

INSPECTION REPORT

Partial XXX Complete Exploration
 Inspection Date: 01/15/2003 Time: 10:00am-2:30pm
 Date of Last Inspection: 12/20/2002

Mine Name: Wellington Prep Plant County: Carbon Permit Number: C/007/012
 Permittee and/or Operator's Name: Nevada Electric Investment Company (NEICO)
 Business Address: c/o Mt. Nebo Scientific, P.O. Box 337, Springville, Utah 84663
 Company Official(s): Patrick Collins
 State Official(s): Gregg A. Galecki Federal Official(s): None
 Weather Conditions: Sunny, ~ 40° F. slight S. wind
 Type of Mining Activity: Underground Surface Prep Plant XXX Other
 Existing Acreage: Permitted 1573.5 Disturbed 392 Regraded Seeded
 Status: Active

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. 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.
 - b. For partial inspections check only the elements evaluated.
2. Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
4. 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	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. SIGNS AND MARKERS	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3. TOPSOIL	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4. HYDROLOGIC BALANCE:				
a. DIVERSIONS	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
b. SEDIMENT PONDS AND IMPOUNDMENTS	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
c. OTHER SEDIMENT CONTROL MEASURES	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
d. WATER MONITORING	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
e. EFFLUENT LIMITATIONS	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5. EXPLOSIVES	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
8. NONCOAL WASTE	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. PROTECTION OF FISH, WILDLIFE AND RELATED ENVIRONMENTAL ISSUES	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. SLIDES AND OTHER DAMAGE	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. CONTEMPORANEOUS RECLAMATION	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. BACKFILLING AND GRADING	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
13. REVEGETATION	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
14. SUBSIDENCE CONTROL	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
15. CESSATION OF OPERATIONS	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16. ROADS:				
a. CONSTRUCTION/MAINTENANCE/SURFACING	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
b. DRAINAGE CONTROLS	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
17. OTHER TRANSPORTATION FACILITIES	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
18. SUPPORT FACILITIES/UTILITY INSTALLATIONS	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
19. AVS CHECK (4 th Quarter- April, May, June)	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. AIR QUALITY PERMIT	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
21. BONDING & INSURANCE	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

INSPECTION REPORT
(Continuation Sheet)

PERMIT NUMBER: C/007/012

DATE OF INSPECTION: 01/15/2002

(COMMENTS ARE NUMBERED TO CORRESPOND WITH TOPICS LISTED ABOVE)

1. PERMITS, CHANGE, TRANSFER, RENEWAL, SALE

The Division has determined that the current bond for Wellington of \$4,904,000 (in 1999 dollars) is considered adequate. This was evaluated during the midterm review completed during the 4th quarter 2002. The 1999 bond amount is adequate because the bond has not been reduced for reclamation that has already occurred (i.e. removal of buildings, backfilling and grading). The remaining reclamation can be adequately completed with the 1999 bond amount.

4A. HYDROLOGIC BALANCE: DIVERSIONS

The diversions were spot-checked and were found to comply with the requirements of the Mining and Reclamation Plan and the R645 Coal Rules. The undisturbed diversion located above the Westside property will need to be cleaned out due to rainstorms. This diversion has started to silt-up and the embankments have started to erode. The permittee will fix this area once the diversion dries out. This area was cleaned out in the spring, but continues to be a maintenance problem.

4B. HYDROLOGIC BALANCE: SEDIMENT PONDS AND IMPOUNDMENTS

The sediment ponds were not discharging during the inspection and are not likely to discharge in the near future. These ponds did contain a little or no water. There were no signs of any hazardous conditions during the inspection. The sediment ponds were inspected on June 28, 2002. Dan Guy conducted the inspection. Photographs were taken of various sediment ponds and UPDES sites to be included in the Division database.

4C. HYDROLOGIC BALANCE: OTHER SEDIMENT CONTROL MEASURES

Siltation structures were inspected and complied the R645 Coal Rules. The permittee uses straw bales and silt fences in the disturbed area.

4D. HYDROLOGIC BALANCE: WATER MONITORING

A brief overview of the water monitoring data submitted electronically to the Division was discussed. A few anomalies were noted in 2nd and 3rd quarter data that will be re-evaluated by the Permittee. The requirement that UPDES data be submitted electronically to the Division was also discussed. A few UPDES entries, submitted in paper copy, were not submitted electronically and will be input in the near future.

7. COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS

The refuse pile was inspected on June 28, 2002. This document was P.E. certified by Dan Guy. No hazardous conditions were reported.

INSPECTION REPORT
(Continuation Sheet)

PERMIT NUMBER: C/007/012

DATE OF INSPECTION: 01/15/2002

8. NONCOAL WASTE

The area was clear of non-coal waste material.

Inspector's Signature: _____ Date: January 16, 2003
Gregg A. Galecki #48

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

cc: James Fulton, OSM
Patrick Collins, Mt. Nebo for NEICO
Price Field office

O:\007012.WEL\Compliance\2003\p_0115.doc