

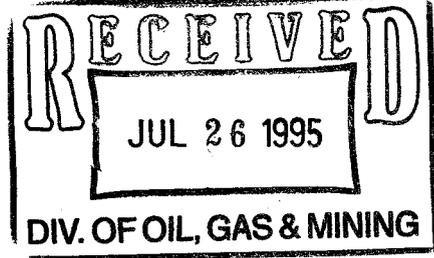
0013

cc: JWG  
RWD  
LPB



# United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Utah State Office  
324 South State, Suite 301  
Salt Lake City, Utah 84111-2303



orig:  
File  
7/26/95  
BJ

IN REPLY REFER TO:

3425  
UTU-69635  
(UT-923)

JUL 24 1995

ACT/0027/018  
#3

Mr. James W. Carter  
Utah Division of Oil, Gas and Mining  
3 Triad Center, Suite 350  
355 West North Temple  
Salt Lake City, Utah 84180-1230

Dear Mr. Carter:

A competitive coal lease sale was held by this office on July 19, 1995. Sage Point Coal Company was declared the high qualified bidder for the Alkali Creek Tract, assigned serial no. UTU-69635, described as follows:

- T. 13 S., R. 11 E., S1M, Utah
- Sec. 1, lots 1-7, lot 8 (for all coal except the Rock Canyon Bed)
- Sec. 10, E2E2;
- Sec. 11, all;
- Sec. 12, W2W2;
- Sec. 13, W2NW, SENW, SW;
- Sec. 14, N2, N2S2, SESE;
- Sec. 15, NENE;
- Sec. 23, N2NENE;
- Sec. 24, N2N2NW.

Containing 2,177.52 acres

Enclosed is a copy of the minutes of the sale. The bid of \$2,667,000 was accepted by our State Director on July 21, 1995.

We will notify you when coal lease UTU-69635 is issued.

Sincerely,

*for Douglas M. Koza*  
Douglas M. Koza  
Deputy State Director,  
Mineral Resources

Enclosure  
Minutes of Sale (2pp)

**Minutes of Lease By Application  
Coal Sale**

A coal lease sale was held at 1:00 p.m., July 19, 1995, pursuant to a notice issued June 13, 1995, and was conducted under authority of Section 2 (a) (1) of the Mineral Leasing Act of 1920, as amended.

The sale included one tract, Alkali Creek Tract, which conformed to the Lease By Application sale criteria set forth in 43 CFR 3425.1-5, and was found to be environmentally suitable for leasing, potentially economic for coal production, and consistent with local or regional, social or economic needs. The tract contains 2,177.52 acres located approximately 9 miles northeast of Wellington, Utah in Carbon County.

The sale was conducted by Robert Lopez, Chief, Branch of Mineral Leasing Adjudication. A list of attendees is attached.

The coal resources were offered for lease by sealed bid. One sealed bid was received on the tract. A summary is shown below:

UTU-69635

Acres:	2,177.52	
Coal Quality:	12,333 to 12,434	BTU/lb.;
	3.4 to 4.1	Percent Moisture;
	0.6	Percent Sulphur;
	10.0 to 10.7	Percent Ash;
	48.6 to 49.4	Percent Fixed Carbon;
	36.8 to 37.4	Percent Volatile Matter.

Minimum Acceptable Bid:	Per Acre	\$100.00
	Total	\$217,800.00

High Bidder: Sage Point Coal Company

Total Bid:	\$2,667,000.00
Per Acre Bid:	\$1,224.90
Total Submitted with Bid:	\$533,400.00

The coal sale was declared closed at 1:07 p.m.

United States Department of the Interior  
 Bureau Of Land Management  
 Utah State Office

July 19, 1995

**COAL SALE ROSTER**  
 (Alkali Tract - UTU-69635)

<u>Name</u>	<u>Address</u>	<u>Representing</u>
ROBERT LOPEZ	324 So. St. Street	BLM-USO
Christopher J. Merritt	324 So. STATE	BLM/USO
Tom Hunt	PO Box PMC Price, Utah	Cyprus Plateau
Debbie Buge	324 So. State St.	BLM-USO
Jayce Thompson	" " "	" "
Allen Roberts	BLM Utah State Office	ISD Minerals
Max Nielsen	" " " "	Ed. Team
Annalynn	" " " "	BLM-USO
Linda Sorenson	" " " "	"
Dave Mascarenhas	" " "	BLM USO
La Rae Smith	" " "	BLM USO
Joe Baker	S.L.C.	Utah TLA
James Montensen	Coastal States Energy	SCE UT
A.W. Olsen	Soldier Creek Coal Co	Wellington, UT
Kenny Frame	Coastal States Energy	SCE, UT
Ron Daniels	Ut. DIU Oil & Mining	Utah
Stan Perkes	BLM USO	BLM-USO
CHARITY MORGAN	BLM USO	BLM-USO
Jim Kohler	324 S. State	BLM-USO