



Lodestar Energy, Inc.
Mountain Operations
 White Oak Mines, Horizon Mine and Grand Valley Mines
 HC 35 Box 370
 Helper, Utah 84526

August 21, 2000

Ms. Pamela Grubaugh-Littig
 Utah Coal Program
 Utah Division of Oil, Gas and Mining
 1594 West North Temple, Suite 1210
 Box 145801
 Salt Lake City, UT 84114-5801

*Enclosing
 AOT/007/020*

Subject: Application for the Permit Boundary Extension to Include Part of the Federal Coal Lease UTU-74804

Dear Pam:

Lodestar Energy, Inc. respectfully submits the attached five (5) copies of a permit application. This is a significant modification in the boundary of the permit area for the Horizon No.1 Mine. The purpose of this application is to extend the permit boundary into the Federal Lease UTU-74804 to the Beaver Creek. The area was selected for speed of approval and contained within the area encompassed by the present CHIA.

This submittal has been setup to be incorporated into the currently approved permit.

If you have any questions, please feel free to call me at 435-448-9455.

Sincerely,

David B. Miller
 Business Manager

Attachments: Five (5) copies of Permit Application
 C1 and C2 forms

File:\Mydocuments\DOGM000821pap.doc

RECEIVED

AUG 21 2000

DIVISION OF
 OIL, GAS AND MINING

APPLICATION FOR PERMIT PROCESSING

Permit Change X	New Permit	Renewal	Transfer	Exploration	Bond Release	Permit Number: ACT/007/020
Title of Proposal: Permit Boundary Extension to Include Part of Federal Coal Lease UTU-74804						Mine: HORIZON No. 1 MINE
						Permittee: LODESTAR ENERGY, INC.
Description, include reason for application and timing required to implement: Approval needed by January 15, 2001 (Critical)						

Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation specialist.

<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	1. Change in the size of the Permit Area? 393 acres Disturbed Area? _____ acres <input checked="" type="checkbox"/> increase <input type="checkbox"/> decrease
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	2. Is the application submitted as a result of a Division Order? DO # _____
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	4. Does application include operations in hydrologic basins other than as currently approved?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	6. Does the application require or include public notice/publication?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	7. Does the application require or include ownership, control, right-of-entry, or compliance information?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	9. Is the application submitted as a result of a Violation? NOV # _____
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	10. Is the application submitted as a result of other laws or regulations or policies? Explain: _____
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	11. Does the application affect the surface landowner or change the post mining land use?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?)
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	13. Does the application require or include collection and reporting of any baseline information?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	15. Does application require or include soil removal, storage or placement?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	16. Does the application require or include vegetation monitoring, removal or revegetation activities?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	17. Does the application require or include construction, modification, or removal of surface facilities?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	18. Does the application require or include water monitoring, sediment or drainage control measures?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	19. Does the application require or include certified designs, maps, or calculations?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	20. Does the application require or include subsidence control or monitoring?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	21. Have reclamation costs for bonding been provided for?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	23. Does the application affect permits issued by other agencies or permits issued to other entities?

Attach 5 complete copies of the application.

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.

David B. Hill - Business Mgr. 8/20/00
Signed - Name - Position - Date

Received by Oil, Gas & Mining

RECEIVED

Subscribed and sworn to before me this 20 day of Aug, 2000.

John C. Pappas
Notary Public My Commission Expires 2002
STATE OF UTAH
COUNTY OF CARBON



Notary Public
JOHN C. PAPPAS
1646 East Castle Circle
Price, Utah 84501
My Commission Expires
March 7, 2002
State of Utah

AUG 21 2000

DIVISION OF
OIL, GAS AND MINING

	ASSIGNED TRACKING NUMBER
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Application for Permit Processing

Detailed Schedule of Changes to the MRP

Title of Application: Permit Boundary Extension to Include Part of Federal Coal Lease UTU-74804

Permit Number: ACT/007/020

Mine: HORIZON NO.1 MINE

Permittee: LODESTAR ENERGY, INC.

Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. **Include page, section and drawing numbers as part of the description.**

			DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED
ADD	REPLACE X	REMOVE	Redline / Strikeout of text in Chapter 1 for replacement. Replace Plate 1-1 with Expanded Permit Area
ADD	REPLACE X	REMOVE	Redline / Strikeout of text in Chapter 2, new permit boundary description
ADD X	REPLACE	REMOVE	Appendix 2-1 insert updated Hidden Splendor Lease Agreement, and assignment of Federal Lease to Lodestar Energy, Inc.
ADD X	REPLACE	REMOVE	Appendix 2-2 Proposed Public Notice for Permit Application
ADD	REPLACE X	REMOVE	Redline / Strikeout of Chapter 3, replace Figure 1 and 2 with Plates 3-9 and 3-10 showing old mines on the area in Castlegate A seam and Hiawatha seam. Revised Plate 3-3 with permit boundary and subsidence monitoring points.
ADD	REPLACE X	REMOVE	Appendix 3-5 Updated water rights information.
ADD X	REPLACE	REMOVE	Appendix 3-5 Insert assignment letter of water rights to Lodestar Energy, Inc.
ADD X	REPLACE	REMOVE	Appendix 3-6 Insert updated UPDES Permit.
ADD	REPLACE X	REMOVE	Chapter 4 – Redline / Strikeout of text, revised Plate 4-1 Land Use, replace Figure 4-2 with Plate 4-2 Surface Ownership
ADD X	REPLACE	REMOVE	Chapter 4 – Insert Plate 4-3 Coal Ownership
ADD	REPLACE X	REMOVE	Chapter 6 – replace Plate 6-1 Geology with revised permit boundary.
ADD	REPLACE X	REMOVE	Chapter 7 – Replace Page 7-10 Updated Water-Level Data for Monitoring Wells, Revised Plate 7-1 Water Monitoring Locations with expanded Baseline locations, Revised Plate 7-3 Water Rights.
ADD X	REPLACE	REMOVE	Appendix 7-6 – Insert Beaver Creek Tract Lease Baseline Water Data and Location map of JC-2 to JC-20.
ADD	REPLACE X	REMOVE	Chapter 8 – Revised Plate 8-2 Area Soils with new permit boundary.
ADD	REPLACE X	REMOVE	Chapter 9 – Revised Plate 9-1 Vegetation with new permit boundary.
ADD	REPLACE X	REMOVE	Chapter 10 – Revised Plate 10-1 Wildlife with new permit boundary.
ADD	REPLACE	REMOVE	

