

0011

*Outgoing*  
C0070013  
✘

**From:** Suzanne Steab  
**To:** Jay Marshall  
**CC:** Daron Haddock; Dave Darby; Jim Smith  
**Date:** 3/3/2009 9:07 AM  
**Subject:** 2008 Annual Reports  
**Attachments:** Horse Canyon Mine C0070013.doc; 0006.pdf

Attached is the 2008 Annual Report Form and Annual Report Letter for Horse Canyon, C/007/0013.

Thanks

0006



JON M. HUNTSMAN, JR.  
Governor

GARY R. HERBERT  
Lieutenant Governor

## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

General  
G

February 11, 2009

All Coal Operators

Subject: 2008 Coal Mining Annual Reports for Active and Inactive Coal Mines, Outgoing File

Dear Sirs:

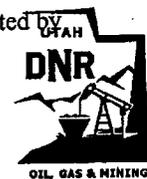
Enclosed, please find an updated 2008 Annual Report document. This single document is to be used by the operator, the inspector, and the DOGM staff. This 2008 Annual Report document is being sent in a format that is compatible with most word-processing programs, and you should be able to open the file and enter your information directly into the form electronically. When completed, it can be submitted to the Division electronically. If for some reason you cannot make use of this electronic format, please fill out a hard copy and mail it to the Division at:

Utah Division of Oil, Gas and Mining  
1594 W. North Temple, Suite 1210  
Post Office Box 145801  
Salt Lake City, Utah 84114-5801.

The 2008 Annual Report form includes entries for regulatory requirements, such as annual impoundment certification; however, many Mining and Reclamation Plans include unique, mine-specific commitments that also must be reported annually. The Division has compiled these commitments for each mine and incorporated them into a 2008 Annual Report form that is distinct for each mine. Both these commitments and the regulatory requirements need to be addressed in the 2008 Annual Report. Timing for the 2008 Annual Report submittal is outlined below.

- The Division will send out 2008 Annual Report forms by February 28, 2009.
- The Operator will submit the required information by May 15, 2009.
- The Inspectors will review 2008 Annual Report information during a complete inspection by July 31, 2009. If required information is not included, the Division can initiate enforcement and compliance action.
- If the Inspector determines that more review is needed of a specific item, the Inspector will comment and forward the 2008 Annual Report to an assigned staff member.
- This additional review will be handled separately, as a Special Project, and completed by October 31, 2009.

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801  
telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • [www.ogm.utah.gov](http://www.ogm.utah.gov)



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February 11, 2009

If you have any questions, please call me at (801) 538-5325 or Dave Darby at (801) 538-5341.

Sincerely,

A handwritten signature in black ink, appearing to read "Daron Haddock" with a stylized flourish at the end.

Daron Haddock  
Permit Supervisor

Enclosure  
O:\AnnualReport\2008 Annual Reports\2008 Annual Report letter.jds.doc

This Annual Report shows information the Division has for your mine. Please review the information to see if it is current. If the information needs to be updated please do so in this document. At the end of each section the operator is asked to verify if the information is correct. Please answer these questions and make all comments on this document. Submit the completed document and any additional information identified in the Appendicies to the Division by April 30, 2009. During a complete inspection an inspector will check and verify the information. To enter text, click in the cell and type your response. You can use the tab key to move from one field to the next. To enter an X in a box, click next to the box, right click, and select properties, then the checked circle, then hit enter, or hit the unchecked circle if the X is to be removed.

## GENERAL INFORMATION

Permitte Name	UTAHAMERICAN ENERGY, INC.
Mine Name	Horse Canyon Mine
Operator Name (If other then permittee)	
Permit Expiration Date	May 6, 2011
Permit Number	C/007/013
Authorized Representative Title	R. Jay Marshall
Phone Number	453 888 4007
Fax Number	Fax (435) 888-4002
E-mail Address	jaymarshall@coalsource.com
Mailing Address	UtahAmerican Energy, Inc. P.O. Box 986 Price, Utah 84501
Designated Representative	R. Jay Marshall
Resident Agent	R. Jay Marshall
Resident Agent Mailing Address	UtahAmerican Energy, Inc. P.O. Box 986 Price, Utah 84501
Number of Binders Submitted	

Operator, please update any incorrect information.

