



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report

| | |
|------------------|-----------------------------|
| Permit Number: | C0070020 |
| Inspection Type: | PARTIAL |
| Inspection Date: | Thursday, November 17, 2011 |
| Start Date/Time: | 11/17/2011 9:30:00 AM |
| End Date/Time: | 11/17/2011 12:00:00 PM |
| Last Inspection: | Thursday, October 13, 2011 |

| Representatives Present During the Inspection: | |
|--|-----------------|
| Company | Kit Pappas |
| OGM | Karl Houskeeper |

Inspector: Karl Houskeeper

Weather: Clear, Temp. 36 Deg. F.

InspectionID Report Number: 2929

Accepted by: jhelfric
11/29/2011

Permittee: **HIDDEN SPLENDOR RESOURCES**
 Operator: **HIDDEN SPLENDOR RESOURCES**
 Site: **HORIZON MINE**
 Address: **57 WEST 200 SOUTH, SUITE 400, SALT LAKE CITY UT 84101**
 County: **CARBON**
 Permit Type: **PERMANENT COAL PROGRAM**
 Permit Status: **ACTIVE**

| Current Acreages | | Mineral Ownership | Types of Operations |
|------------------|------------------------|---|---|
| 1,577.00 | Total Permitted | <input checked="" type="checkbox"/> Federal | <input checked="" type="checkbox"/> Underground |
| 9.50 | Total Disturbed | <input type="checkbox"/> State | <input type="checkbox"/> Surface |
| | Phase I | <input type="checkbox"/> County | <input type="checkbox"/> Loadout |
| | Phase II | <input checked="" type="checkbox"/> Fee | <input type="checkbox"/> Processing |
| | Phase III | <input type="checkbox"/> Other | <input type="checkbox"/> Reprocessing |

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Karl R. Houskeeper

Inspector's Signature:

Date Thursday, November 17, 2011

Karl Houskeeper,
Inspector ID Number: 49



REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

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 Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
2. Document any noncompliance situation by reference 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, Divison Orders, and amendments.

| | Evaluated | Not Applicable | Comment | Enforcement |
|--|-------------------------------------|--------------------------|-------------------------------------|--------------------------|
| 1. Permits, Change, Transfer, Renewal, Sale | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 2. Signs and Markers | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 3. Topsoil | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.a Hydrologic Balance: Diversions | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 4.b Hydrologic Balance: Sediment Ponds and Impoundments | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.c Hydrologic Balance: Other Sediment Control Measures | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.d Hydrologic Balance: Water Monitoring | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 4.e Hydrologic Balance: Effluent Limitations | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 5. Explosives | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 6. Disposal of Excess Spoil, Fills, Benches | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 7. Coal Mine Waste, Refuse Piles, Impoundments | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 8. Noncoal Waste | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| 9. Protection of Fish, Wildlife and Related Environmental Issues | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 10. Slides and Other Damage | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 11. Contemporaneous Reclamation | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 12. Backfilling And Grading | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 13. Revegetation | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 14. Subsidence Control | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 15. Cessation of Operations | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 16.a Roads: Construction, Maintenance, Surfacing | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 16.b Roads: Drainage Controls | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 17. Other Transportation Facilities | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 18. Support Facilities, Utility Installations | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 19. AVS Check | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 20. Air Quality Permit | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 21. Bonding and Insurance | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 22. Other | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

2. Signs and Markers

The mine identification sign was observed at the entrance into the permit area. The sign contained the required information.

4.a Hydrologic Balance: Diversions

A wooden block was observed in the diversion that lies along side of the main access road. The block is located at the beginning of the diversion close to the portal. The block needs to be removed from the diversion.

8. Noncoal Waste

Observed several items of noncoal waste in the diversion by the wooden block mentioned in item 4a and around the dumpsters on the pad area above the sediment pond. Noncoal waste items need to be properly managed and stored in the approved receptacles and not left on the ground even if their presence is from loading operations.

22. Other

Observed a 55 gallon drum that is not stored in a proper containment. The drum needs to be stored in a containment to comply with SPCC Plan and regulations.

OGMCOAL - November 2011 Inspection Report

From: Karl Houskeeper
To: kit@emerytelcom.net
Date: 11/29/2011 2:44 PM
Subject: November 2011 Inspection Report
CC: DARONHADDOCK@utah.gov; OGMCOAL@utah.gov
Attachments: Horizon 11172011.pdf

Kit,

Attached is the November inspection report for Horizon.

Thanks,
Karl