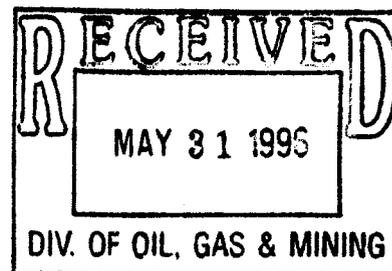




Coastal
The Energy People

May 30, 1996



Daron R. Haddock
Permit Supervisor
Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Copy Aaron c:FAM #2

Re: Alkali Lease Permit Revision, Soldier Creek Coal Company, ACT/007/018 #2

Dear Mr. Haddock:

Soldier Creek Coal Company hereby requests a permit revision to incorporate the Alkali Lease (UTU-69635) into the permit referenced above. A part of this lease has already been incorporated into the permit through an incidental boundary change submitted to the Division on September 13, 1995, and which has subsequently been approved by the Division and OSM. The purpose of this revision is to incorporate the entire lease into the permit.

Permitting issues dealing with this revision are addressed below in the order of the R645-301 Rules.

R645-301-100 General Contents

The Alkali Lease was incorporated into this section of the permit by the incidental boundary change. The EA for the lease was also incorporated at that time.

Exhibits 1.12-1 and 1.12-2 have been revised to show the new area. Please replace these exhibits in the permit with the revised exhibits which are enclosed.

Update of the corporate officers is accomplished by replacing pages 1-5 through 1-68 in the permit with revised pages 1-5 through 1-68, copies of which are enclosed.

Also Figure 1, page 1-2, the Soldier Canyon Mine Location Map has been updated and copies are enclosed for replacement in the permit.

R645-301-200 Soils

In addition to the information submitted in the incidental boundary change the permit area soils map, Exhibit 2.22-1 has been updated and copied for replacement. Also page 2-9 of this section has been revised for replacement in the permit.

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

R645-301-300 Biology

Exhibits 3.10-2, 3.10-3, and 3.10-4 have been revised to show the increased permit area. Results of the 1995 raptor survey and training commitments to the Division of Wildlife Resources were included in the incidental boundary change submittal. The results of the 1995 raptor survey are also reflected on Exhibit 3.10-2. Please replace the above mentioned current exhibits in the permit with the enclosed revised exhibits.

R645-301-400 Land Use and Air Quality

An archeological investigation of the new area was submitted in the incidental boundary change. Also copies of letters were included in the incidental boundary change notifying surface owners of the new area, that Soldier Creek intends to mine beneath their properties.

Exhibit 4.11-1 has been revised to show the new area. Please replace this exhibit in the permit with the enclosed revised exhibit.

R645-301-500 Engineering

The subsidence monitoring plan contained in the existing permit will be extended into the new area as mining progresses. However, pages 5-16, 5-17, and 5-17a have been revised and enclosed for replacement in the permit. Also Exhibits 5.21-5 and 5.21-6 have been revised to show the mine workings in the new area and Exhibit 5.25-1 has been revised to show current subsidence monitoring points. Please replace these exhibits in the permit with the revised exhibits.

R645-301-600 Geology

Exhibits 6.22-2, 6.22-3, 6.22-5, 6.22-6, and 6.22-7 have been revised to show geologic information for the new area. Please place these revised exhibits in the permit in place of the old exhibits.

R645-301-700 Hydrology

Recent hydrologic investigations conducted by Dr. Alan Mayo and Associates are to be incorporated into the permit by replacing Section 700 in the permit entirely with the revised Section 700 included herein. This change requires the addition of three appendices: Appendix 7M which is a complete copy of Dr. Mayo's report; Appendix 7N which is the baseline water monitoring data for the new area; and Appendix 7O which contains graphs and tabulations of selected water quality data. Please insert these appendices into the section of the permit containing the hydrology appendices.

Exhibits 7.21-1 and 7.21-2 have been revised for replacement in the permit.

R645-301-800 Bonding

No changes to this section of the permit are required by this revision.

This revision has been submitted in anticipation of approval before the Soldier Creek permit renewal which will be submitted October 3, 1996. Thank you for your attention to this submittal. If there are any questions please contact Keith ZoBell or Barry Barnum.

Very truly yours,



for

Rick Olsen
General Manager
Soldier Creek Coal Company

APPLICATION FOR PERMIT CHANGE

Title of Change: ALKALI TRACT SIGNIFICANT REVISION

Permit Number: ACT / 007 / 018

Mine: SOLDIER CANYON MINE

Permittee: SOLDIER CREEK COAL CO.

Description, include reason for change and timing required to implement:

ADDITION OF ALKALI LEASE

- | | | |
|---|--|--|
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 1. Change in the size of the Permit Area? <u>2,177.5</u> acres <input checked="" 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 checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 3. Will permit change include operations outside the Cumulative Hydrologic Impact Area? |
| <input checked="" type="checkbox"/> Yes | <input 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? 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 checked="" type="checkbox"/> Yes | <input 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 checked="" type="checkbox"/> Yes | <input 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 checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 20. Does permit change require or include subsidence control or monitoring? |
| <input type="checkbox"/> Yes | <input checked="" 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? |

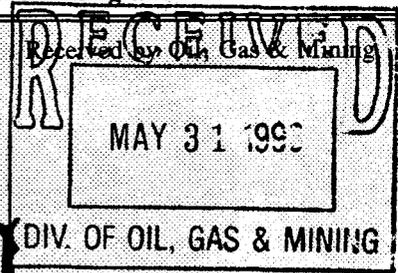
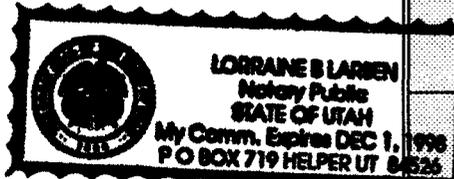
Attach **3** complete copies of proposed permit change as it would be incorporated into the Mining and Reclamation Plan.

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.

Keith [Signature] for Rich Olson
Environmental Coordinator 5-30-96
Signed - Name - Position - Date

Subscribed and sworn to before me this 30 day of May, 1996.

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



ASSIGNED PERMIT CHANGE NUMBER

