

2006 ANNUAL REPORT

SAVAGE SERVICES CORPORATION
SAVAGE COAL TERMINAL
C/007/022

File in:

- Confidential
 Shelf
 Expandable

Refer to Record No 0007 Date 4/2/07
In C/007/002, 2007, Incoming
For additional information

To enter text, click in the box and type your response. If a box already contains an entry select the entry and type the replacement. You can use the tab key to move from one field to the next. To select a check box, click in the box or type an x.

GENERAL INFORMATION

Permitte Name	Savage Services Corporation
Mine Name	Savage Coal Terminal
Operator Name (If other then permittee)	
Permit Expiration Date	
Permit Number	C/007/022
Authorized Representative Title	Boyd Rhodes, Manager
Phone Number	(435) 637-5664
Fax Number	(435) 637-3418
E-mail Address	
Mailing Address	Savage Services Corporation, 6340 S. 3000 E., Suite 600, SLC, Utah 84121
Designated Representative	James T. Jensen, Executive Vice-President
Resident Agent	Corporation Trust Company
Resident Agent Mailing Address	1209 Orange Street, Wilmington, DE 19801
Number of Binders Submitted	(2) 1-Salt Lake Office and 1-Price Field Office

IDENTIFICATION OF OTHER PERMITS

Identify other permits that are required in conjunction with mining and reclamation activities.

Permit Type	ID Number	Description	Expiration Date
MSHA Mine ID(s)	42-01444	Plant Loadout	N/A
MSHA Impoundment(s)	N/A		
NPDES/UPDES Permit(s)	UTG-040005	UPDES Permit	04/30/08
PSD Permit(s) (Air)	DAQE-AN1793003-06	Approval Order	N/A
Other			

CERTIFIED REPORTS

List the certified inspection reports as required by the rules and under the approved plan that must be periodically submitted to the Division. Specify whether the information is included as Appendix A to this report or currently on file with the Division.

Certified Reports:	Required		Included or on file with DOGM		Comments
	Yes	No	Included	On File	
Excess Spoil Piles	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Refuse Piles	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Appendix A
Impoundments	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Appendix A
Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

REPORTING OF OTHER TECHNICAL DATA

List other technical data and information as required under the approved plan, which must be periodically submitted to the Division. Specify whether the information is included as Appendix B to this report or currently on file with the Division.

Technical Data:	Required		Included or on file with DOGM		Comments
	Yes	No	Included	On file	
Climatological	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Subsidence Monitoring	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Vegetation Monitoring	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Raptor Survey	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Soils Monitoring	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Water Monitoring	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
First quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Second quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Third quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Fourth quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Geological / Geophysical	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Engineering	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Non Coal Waste / Abandoned Underground Equipment*	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
Other Data	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

Reminder: If equipment has been abandoned during 2006, an amendment must be submitted that includes a map showing its location, a description of what was abandoned, whether there were any hazardous or toxic materials and any revision to the PHC as necessary.

APPENDIX A

Certified Reports

Excess Spoil Piles
Refuse Piles
Impoundments

As required under R645-301-514

CONTENTS

REFUSE PILE INSPECTIONS

AND

ANNUAL IMPOUNDMENT INSPECTIONS

SAVAGE COAL TERMINAL REFUSE PILE INSPECTION REPORT

MSHA SITE: *1211-UT-09-01444-01 QUARTER: 04/2006

ITEM	REMARKS
(1) Potential Safety Hazards	None Noted.
(2) Slope Stability	Slopes appear stable.
(3) Removal of Topsoil/Organics.	N/A - No removal necessary.
(4) Construction and Maintenance Performance Standards.	Ditches - O.K. Pile partially removed from both ends and North side.
(5) Recommendations/Comments.	Sign - O.K. Berms O.K. Culvert Outlet Repaired.

I have performed the above inspection on this refuse pile and do hereby certify it to be a true and accurate representation of the pile at this time.





 (Signature)

 11/02/06
 (Date)

*** Re-assigned ID Number - Old Number (1211-UT-09-0034)**

SAVAGE COAL TERMINAL REFUSE PILE INSPECTION REPORT

MSHA SITE: *1211-UT-09-01444-01 QUARTER: 03/2006

ITEM	REMARKS
(1) Potential Safety Hazards	None Noted.
(2) Slope Stability	Slopes appear stable.
(3) Removal of Topsoil/Organics.	N/A - No removal necessary.
(4) Construction and Maintenance Performance Standards.	Ditches - O.K. Pile partially removed from both ends and North side.
(5) Recommendations/Comments.	Sign - O.K. Berms O.K.

I have performed the above inspection on this refuse pile and do hereby certify it to be a true and accurate representation of the pile at this time.