## IDENTIFICATION OF OTHER PERMITS

Identify other permits that are required in conjunction with mining and reclamation activities.

Permit Type	ID Number	Description	Expiration Date
MSHA Mine ID(s)	42-00100	Horse Canyon	None
	42-02241	Lila Canyon	None
MSHA Impoundment(s)	1211-UT-09-02241-01	Lila Canyon	None
NPDES/UPDES Permit(s)	UtG040013		April 30, 2008
	UTG040024		April 30, 2008
PSD Permit(s) (Air)	DAQE-702-99		None
<b>Other</b>			

Operator, please update any incorrect information.

**CERTIFIED REPORTS**

List the certified inspection reports as required by the rules and under the approved plan that must be periodically submitted to the Division. Specify whether the information is included as Appendix A to this report or currently on file with the Division.

**Certified Reports:**      **Required**      **Included**      **or**      **DOGM file location**  
    Yes      No      Included      Vol, Chapter, Page

Excess Spoil Piles	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Refuse Piles	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Impoundments	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
<b>Other</b>				
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

**Operator Comments:**

**Inspector:**

Has the operator complied with this section? Yes  No

**Inspector Comments:**

**COMMITMENTS AND CONDITIONS**

The Permittee is responsible for ensuring annual technical commitments in the MRP and conditions accepted with the permit are completed throughout the year. The Division has identified these commitments below and has provided space for you to report what you have done during the past year for each commitment. If the particular section is blank, no commitment has been identified and no response is required for this report. If additional written response is required, it should be filed under Appendix B to this report.

Admin R645-301-100
Soils R645-301-200
Biology R645-301-300
Landuse, Cultural Resources, Air Quality R645-301- 400
Engineering R645-301-500

Geology R645-301-600

Hydrology R645-301-700

**Title: SUBMIT WATER MONITORING DATA IN AN ELECTRONIC FORMAT**

**Objective:** Put water data in DOGM water quality database.

**Frequency:** Submit quarterly.

**Status:** Submit quarterly monitoring data during operational and reclamation phases of mining.

**Reports:** Submit field data, laboratory analyses and UPDES data to electronic database.

**Citation:** Special Conditions December 21, 2007.

**Operator:** Has this commitment been acted on this year?

Yes  No  Not required this year.  If yes, comment;

**Operator Comments:**

**Inspector:**

Has the operator complied with this commitment? Yes  No

**Inspector Comments:**

**Title: RAIN GAUGES**

**Objective:** Establish on-site climatological database.

**Frequency:** No less than monthly from May 1 through October 30, monthly when feasible during the remaining months.

**Status:** To be implemented within 30 days of Board's approval of the Stipulation for Dismissal.

**Reports:** Data will be downloaded quarterly and included in the Annual Report

**Citation:** Conditions to the Permit, Attachment A, Special Conditions (December 21, 2007).

**Operator:** Has this commitment been acted on this year?

Yes  No  Not required this year.  If yes, comment;

**Operator Comments:**

**Inspector:**

Has the operator complied with this commitment? Yes  No

**Inspector Comments:**

**Title: CREST STAGE GAUGES AND SIPHON SAMPLERS**

**Objective:** additional water-quality and -quantity data.

**Frequency:** Quarterly monitoring for 2 years; Installation, maintenance, and inspection to follow USGS protocols and on a frequency established by the Division.

**Status:** Devices to be installed by March 31, 2008. At the end of the first year, the data will be analyzed and additional monitoring locations may be required.

