



Canyon Fuel Company, LLC
Soldier / Dugout Canyon Mines
P.O. Box 1029
Wellington, Utah 84542
435/637-6360 Fax: 435/636-2897

C/007/039 WQ 01-2
C/007/038 WQ 01-2
C/007/034 WQ 01-2

August 24, 2001

Coal Regulatory Program
Attn.: Daron Haddock
Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114

Re: Second Quarter 2001 Water Monitoring Report
Dugout Canyon Mine, ACT/007/039
Soldier Canyon Mine, ACT/007/018 *Copy Daron*
Banning Loadout, ACT/007/034 *Copy Daron*

Dear Mr. Haddock:

I have enclosed the second quarter 2001 water monitoring results for the Soldier Canyon Mine, Dugout Canyon Mine and Banning Loadout. This information will also be down loaded into the Division's web site.

Please be aware that we have now completed our two-year obligation of monitoring the groundwater quality parameters at springs SP-20, SC-14, SC-65 and SC-100. In accordance with Dugout's approved M&RP, future monitoring of these springs will include quarterly field measurements only.

Should you have any questions or comments concerning this information, please contact myself (435-636-2872) or Chris Hansen (435-448-2669).

Sincerely,
SOLDIER / DUGOUT CANYON MINES

David G. Spillman, P.E.
Technical Services Manager

RECEIVED

AUG 27 2001

DIVISION OF
OIL, GAS AND MINING

enclosures

cc: Chris Hansen, Skyline
DOGM, Price Field Office
Central Files