(Signature)

08/15/06
(Date)

* Re-assigned ID Number - Old Number (1211-UT-09-0034)

SAVAGE COAL TERMINAL REFUSE PILE INSPECTION REPORT

MSHA SITE: *1211-UT-09-01444-01 QUARTER: 02/2006

ITEM	REMARKS
(1) Potential Safety Hazards	None Noted.
(2) Slope Stability	Slopes appear stable.
(3) Removal of Topsoil/Organics.	N/A - No removal necessary.
(4) Construction and Maintenance Performance Standards.	Ditches - O.K. Pile partially removed from both ends and North side.
(5) Recommendations/Comments.	Sign - O.K. Berms O.K.

I have performed the above inspection on this refuse pile and do hereby certify it to be a true and accurate representation of the pile at this time.





 (Signature)

06/23/06

 (Date)

*** Re-assigned ID Number - Old Number (1211-UT-09-0034)**

SAVAGE COAL TERMINAL REFUSE PILE INSPECTION REPORT

MSHA SITE: *1211-UT-09-01444-01 QUARTER: 01/2006

ITEM	REMARKS
(1) Potential Safety Hazards	None Noted.
(2) Slope Stability	Slopes appear stable.
(3) Removal of Topsoil/Organics.	N/A - No removal necessary.
(4) Construction and Maintenance Performance Standards.	Ditches - O.K. (Regrade on West when dry.) Pile partially removed from both ends and North side for Sunnyside Cogeneration.
(5) Recommendations/Comments.	Sign - O.K. Coal storage on removed area East end. Top Regraded Berms O.K.

I have performed the above inspection on this refuse pile and do hereby certify it to be a true and accurate representation of the pile at this time.





 (Signature)

 03/14/06
 (Date)

* Re-assigned ID Number - Old Number (1211-UT-09-0034)

**SAVAGE INDUSTRIES, INC.
2006 ANNUAL POND INSPECTION REPORT**

POND: Sediment Pond 1 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) <i>Stability</i>	<i>Slopes Stable. Incised Pond</i>
(2) <i>Structural Weakness/Erosion</i>	<i>None Noted.</i>
(3) <i>Potential Safety Hazards</i>	<i>None Noted.</i>
(4) <i>Depth of Impounded Water</i>	<i>24" Water.</i>
(5) <i>Existing Storage Capacity</i>	<i>1.02 acre feet.</i>
(6) <i>Monitoring Procedures</i>	<i>Quarterly Inspection.</i>

SEDIMENT PONDS ONLY	
(7) <i>Sediment Accumulation (Elevation)</i>	<i>5485.90</i>
(8) <i>Sediment Cleanout Level (Elevation)</i>	<i>5487.20</i>
(9) <i>Principle Spillway (Elevation)</i>	<i>5491.80</i>
(10) <i>Emergency Spillway (Elevation)</i>	<i>5491.80</i>
(11) <i>Existing Sediment Capacity (To Cleanout)</i>	<i>0.29 acre feet.</i>

GENERAL	
(12) <i>Comments/Recommendations</i>	<i>Pond Cleaned July 2006. No Discharge.</i>

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



 (Signature)

 08/15/06
 (Date)



**SAVAGE INDUSTRIES, INC.
2006 ANNUAL POND INSPECTION REPORT**

POND: Sediment Pond 2 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	N/A - Dry.
(5) Existing Storage Capacity	0.94 acre feet.
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	5484.50
(8) Sediment Cleanout Level (Elevation)	5485.50
(9) Principle Spillway (Elevation)	5492.30
(10) Emergency Spillway (Elevation)	5492.30
(11) Existing Sediment Capacity (To Cleanout)	0.14 acre feet.

GENERAL	
(12) Comments/Recommendations	No Discharge.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



 (Signature)

 08/15/06
 (Date)



**SAVAGE INDUSTRIES, INC.
2006 ANNUAL POND INSPECTION REPORT**

POND: Sediment Pond 3 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	Dry.
(5) Existing Storage Capacity	0.94 acre feet.
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	5483.80
(8) Sediment Cleanout Level (Elevation)	5484.80
(9) Principle Spillway (Elevation)	5491.40
(10) Emergency Spillway (Elevation)	5491.40
(11) Existing Sediment Capacity (To Cleanout)	0.12 acre feet.

GENERAL	
(12) Comments/Recommendations	No Discharge.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



 (Signature)

08/15/06

 (Date)



**SAVAGE INDUSTRIES, INC.
2006 ANNUAL POND INSPECTION REPORT**

POND: Sediment Pond 5 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	12" Water.
(5) Existing Storage Capacity	3.63 acre feet.
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	5474.10
(8) Sediment Cleanout Level (Elevation)	5475.20
(9) Principle Spillway (Elevation)	5482.00
(10) Emergency Spillway (Elevation)	5482.00
(11) Existing Sediment Capacity (To Cleanout)	0.35 acre feet.

