



United States Department of the Interior

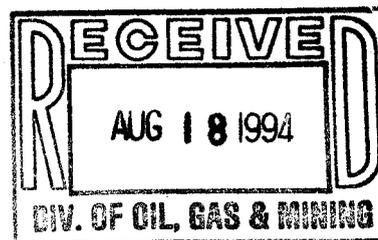
OFFICE OF SURFACE MINING
Reclamation and Enforcement
Suite 1200
505 Marquette Avenue N.W.
Albuquerque, New Mexico 87102

August 12, 1994

JW
8-18-94
cc: *Jwe*
SPB
PCZ
orig file

ACT/007/018 #3
ACT/007/034 #3

Mr. James W. Carter, Director
Division of Oil, Gas and Mining
3 Triad Center, Suite 350
355 West North Temple
Salt Lake City, Utah 84180-1203



Dear Mr. Carter:

The Soldier Creek Coal Company and its parent company Sagepoint Coal Company were sold to Coastal States Energy Company. The Division of Oil, Gas and Mining (DOGM) approved the sale on September 14, 1993, and the Albuquerque Field Office (AFO) believes the transaction occurred on September 15, 1993. AFO has determined that there are two situations needing DOGM's attention regarding this transfer of ownership and control.

Applicant Violator System (AVS) Information. Sagepoint Coal Company has not been severed from its original parent company's Organizational Family Tree (OFT) (see enclosed AVS screens). This relationship needs to be ended and the immediate upline Coastal Company needs to be added. Utah Resources Corporation needs to be removed from Soldier Creek's OFT.

Banning Siding Renewal. Soldier Creek Coal Company's permit was renewed on November 16, 1993, effective October 25, 1993. The system was queried August 31, 1993, for a system recommendation and the August recommendation was used for the November renewal. At that time, Soldier Creek's OFT still connected it to Elk River Resources rather than Coastal States; thus, this is an invalid system query. DOGM needs to reissue this permit renewal after an appropriate AVS investigation. Currently, Coastal States is negotiating with the AVS office (AVSO) on numerous violations and forfeitures, and the system may indicate it is blocked. Please contact the AVSO to determine how the permit should be conditioned prior to permit issuance.

If you have any questions regarding this information, please contact Donna Griffin or me at 505-766-1486.

Sincerely,

Bernard R. Freeman
Acting
Thomas E. Ehmet, Acting Director
Albuquerque Field Office

Enclosure

TE: 02 AUG 94

APPLICANT VIOLATOR SYSTEM
ENTITIES CONTROLLED BY

TIME: 09:34:33

PAGE: 1 OF 1

FOR: 119484 (ELK RIVER RESOURCES INC)
4711 OLD KINGSTON PIKE, KNOXVILLE, TN 37939

ENTITY	DESCRIPTION	HOLD CODE	SOURCE	BDATE	XDATE	%OWN
101829	SHAREHOLDER (OWNING 10% OR MORE) (SAGE POINT COAL CO)	UT				
103110	SHAREHOLDER (OWNING 10% OR MORE) (SHAMROCK COAL CO INC)	KY		890202		100
104321	SHAREHOLDER (OWNING 10% OR MORE) (JEWELL RESOURCES CORP)	VA				100
127827	OWNER (RAY COAL CO INC)	AVSPSB		831123		100

4 ENTITIES ARE CONTROLLED BY 119484

F3/QUIT

F4/MAIN MENU

F7/FORWARD

F8/BACKWARD

■ usgs A

09 :

Should be ended

E: 02 AUG 94

APPLICANT VIOLATOR SYSTEM
CONTROLLING ENTITIES OF

TIME: 09:33:48

FOR: 101829 (SAGE POINT COAL CO)
PO BOX I, PRICE, UT 84501

PAGE: 6 OF 7

ENTITY	DESCRIPTION	HOLD CODE	SOURCE	BDATE	XDATE	%OWN
111320	COMPANY - VICE PRESIDENT (CONNELLY, JEFFREY A)		SRAUT22	930915		
112931	ASSISTANT SECRETARY (GALLIA, JAY L)		SRAUT22	930915		
112932	ASSISTANT SECRETARY (GENNARO, JOHN S)		SRAUT22	930915		
119484	SHAREHOLDER (OWNING 10% OR MORE) (ELK RIVER RESOURCES INC)		UT			
122559	COMPANY - VICE PRESIDENT (SIMPSON, E C)		SRAUT22	930915		

UT

33 CONTROLLING ENTITIES EXIST.
PRESS F2 TO DISPLAY "ENTITIES CONTROLLED BY"
F3/QUIT F4/MAIN MENU F7/FORWARD F8/BACKWARD

usgs A

09:33

*Should be ended
and SRA should
enter the current
owner of Sage Point
probably one of Castle's
companies*

B

DATE: 22 JUL 94 APPLICANT VIOLATOR SYSTEM TIME: 15:48:50
 CONTROLLING ENTITIES OF

FOR: 089070 (SOLDIER CREEK COAL CO) PAGE: 3 OF 8
 PO BOX 1029, WELLINGTON, UT 84542

ENTITY	DESCRIPTION	HOLD CODE	SOURCE	BDATE	XDATE	%OWN
067393	COMPANY - VICE PRESIDENT (O'TOOLE, AUSTIN M)		SRAUT22	930915		
067466	SHAREHOLDER (OWNING 10% OR MORE) (UTAH RESOURCES CORP)		WT			
067473	COMPANY - PRESIDENT (VAN LANEN, JAMES L)		SRAUT07	940408		
067473	BOARD OF DIRECTORS (VAN LANEN, JAMES L)		SRAUT22	930915		
067476	SENIOR VICE PRESIDENT (ARLEDGE, DAVID A)		SRAUT07	940408		

37 CONTROLLING ENTITIES EXIST.
 PRESS F2 TO DISPLAY "ENTITIES CONTROLLED BY"
 F3/QUIT F4/MAIN MENU F7/FORWARD F8/BACKWARD

DATE: 22 JUL 94 APPLICANT VIOLATOR SYSTEM TIME: 15:48:50
 CONTROLLING ENTITIES OF

FOR: 089070 (SOLDIER CREEK COAL CO) PAGE: 4 OF 8
 PO BOX 1029, WELLINGTON, UT 84542

ENTITY	DESCRIPTION	HOLD CODE	SOURCE	BDATE	XDATE	%OWN
067476	BOARD OF DIRECTORS (ARLEDGE, DAVID A)		SRAUT22	930915		
076377	COMPANY - VICE PRESIDENT (APPLEMAN, DONALD J)		SRAUT07	940408		
083690	COMPANY - TREASURER (ALLISON, JACK H)		SRAUT07		940408	
089153	COMPANY - PRESIDENT (OLSEN, RICK W)		SRAUT07		940408	
089153	COMPANY - VICE PRESIDENT (OLSEN, RICK W)		SRAUT07	940408		

37 CONTROLLING ENTITIES EXIST.
 PRESS F2 TO DISPLAY "ENTITIES CONTROLLED BY"
 F3/QUIT F4/MAIN MENU F7/FORWARD F8/BACKWARD

DATE: 22 JUL 94 APPLICANT VIOLATOR SYSTEM TIME: 15:48:50
 CONTROLLING ENTITIES OF

FOR: 089070 (SOLDIER CREEK COAL CO) PAGE: 5 OF 8
 PO BOX 1029, WELLINGTON, UT 84542

ENTITY	DESCRIPTION	HOLD CODE	SOURCE	BDATE	XDATE	%OWN
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