0020

Attachment to Blazon INA/007/021 File
inspection report 5/29/87
ACT/007/021

STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Norman H. Bangerter, Governor
Dee C. Hansen, Executive Director
Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

June 3, 1987

Mr. Alan W. Smith, President
North American Equities, Ltd.
1401 17th Street, Suite 1600
Denver, Colorado 80202

Dear Mr. Smith: Alan

Re: Transfer of Permit, Blazon #1 Mine, ACT/007/021, Carbon County, Utah

In response to your letter of May 19, 1987, sections UMC 788.17, .18 and .19 of the Utah Coal Mining and Reclamation Permanent Program Rules (rules) address requirements for transfer of a permit.

In summary, these rules require that an applicant for permit transfer (in this case Mr. Otani) must supply the Division with legal and financial information as required by section UMC 782 of the rules, must show that compliance with all applicable laws has been achieved in any previous coal mining endeavors and must show valid right-of-entry to the property. The new permittee must also provide a reclamation bond equal to the original bond and show proof of liability insurance, as required by UMC 782.18. The applicant for permit transfer must commit to conduct all operations in compliance with the terms and conditions of the original permit, unless changes are approved as per UMC 788.12.

The Division may approve a permit transfer after all requirements of the rules are satisfied and after a 30 day public comment period has passed.

With regard to the approved Reclamation Permit for the Blazon #1 Mine, the Division has noted that the office, bathhouse and shop building originally approved to be left as part of the alternate post mining land use has collapsed and is no longer suitable for the approved land use. Therefore, the Division will require that it be completely removed during the reclamation operations.

The Division and NAE both have a substantial interest in seeing that the approved reclamation is performed this year. Please feel free to contact myself or Susan Linner if we can provide any other assistance to expedite a permit transfer and/or reclamation.

Sincerely,

L. P. Braxton
Administrator
Mineral Resource Development
and Reclamation Program

SCL:pb
cc: R. Hagen
S. Linner
0028R-58