GENERAL	
(12) Comments/Recommendations	Pond Cleaned July/August 2006. No Discharge.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



 (Signature)

 08/15/06
 (Date)



**SAVAGE INDUSTRIES, INC.
2006 ANNUAL POND INSPECTION REPORT**

POND: Sediment Pond 6 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	3.0' Water.
(5) Existing Storage Capacity	1.13 acre feet.
(6) Monitoring Procedures	Quarterly Inspection. U.P.D.E.S. Discharge.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	5474.00
(8) Sediment Cleanout Level (Elevation)	5474.70
(9) Principle Spillway (Elevation)	5480.30
(10) Emergency Spillway (Elevation)	5480.30
(11) Existing Sediment Capacity (To Cleanout)	0.14 acre feet.

GENERAL	
(12) Comments/Recommendations	Pond Cleaned July 2006 No Discharge.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



 (Signature)

 08/15/06
 (Date)



**SAVAGE SERVICES CORPORATION
2006 ANNUAL IMPOUNDMENT INSPECTION REPORT**

POND: Settling Pond #1 **LOCATION:** Savage Coal Terminal

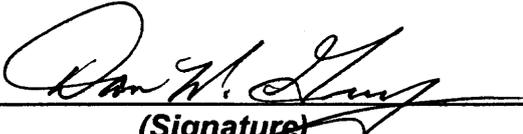
IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	Full - Flowing to #2.
(5) Existing Storage Capacity	N/A
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	N/A
(8) Sediment Cleanout Level (Elevation)	N/A
(9) Principle Spillway (Elevation)	N/A
(10) Emergency Spillway (Elevation)	N/A
(11) Existing Sediment Capacity (To Cleanout)	N/A

GENERAL	
(12) Comments/Recommendations	Not a Sediment Pond. Constructed in October 2006.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



(Signature)

12/06/06
(Date)



**SAVAGE SERVICES CORPORATION
2006 ANNUAL IMPOUNDMENT INSPECTION REPORT**

POND: Settling Pond #2 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	1.5'.
(5) Existing Storage Capacity	N/A
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	N/A
(8) Sediment Cleanout Level (Elevation)	N/A
(9) Principle Spillway (Elevation)	N/A
(10) Emergency Spillway (Elevation)	N/A
(11) Existing Sediment Capacity (To Cleanout)	N/A

GENERAL	
(12) Comments/Recommendations	Not a Sediment Pond. Constructed in October 2006.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.



 (Signature)

 12/06/06
 (Date)



**SAVAGE SERVICES CORPORATION
2006 ANNUAL IMPOUNDMENT INSPECTION REPORT**

POND: Settling Pond #3 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	Dry.
(5) Existing Storage Capacity	N/A
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	N/A
(8) Sediment Cleanout Level (Elevation)	N/A
(9) Principle Spillway (Elevation)	N/A
(10) Emergency Spillway (Elevation)	N/A
(11) Existing Sediment Capacity (To Cleanout)	N/A

GENERAL	
(12) Comments/Recommendations	Not a Sediment Pond. Constructed in October 2006.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.


(Signature)

12/06/06
(Date)



**SAVAGE SERVICES CORPORATION
2006 ANNUAL IMPOUNDMENT INSPECTION REPORT**

POND: Settling Pond #4 **LOCATION:** Savage Coal Terminal

IMPOUNDMENTS	
(1) Stability	Slopes Stable. Incised Pond
(2) Structural Weakness/Erosion	None Noted.
(3) Potential Safety Hazards	None Noted.
(4) Depth of Impounded Water	Dry.
(5) Existing Storage Capacity	N/A
(6) Monitoring Procedures	Quarterly Inspection.

SEDIMENT PONDS ONLY	
(7) Sediment Accumulation (Elevation)	N/A
(8) Sediment Cleanout Level (Elevation)	N/A
(9) Principle Spillway (Elevation)	N/A
(10) Emergency Spillway (Elevation)	N/A
(11) Existing Sediment Capacity (To Cleanout)	N/A

GENERAL	
(12) Comments/Recommendations	Not a Sediment Pond. Constructed in October 2006.

STATEMENT

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meets or exceeds the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.


(Signature)

12/06/06
(Date)



APPENDIX B

Reporting of Technical Data

Including monitoring data, reports, maps, and other information
As required under the approved plan or as required by the Division

In accordance with the requirement of R645-310-130 and R645-301-140

CONTENTS

N/A

APPENDIX C

Legal Financial, Compliance and Related Information

Annual Report of Officers
As submitted to the Utah Department of Commerce

Other change in ownership and control information
As required under R645-301-110

CONTENTS

ON FILE

APPENDIX D

Mine Maps

As required under R645-302-525-270

CONTENTS

N/A

APPENDIX E

Other Information

In accordance with the requirements of R645-301 and R645-302

CONTENTS

N/A