

0020



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

INSPECTION REPORT

Handwritten signature

Michael O. Leavitt
Governor
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Division Director

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Partial: Complete: XXX Exploration:
Inspection Date & Time: 2/11/97 / 8:00a.m.-12:00p.m.
Date of Last Inspection: 1/20/97

Mine Name: Centennial Project County: Carbon Permit Number: ACT/007/019
Permittee and/or Operator's Name: Andalex Resources, Inc.
Business Address: P.O. Box 902, Price, Utah 84501
Type of Mining Activity: Underground XXX Surface Prep. Plant Other
Company Official(s): Mike Glasson
State Officials(s): Stephen J. Demczak Federal Official(s): Henry Austin
Weather Conditions: 20's, Clear, Snow Covered
Existing Acreage: Permitted- 5104 Disturbed- 34 Regraded- 0 Seeded- 0 Bonded- 34
Increased/Decreased: Permitted- Disturbed- Regraded- Seeded- Bonded-
Status: Exploration/ XXX Active/ Inactive/ Temporary Cessation/ Bond Forfeiture
Reclamation (Phase I/Phase II/Final Bond Release/Liability Year)

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

Instructions

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
a. For complete inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check N/A.
b. For partial inspections check only the elements evaluated.
2. Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
4. Provide a brief status report for all pending enforcement actions, permit conditions, Division Orders, and amendments.

Table with 5 columns: Item, EVALUATED, N/A, COMMENTS, NOV/ENF. Rows include items like PERMITS, CHANGE, TRANSFER, RENEWAL, SALE; SIGNS AND MARKERS; TOPSOIL; HYDROLOGIC BALANCE; etc.



INSPECTION REPORT
(Continuation sheet)

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PERMIT NUMBER: ACT/007/019

DATE OF INSPECTION: 2/11/97

(Comments are Numbered to Correspond with Topics Listed Above)

1. PERMIT -

The permittee has submitted an amendment to Salt Lake which is a request to mine 100 ft. past their current approved mining plan. The approval will come from the DOGM permit supervisor in the Salt Lake Office.

4A. DIVERSIONS -

The diversions were spot checked and were covered with snow. At the time of the inspection, water was being conveyed by these ditches to the sediment pond as designed.

4B. SEDIMENT PONDS -

The sediment ponds did contain a small amount of water, but it is not likely to discharge in the near future. All embankments were covered with snow.

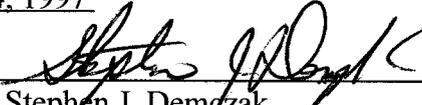
The fourth quarter pond inspection was taken as required for 1996. No hazardous conditions were reported.

The fourth quarter UPDES revealed no water discharge from the sediment ponds.

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas, and Mining.

Copy of this Report:

Mailed to: Mike Glasson (Andalex) Henry Austin (OSM)
Given to: Joe Helfrich (DOGM) Filed to: Price Field Office
Date: March 4, 1997

Inspector's Signature:  #39
Stephen J. Demozak