter
Governor

Dee C. Hansen
Executive Director

Dianne R. Nielson, Ph.D.
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

Partial: XX Complete: Exploration

Inspection Date/Time: April 29, 1994/09:00am-01:30pm

Date of Last Inspection: March 22 & 23, 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: Larry Johnson
Federal Official(s): Weather Conditions: 40's, Wet
Existing Acreage: Permitted-1720 Disturbed-356 Regraded-1.5 Seeded-1.5 Bonded-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	[]	[]	[]	[]
4. HYDROLOGIC BALANCE:				
a. DIVERSIONS	[]	[]	[]	[]
b. SEDIMENT PONDS AND IMPOUNDMENTS	[XX]	[]	[XX]	[]
c. OTHER SEDIMENT CONTROL MEASURES	[]	[]	[]	[]
d. WATER MONITORING	[]	[]	[]	[]
e. EFFLUENT LIMITATIONS	[]	[]	[]	[]
5. EXPLOSIVES	[]	[]	[]	[]
6. DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES	[]	[]	[]	[]
7. COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS	[]	[]	[]	[]
8. NONCOAL WASTE	[]	[]	[]	[]
9. PROTECTION OF FISH, WILDLIFE AND RELATED ENVIRONMENTAL VALUES	[]	[]	[]	[]
10. SLIDES AND OTHER DAMAGE	[]	[]	[]	[]
11. CONTEMPORANEOUS RECLAMATION	[]	[]	[]	[]
12. BACKFILLING AND GRADING	[]	[]	[]	[]
13. REVEGETATION	[]	[]	[]	[]
14. SUBSIDENCE CONTROL	[]	[]	[]	[]
15. CESSATION OF OPERATIONS	[]	[]	[]	[]
16. ROADS:				
a. CONSTRUCTION/MAINTENANCE/SURFACING	[]	[]	[]	[]
b. DRAINAGE CONTROLS	[]	[]	[]	[]
17. OTHER TRANSPORTATION FACILITIES	[]	[]	[]	[]
18. SUPPORT FACILITIES/UTILITY INSTALLATIONS	[]	[]	[]	[]
19. AVS CHECK (4th Quarter-April, May, June) _____ date	[]	[]	[]	[]
20. AIR QUALITY PERMIT	[]	[]	[]	[]
21. BONDING & INSURANCE	[]	[]	[]	[]

INSPECTION REPORT
(Continuation sheet)

Page 2 of 2

PERMIT NUMBER: ACT/007/012

DATE OF INSPECTION: April 29, 1994

(Comments are Numbered to Correspond with Topics Listed Above)

1. Permit -

The permit has been transferred to NEICO by the Division. NEICO had 50% ownership and control prior to the transfer. This was documented in the ownership and control in the existing MRP.

2. Signs and Markers -

The identification signs showing the new permittee have been ordered and will be in place once they are received.

4a. Diversions -

The diversions had functioned during the recent rain storms. There were no signs of breaching of the ditches seen. The area was extremely muddy and not all diversions could be inspected.

4b. Sediment Ponds and Impoundments -

Several of the ponds contained small amounts of water due to the recent rain storms. There were no signs of erosion to the inlets, outlets, or embankments. The ponds appear that they will not discharge in the foreseeable future.

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, Candy Manzanares

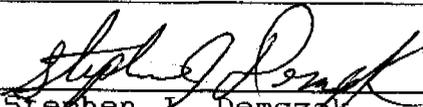
Mailed to: Bernie Freeman (OSM)

Given to: Joe Helfrich (DOGM)

Filed to: Price Field Office

Date: May 10, 1994

Inspector's Signature and Number:


Stephen J. Demczak

#39

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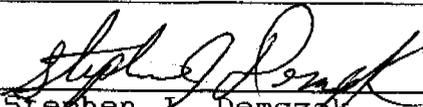
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