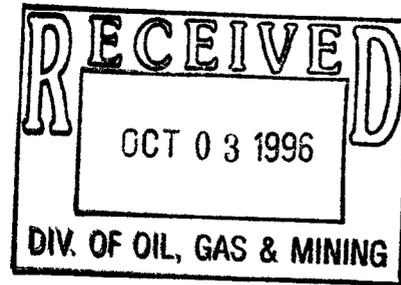




Coastal
The Energy People

October 2, 1996

Daron R. Haddock
Permit Supervisor
Utah Division of Oil, Gas and Mining
Box 145801
Salt Lake City, Utah 84114-5801



Re: Soldier Creek Coal Company Permit Renewal ACT/007/018 #2

*Copy Daron, Dan, Joe
Pete Hess*

Dear Mr. Haddock:

Enclosed are five copies of the Soldier Creek Coal Company permit renewal. It has been assumed that permit changes submitted as parts of previous permitting actions, such as the Alkali Lease Revision and responses to its deficiencies, have already been incorporated into this permit as though they have been approved. It is believed that this assumption will reduce the number of changes or corrections required by deficiencies in this renewal or in any of the previous submittals. Many chapters of this permit have been entirely reprinted and resubmitted as part of this renewal to minimize formatting and pagination errors. Proposed changes in these reprinted chapters have marked as described below. Upon approval by the Division "clean" copies of this renewal will be provided in binders.

The refuse disposal site which is proposed in the current permit has been changed in this renewal to a "waste rock disposal site". All appropriate designs and maps developed for the refuse site apply to the waste rock disposal site since this is a change in name only. Throughout the reprinted chapters of this renewal every effort has been made to change references from the "refuse" site to the "waste rock disposal site". However, some of the maps and appendices developed by consultants still make reference to the refuse site. Please consider that any reference in this renewal to a refuse site means the proposed waste rock site.

Issues dealing with this renewal are discussed below in the order of the R645 Regulations.

R645-301-100 General

Chapter 1 of the permit which deals with this section of the regulations was recently submitted to the Division as part of the response to deficiencies in the Alkali Lease Significant Revision. Any maps associated with Chapter 1 which were updated as the result of Alkali Lease Revision were also submitted at that time. These include Exhibits 1.12-1 and 1.12-2. All other maps, exhibits and appendices remain as previously submitted.

Utah Fuel Company

A SUBSIDIARY OF THE COASTAL CORPORATION
P O BOX 719 • HELPER UT 84526-0719 • 801/637-7925 • FAX 801/637-7929 • SALT LAKE 801/596-7111

R645-301-200 Soils

In order to minimize errors in pagination Chapter 2 is hereby resubmitted. Any revisions to this chapter are noted by “striking out” proposed deletions and “red lining” proposed changes and additions. Map 2.22-1 was updated and previously submitted in response to Alkali Lease Revision deficiencies. All other exhibits, maps, and appendices remain as previously submitted.

R645-301-300 Biology

Chapter 3 is hereby resubmitted. Proposed revisions to this chapter are noted by “striking out” deletions and “red lining” additions or changes. Maps 3.10-2, 3.10-3, and 3.10-4 were submitted in response to Alkali Lease Revision deficiencies. Maps 3.7-2 and 3.10-2 have been updated and are hereby submitted as part of this renewal. All other parts of this chapter remain as previously submitted.

R645-301-400 Land Use and Air Quality

Chapter 4 is hereby resubmitted. Proposed changes to this chapter are noted “striking out” and “red lining” as described above. All other parts of this chapter remain as previously submitted.

R645-301-500 Engineering

Chapter 5 is hereby resubmitted. Proposed changes to this chapter are marked as described above. Maps 5.21-4, 5.22-1, and 5.22-2 have been revised and are submitted as part of this renewal. Appendix 5 E has been developed by removing reclamation mass balance calculations from the text of this chapter and moving them to this appendix. All other parts of this chapter remain as previously submitted.

R645-301-600 Geology

Chapter 6 is hereby resubmitted. Proposed changes are marked as described above. Maps 6.22-1 and 6.22-4 have been updated and are submitted herewith. All other parts of this chapter remain as previously submitted.

R645-301-700 Hydrology

Chapter 7 is hereby resubmitted. Changes are marked as described above. The PHC on which this chapter is based was previously submitted as part of the Alkali Lease Revision. Map 7.32-1 has been revised and is submitted. All other parts of this chapter remain as previously submitted.

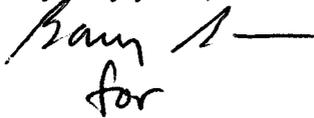
R645-310-800 Bonding

Chapter 8 is hereby resubmitted with changes marked as described above. Calculations of the estimated cost of reclamation have been updated and removed from Chapter 5 and are hereby made a part of this chapter by the addition of Appendix 8 B. All other parts of this chapter remain as previously submitted.