**Reports:** Included in regular quarterly monitoring reports. The MRP (and CHIA) to be updated as needed.

**Citation:** Conditions to the Permit, Attachment A, Special Conditions (December 21, 2007).

**Operator:** Has this commitment been acted on this year?

Yes  No  Not required this year.  If yes, comment;

**Operator Comments:**

**Inspector:**

Has the operator complied with this commitment? Yes  No

**Inspector Comments:**

**Title: SEEP AND SPRING SURVEY****Objective:** Locate previously unidentified water resources.**Frequency:** One time to survey to check all canyons along the escarpment in the permit area.**Status:** Survey to be commenced by March 31, 2008. Additional sites may be selected for quarterly monitoring of water quality and quantity.**Reports:** Included in regular quarterly monitoring reports. The MRP (and CHIA) to be updated as needed.**Citation:** Conditions to the Permit, Attachment A, Special Conditions (December 21, 2007)**Operator:** Has this commitment been acted on this year?Yes  No  Not required this year.  If yes, comment;**Operator Comments:****Inspector:**Has the operator complied with this commitment? Yes  No **Inspector Comments:****Title: USE GPS TO SURVEY LOCATIONS OF ALL KNOWN AND NEWLY IDENTIFIED SEEPS AND SPRINGS****Objective:** More precise identification and location of seeps and springs**Frequency:** Annual.**Status:** Survey to be commenced by March 31, 2008.**Reports:** The MRP (and CHIA) to be updated.**Citation:** Conditions to the Permit, Attachment A, Special Conditions (December 21, 2007).**Operator:** Has this commitment been acted on this year?Yes  No  Not required this year.  If yes, comment;**Operator Comments:****Inspector:**Has the operator complied with this commitment? Yes  No **Inspector Comments:**

**Title: TWO MONITORING WELLS TO BE ESTABLISHED IN FUTURE BOREHOLES.****Objective:** Monitor water levels and water quality within the permit and adjacent areas.**Frequency:** If wells are established.**Status:** To be done when and if additional holes are bored from the surface to the coal seam.**Reports:** Water-quality and -quantity data will be included in the quarterly hydrology reports. The MRP (and CHIA) to be updated as needed.**Citation:** Conditions to the Permit, Attachment A, Special Conditions (December 21, 2007)**Operator:** Has this commitment been acted on this year?Yes  No  Not required this year.  If yes, comment;**Operator Comments:****Inspector:**Has the operator complied with this commitment? Yes  No **Inspector Comments:**

Bonding &amp; Insurance R645-301-800

**Other Commitments**

\*Reminder: If equipment has been abandoned during 2008, an amendment must be submitted that includes a map showing its location, a description of what was abandoned, whether there were any hazardous or toxic materials and any revision to the PHC as necessary.

**REPORTING OF OTHER TECHNICAL DATA**

List other technical data and information as required under the approved plan, which must be periodically submitted to the Division. Specify whether the information is included as Appendix B to this report or currently on file with the Division.

**Operator Comments:****Inspector:**Has the operator complied with this section? Yes  No **Inspector Comments:****LEGAL, FINANCIAL, COMPLIANCE AND RELATED INFORMATION**





O:\AnnualReport\2008 Annual Reports\Operator Annual Reports (Initial Outgoing)\Active Mines\Horse Canyon Mine C0070013.doc

**APPENDIX A**

**Certified Reports**

Excess Spoil Piles  
Refuse Piles  
Impoundments

As required under R645-301-514

**CONTENTS**

**APPENDIX B**

**Reporting of Technical Data**

Including monitoring data, reports, maps, and other information  
As required under the approved plan or as required by the Division

In accordance with the requirement of R645-310-130 and R645-301-140

**CONTENTS**

**APPENDIX C**

**Legal Financial, Compliance and Related Information**

Annual Report of Officers  
As submitted to the Utah Department of Commerce

Other change in ownership and control information  
As required under R645-301-110

**CONTENTS**

**APPENDIX D**

**Mine Maps**

As required under R645-302-525-270

**CONTENTS**

**APPENDIX E**

**Other Information**

In accordance with the requirements of R645-301 and R645-302

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