



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

Michael O. Leavitt  
Governor  
Kathleen Clarke  
Executive Director  
Lowell P. Braxton  
Division Director

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
801-538-5340  
801-359-3940 (Fax)  
801-538-7223 (TDD)

bcc:

Mary ANN Wright  
Rusty Nets, SCA

*Janice*  
*je*

December 28, 2000

Douglas M. Koza  
Deputy State Dir., Natural Resources  
Bureau of Land Management  
P.O. Box 45155  
Salt Lake City, Utah 84145-0155

Re: Request for BLM Policy on Royalty Payments for Coal Refuse Piles, Savage Industries Inc., Savage Coal Terminal, [REDACTED] 7022, O [REDACTED]

Dear Mr. Koza:

The Office of Surface Mining recently issued a decision at the Savage Coal Terminal that Savage did not have to pay AML fees on the refuse piles being shipped to the Sunnyside Cogeneration Plant because the refuse is considered waste. This letter is a request for BLM's policy in regard to royalties required to be paid on these coal refuse piles being sent to the cogeneration plant. If there is a royalty payment, how much is it?

I appreciate your timely assistance in this matter.

Sincerely,

*Pamela Grubaugh-Littig*  
Pamela Grubaugh-Littig  
Permit Supervisor

sm

cc: Richard Manus, BLM  
Price Field Office

O:\007022.SAV\FINAL\ReqBLMroy.wpd