



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

INSPECTION REPORT

Handwritten initials/signature

Michael O. Leavitt
Governor
Kathleen Clarke
Executive Director
Lowell P. Braxton
Division Director

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Salt Lake City, Utah 84114-5801
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Partial: X Complete: __ Exploration: __
Inspection Date & Time: 8/31/99 9:30 to 11:00
Date of Last Inspection: 7/28/99

Mine Name: Horse Canyon Mine County: Carbon Permit Number: ACT/007/013
Permittee and/or Operator's Name: Utah American Energy, Inc.
Business Address: P.O. Box 986 Price, Utah 84501
Type of Mining Activity: Underground X Surface __ Prep. Plant __ Other __
State Official(s): Susan White
Company Official(s): Jay Marshall
Federal Official(s):

Weather Conditions: Cloudy and warm
Existing Acreage: Permitted-71 Disturbed-71 Regraded-59 Seeded-59 Bonded-71
Increased/Decreased: Permitted-__ Disturbed-__ Regraded-__ Seeded-__ Bonded-__
Status: __ Exploration/ __ Active/ __ Inactive/ __ Temporary Cessation/ __ Bond Forfeiture
Reclamation (__ Phase I/ __ Phase II/ __ Final Bond Release/ __ Liability __ Year)

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

Instructions

- 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.

Table with 5 columns: Item, EVALUATED, N/A, COMMENTS, NOV/ENF. Rows include: PERMITS, CHANGE, TRANSFER, RENEWAL, SALE; SIGNS AND MARKERS; TOPSOIL; HYDROLOGIC BALANCE; DIVERSIONS; SEDIMENT PONDS AND IMPOUNDMENTS; OTHER SEDIMENT CONTROL MEASURES; WATER MONITORING; EFFLUENT LIMITATIONS; EXPLOSIVES; DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES; COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS; NONCOAL WASTE; PROTECTION OF FISH, WILDLIFE AND RELATED ENVIRONMENTAL VALUES; SLIDES AND OTHER DAMAGE; CONTEMPORANEOUS RECLAMATION; BACKFILLING AND GRADING; REVEGETATION; SUBSIDENCE CONTROL; CESSATION OF OPERATIONS; ROADS; CONSTRUCTION/MAINTENANCE/SURFACING; DRAINAGE CONTROLS; OTHER TRANSPORTATION FACILITIES; SUPPORT FACILITIES/UTILITY INSTALLATIONS; AVS CHECK (4th Quarter-April, May, June) (date); AIR QUALITY PERMIT; BONDING & INSURANCE.



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(Continuation Sheet)
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Permit Director

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(Comments are Numbered to Correspond with Topics Listed Above)

4. HYDROLOGIC BALANCE:

The area had recent rains. No water was observed in Sediment Pond 2. There was evidence of a small flow of water in Horse Creek. At the time of the inspection, a small flow (trickle) was observed in Horse Creek at the point of crossing to the North Portal area. The flow disappeared soon after that point. Mr. Marshall was reminded that an effort must be made to collect flow from the lower portion of Horse Creek in order to demonstrate water quality for bond release.

Mr. Marshall stated that he was getting bids to install the ditch around the facilities area. Mr. Marshall called on September 7 stating that the work would be done on the ditch the next day.

Walked area where ditch #19 was removed (behind buildings). No evidence of runoff or erosion was observed.

9. PROTECTION OF FISH, WILDLIFE AND RELATED ENVIRONMENTAL VALUES

The guzzler in the North Portal area contained water. Tadpoles were observed in the water. The tadpoles maybe spadefoot toads, if possible during the next inspection several will be taken for identification purposes.

Copy of this Report:

Mailed to: OSM, Jay Marshall (U.A.E.), William W. Engels (IPA), Paul Clark

Given to: Pamela Grubaugh-Littig (DOGM)

Inspector's Signature: Susan M. White # 35 Date: 9/9/99