

**State of Utah****Department of
Natural Resources**

MICHAEL R. STYLER
Executive Director

**Division of
Oil, Gas & Mining**

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

August 31, 2006

Jay Marshall, Vice President
UtahAmerican Energy Inc.
P.O. Box 986
Price, Utah 84501

Subject: Location of Spring Monitoring Site L-9-G, Lila Canyon Extension,
UtahAmerican Energy Inc., Horse Canyon Mine Part-B, C/007/013,
Outgoing File

Dear Mr. Marshall:

During a recent site field visit on July 19, 2006 David Darby accompanied you to the spring site identified as L-9-G, one of the baseline monitoring springs. You used a GPS unit to locate the position of the spring and plotted the spring on a USGS topographic map, which identified the spring to be near the same location plotted by Montgomery Archeological Consultants.

More information is needed about this spring:

- 1) With the monitoring site located within the subsidence zone, UEI needs to identify if there will be impacts to the spring from mining, and
- 2) UEI must modify maps and text (including the PHC) in the MRP to reflect all new information.

Please submit this information soon in order for the permitting process to continue. If you have any questions, please call David Darby at (801) 538-5341 or me at (801) 538-5268.

Sincerely,


Pamela Grubaugh-Littig
Permit Supervisor

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