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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

November 30, 2015

Karin Odendahl-Madsen, Engineering Technician
Utah American Energy, Inc.
P. O. Box 910
East Carbon, Utah 84501

Subject: Inadequate Permit Renewal Application, UtahAmerican Energy, Inc., Horse Canyon Mine, C/007/0013

Dear Ms. Odendahl-Madsen:

The Division received your application for permit renewal for the Horse Canyon Mine on November 25, 2015. An initial review of the application reveals that it is not adequate for processing the renewal and it is hereby rejected. It appears that your application uses an outdated legal description of the Horse Canyon Mine. Area "A" has been removed from the mine permit and is no longer part of the Horse Canyon Mine. Our records show that Phase III bond release was granted on November 30, 2009, for all of Area A, except the area associated with ditch #31. Subsequently, on July 25, 2012, ditch #31 was also granted phase III release.

As area "A" has been granted phase III bond release and was removed from the permit, we cannot include it as part of the permit renewal. Please check your records and revise your renewal application accordingly. The latest permit issued by the Division (which should have the correct legal description) was dated July 25, 2012.

If you have any question regarding the renewal, don't hesitate to call me at (801) 538-5325.

Sincerely,

Daron R. Haddock
Coal Program Manager

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