

C/007/013 Incoming JRB  
DD  
Coal



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
440 West 200 South, Suite 500  
Salt Lake City, UT 84101  
<https://www.blm.gov/utah>



RECEIVED

FEB 07 2017

DIV. OF OIL, GAS & MINING

FEB 02 2017

IN REPLY REFER TO:  
3474  
UTU-73516 (LMU)  
UTSL-066145  
UTSL-066490  
UTSL-069291  
UTU-014217  
UTU-014218  
UTU-0126947  
(UT-9223)

CERTIFIED MAIL – Return Receipt Requested  
91 7199 9991 7037 5221 8180

### DECISION

UtahAmerican Energy, Inc.  
P. O. Box 910  
East Carbon, UT 84520

: Coal Logical Mining Unit (LMU)  
: UTU-73516  
:  
:

### Bond Increase Required

On November 20, 2012, a LMU bond in the amount of \$152,000, covering the North Block Coal LMU, (Lila Canyon Mine) UTU-73516, including Federal coal leases UTSL-066145, UTSL-066490, UTSL-069291, UTU-014217, UTU-014218, and UTU-0126947, with UtahAmerican Energy, Inc. as principal, and Rockwood Casualty Insurance Company, as surety, was accepted by this office.

Regulations at 43 CFR 3474.2 allow for the amount of any bond to be increased/decreased when additional/less coverage is determined to be appropriate. The Utah State Office, in conjunction with the Price Field Office, is requiring that your bond for coal LMU UTU-73516 be increased by \$1,517,000 to a total coverage of \$1,669,000 based on the anticipated three months royalty production requirements and rental requirements for the leases contained in this coal LMU.

This bond amount may be provided by 1) increasing the current bond by filing a rider to the \$1,669,000 amount; 2) submitting an additional new bond in the amount of \$1,517,000; or 3) submitting an entirely new bond for the whole bond amount of \$1,669,000. Enclosed are forms for submitting a new surety bond or a new treasury note or cash in lieu of bond. If you do not agree with the bond amount, you must submit written justification to this office clarifying your position for a lesser bond amount.

A compliance period of 30 days from the receipt of this decision will be allowed to submit one of the above documents to increase the amount of the LMU bond.

If you have further questions, please call Bill Buge at (801) 539-4086.



Roger L. Bankert  
Chief, Branch of Minerals

**Enclosures**

1. Surety Bond Form
2. Personal Bond and Power of Attorney Form

cc: State Division of Oil, Gas and Mining  
Price Field Office