



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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January 14, 1994

Mr. Robert H. Hagen, Director
Office of Surface Mining
Reclamation and Enforcement
505 Marquette N.W., Suite 1200
Albuquerque, New Mexico 87102

Re: Replacement Bonds, Soldier Creek Coal Company, Soldier Canyon Mine and Banning Siding Loadout, ACT/007/018 & ACT/007/034, Folder #3, Carbon County, Utah

Dear Mr. Hagen:

Recently a change in ownership occurred at the Soldier Canyon Mine (ACT/007/018) and the Banning Siding Loadout (ACT/007/034). Coastal States Energy Company has become the new owner of the stock of Sage Point Coal Company, the parent corporation of Soldier Creek Coal Company.

This change in ownership has prompted a change in bonds as well. Enclosed you will find copies of Reclamation Agreements and replacement bonds provided by Coastal States Energy Company in the amounts previously held under the Sun Oil Company bonds administered through the Federal Insurance Company (Bond #8107-37-63 for Soldier Canyon Mine and Bond #8118-41-22 for the Banning Siding). The Permittee, Soldier Creek Coal Company has essentially switched surety companies from The Federal Insurance Company to United Pacific Company with the bond amounts remaining the same.

Inasmuch as adequate replacement bonds have been posted, release of the Sun Oil company bonds is now contemplated. Please provide notice of OSM's concurrence with this action.

If you have any questions or concerns, please call me.

Sincerely,

Daron R. Haddock
Permit Supervisor

Enclosure

cc:/enc.

Vicky Bryan (OSM Denver)
J. Helfrich, w/o
L. Braxton, w/o

BONDREPL.SC3

