



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

Table with 2 columns: Company, Name. Row 1: Dan Guy. Row 2: Pete Hess, Environmental Scientist III. Row 3: Boyd Rhodes.

Inspection Report

Table with 2 columns: Field, Value. Fields: Permit Number (C0070022), Inspection Type (PARTIAL), Inspection Date (Friday, February 24, 2006), Start Date/Time (2/24/2006 1:00:00 PM), End Date/Time (2/24/2006 2:00:00 PM), Last Inspection (Monday, January 30, 2006).

Inspector: Pete Hess, Environmental Scientist III

Weather: Sunny, clear; 40's to 50's F.

InspectionID Report Number: 878

Accepted by: whedberg
3/6/2006

Permittee: SAVAGE SERVICES CORP
Operator: SAVAGE SERVICES CORP
Site: SAVAGE COAL TERMINAL
Address: 6340 S 3000 E STE 600, SALT LAKE CITY UT 84121
County: CARBON
Permit Type: PERMANENT COAL PROGRAM
Permit Status: ACTIVE

Current Acreages

Table with 2 columns: Value, Description. Rows: 160.00 Total Permitted, 122.28 Total Disturbed, Phase I, Phase II, Phase III.

Mineral Ownership

- Other (checked), Federal, State, County, Fee.

Types of Operations

- Underground (checked), Surface (checked), Loadout (checked), Processing, Reprocessing.

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

The Permittee continues to submit surface water monitoring information to the Division web site on a quarterly basis through Blackhawk Engineering Company, meeting the Special Permit Condition included as Attachment "A" of the current State permit.

There are no compliance actions currently pending for the Coal Terminal permit area.

Inspector's Signature:

Date: Monday, February 27, 2006

Pete Hess, Environmental Scientist III
Inspector ID Number: 46

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and 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 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 type="checkbox"/>	<input type="checkbox"/>
3. Topsoil	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.a Hydrologic Balance: Diversions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
8. Noncoal Waste	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Contemporaneous Reclamation	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Backfilling And Grading	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
13. Revegetation	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
14. Subsidence Control	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
15. Cessation of Operations	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.a Roads: Construction, Maintenance, Surfacing	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.b Roads: Drainage Controls	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
21. Bonding and Insurance	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
22. Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

## **7. Coal Mine Waste, Refuse Piles, Impoundments**

The Permittee is in the process of shipping coal mine waste from the refuse pile to the Headwaters facility east of the Coal Terminal. Reject from the Headwaters process is returned to the Savage Coal Terminal site. A sample of the Headwaters reject is obtained every 5000 tons prior to the material being returned to Savage. This data should protect the Permittee against future liability.

### **16.b Roads: Drainage Controls**

The concrete support structures which have been installed to support the new 728 foot conveyor (new high ash transfer conveyor) from the coal storage area SE of the office/admin building are nearly complete. The Permittee will need to realign the drainage through this area to restore its function. Mr. Guy indicated that he felt the ditch could be re-aligned closer to the rail siding in this area.

## **18. Support Facilities, Utility Installations**

The new shop building is up; the garage doors have yet to be installed on this equipment repair building.

## **20. Air Quality Permit**

The Permittee's water truck was being used on the site's haul roads during today's inspection.

## **21. Bonding and Insurance**

The Permittee's general liability insurance will require renewal on or prior to April 1, 2006. Mr. Rhodes was asked to ensure that the new policy will specifically state that "liability coverage includes coverage for damages incurred from the use of explosives". There are no explosive or detonator storage magazines at this location.