State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

GARY R. HERBERT
Governor

GREG BELL
Lieutenant Governor

Inspection Report

Permit Number:	**C0070020**
Inspection Type:	PARTIAL
Inspection Date:	Thursday, March 29, 2012
Start Date/Time:	3/29/2012 9:30:00 AM
End Date/Time:	3/29/2012 1:30:00 PM
Last Inspection:	Thursday, February 23, 2012

Inspector: Karl Houskeeper,

Weather: Clear Skies, Temp. 55 Deg. F.

InspectionID Report Number: 3061

Accepted by: jhelfric
4/2/2012

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

Permitee: **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

1,577.00	**Total Permitted**
9.50	**Total Disturbed**
	Phase I
	Phase II
	Phase III

Mineral Ownership

- [x] Federal
- [ ] State
- [ ] County
- [x] Fee
- [ ] Other

Types of Operations

- [x] Underground
- [ ] Surface
- [ ] Loadout
- [ ] Processing
- [ ] Reprocessing

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

Inspector's Signature: Karl R. Houskeeper **Date** Thursday, March 29, 2012

Karl Houskeeper,
Inspector ID Number: 49

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

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801
telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • www.ogm.utah.gov

UTAH DNR OIL, GAS & MINING

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 performace 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	☐	☐	☐	☐
2. Signs and Markers	✔	☐	✔	☐
3. Topsoil	☐	☐	☐	☐
4.a Hydrologic Balance: Diversions	✔	☐	✔	☐
4.b Hydrologic Balance: Sediment Ponds and Impoundments	✔	☐	☐	☐
4.c Hydrologic Balance: Other Sediment Control Measures	✔	☐	☐	☐
4.d Hydrologic Balance: Water Monitoring	☐	☐	☐	☐
4.e Hydrologic Balance: Effluent Limitations	☐	☐	☐	☐
5. Explosives	✔	☐	☐	☐
6. Disposal of Excess Spoil, Fills, Benches	✔	✔	☐	☐
7. Coal Mine Waste, Refuse Piles, Impoundments	✔	✔	☐	☐
8. Noncoal Waste	✔	☐	✔	☐
9. Protection of Fish, Wildlife and Related Environmental Issues	☐	☐	☐	☐
10. Slides and Other Damage	☐	☐	☐	☐
11. Contemporaneous Reclamation	☐	☐	☐	☐
12. Backfilling And Grading	☐	☐	☐	☐
13. Revegetation	☐	☐	☐	☐
14. Subsidence Control	☐	☐	☐	☐
15. Cessation of Operations	☐	☐	☐	☐
16.a Roads: Construction, Maintenance, Surfacing	☐	☐	☐	☐
16.b Roads: Drainage Controls	☐	☐	☐	☐
17. Other Transportation Facilities	☐	☐	☐	☐
18. Support Facilities, Utility Installations	☐	☐	☐	☐
19. AVS Check	☐	☐	☐	☐
20. Air Quality Permit	☐	☐	☐	☐
21. Bonding and Insurance	☐	☐	☐	☐
22. Other	☐	☐	☐	☐

2. Signs and Markers

The mine identification sign is located along the right side looking up canyon of the county road used to access the mine site. The sign is large enough to be read with easy and contains all of the information that is required by regulation.

4.a Hydrologic Balance: Diversions

The diversion identified on the previous inspection adjacent to the bathhouse as needing maintenance has been cleaned of obstruction including snow and ice. The diversion is functional as designed.

8. Noncoal Waste

The coal load out area, parking area and portal area were found to be free of noncoal waste items. The noncoal waste storage bins are located adjacent to the coal stockpile and load out area.