Upon the Division's determination of completeness for the Soldier Creek permit renewal a public notice will be prepared and submitted to the Division for approval. Following approval this notice will be published in the local newspaper as required.

Please contact Keith ZoBell (636-2643) or Barry Barnum (636-2669) with any questions or comments concerning this submittal.

Very truly yours,

A handwritten signature in black ink, appearing to read "Rick Olsen", followed by a horizontal line. Below the signature, the word "for" is written in a cursive script.

Rick Olsen
Vice President and General Manager
Soldier Creek Coal Company

APPLICATION FOR PERMIT CHANGE

Title of Change: **Soldier Creek Coal Company Permit Renewal**

Permit Number: **ACT/007/018**

Mine: **Soldier Canyon Mine**
 Permittee: **Soldier Creek Coal Company**

Description, include reason for change and timing required to implement: **Renewal of Soldier Canyon Mine Permit**

- | | | |
|---|--|--|
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 1. Change in the size of the Permit Area? acres <input type="checkbox"/> increase <input type="checkbox"/> decrease. |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 2. Change in the size of the Disturbed Area? acres <input type="checkbox"/> increase <input type="checkbox"/> decrease. |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 3. Will permit change include operations outside the Cumulative Hydrologic Impact Area? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 4. Will permit change include operations in hydrologic basins other than currently approved? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 5. Does permit change result from cancellation, reduction or increase of insurance or reclamation bond? |
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 6. Does permit change require or include public notice publication? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 7. Permit change as a result of a Violation? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 8. Permit change as a result of a Division Order? D.O.# |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 9. Permit change as a result of other laws or regulations? Explain: |
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 10. Does permit change require or include ownership, control, right-of-entry, or compliance information? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 11. Does the permit change affect the surface landowner or change the post mining land use? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 12. Does permit change require or include collection and reporting of any baseline information? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 13. Could the permit change have any effect on wildlife or vegetation outside the current disturbed area? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 14. Does permit change require or include soil removal, storage or placement? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 15. Does permit change require or include vegetation monitoring, removal or revegetation activities? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 16. Does permit change require or include construction, modification, or removal of surface facilities? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 17. Does permit change require or include water monitoring, sediment or drainage control measures? |
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 18. Does permit change require or include certified designs, maps, or calculations? |
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 19. Does permit change require or include underground design or mine sequence and timing? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 20. Does permit change require or include subsidence control or monitoring? |
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 21. Have reclamation costs for bonding been provided or revised for any change in the reclamation plan? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 22. Is permit change within 100 feet of a public road or perennial stream or 500 feet of an occupied dwelling? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 23. Is this permit change coal exploration activity <input type="checkbox"/> inside <input type="checkbox"/> outside of the permit area? |

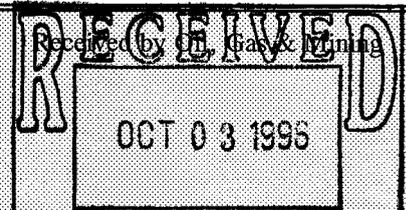
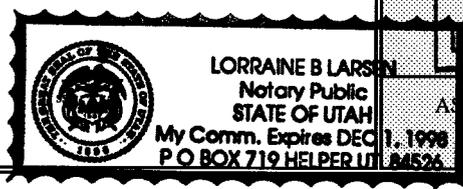
X Attach 5 complete copies of proposed permit change as it would be incorporated into the Mining and Reclamation Plan.

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

L. Craig Helton for Rick Olson 10/2/96
 Signed - Name - Position - Date

Subscribed and sworn to before me this 2 day of Oct, 1996.
Lorraine B. Larsen
 Notary Public

My Commission Expires: Dec 1, 1998
 Attest: STATE OF Utah
 COUNTY OF Carbon



DIV. OF OIL, GAS & MINING
 ASSIGNED PERMIT CHANGE NUMBER

Application for Permit Change Detailed Schedule of Changes to the Permit

Title of Change: Soldier Creek Coal Company Permit Renewal

Permit Number: ACT/007/018

Mine: Soldier Canyon Mine

Permittee: Soldier Creek Coal Company

	DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 2
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 3, Exhibits (Maps) 3.7-2 and 3.10-2
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 4
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 5, Exhibits (Maps) 5.21-1, 5.21-4, 5.22-1, and 5.22-2
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 6, Exhibits 6.22-1 and 6.22-4
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 7, Exhibit 7.32-1
<input type="checkbox"/> ADD <input checked="" type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Chapter 8
<input checked="" type="checkbox"/> ADD <input type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Appendix 5 E
<input checked="" type="checkbox"/> ADD <input type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	Appendix 8 B
<input type="checkbox"/> ADD <input type="checkbox"/> REPLACE <input type="checkbox"/> REMOVE	
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Any other specific or special instructions required for insertion of this proposal into the Mining and Reclamation Plan?	

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