



# United States Department of the Interior



BUREAU OF LAND MANAGEMENT  
Utah State Office  
440 West 200 South, Suite 500  
Salt Lake City, UT 84101-1345

January 13, 2020

In Reply Refer To:  
3474 (UT-9223)

CERTIFIED MAIL – RETURN RECEIPT  
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## DECISION

UtahAmerican Energy Incorporated	:	Lila Canyon
29525 Chagrin Boulevard, Suite 111	:	Logical Mining Unit
Pepper Pike, Ohio 44122	:	UTU-73516

### Bond Increase

On August 29, 2019, the Bureau of Land Management (BLM), Utah State Office along with the BLM Price Field Office accomplished a review of all Utah Coal bonds. Based on this review, the two bonds for the Lila Canyon Logical Mining Unit (LMU) are inadequate to cover current liabilities due to an increase in coal production.

BLM, Utah State Office currently holds two Lila Canyon LMU bonds. One bond is in the amount of \$916,000 and the other bond in the amount of \$152,000 totaling \$1,068,000.

The Price Field Office, with the concurrence of the Utah State Office has recommended an increase in the amount of \$298,000 to a total of \$1,366,000.

Regulations at 43 CFR 3474.2 allow for any bond to be increased/decreased when additional/less coverage is determined to be appropriate.

We are requesting that either a new bond or a bond rider in the amount specified \$298,000 be provided. A bond may be filed by corporate surety bond, cash bond or by personal lease bond.

The compliance period to submit a new bond or bond rider to increase the amount of the lease bond is 30 days from the receipt of this decision.

If there are any questions regarding this decision, please contact Judy Nordstrom at (801) 539-4108 or [jnordstr@blm.gov](mailto:jnordstr@blm.gov).



Kent Hoffman  
Deputy State Director  
Division of Lands and Minerals

cc:

Mr. John Baza, Director  
Utah Division of Oil, Gas and Mining  
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Office of Natural Resources Revenue  
(Email: [onrrsolidmineralreferencedata@onrr.gov](mailto:onrrsolidmineralreferencedata@onrr.gov))

Price Field Office Manager  
125 South 600 West  
Price, Utah 84501

bc:

Reading File  
LMU File  
Bond File  
JNordstrom:01/13/20