



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report

Permit Number:	C0070022
Inspection Type:	COMPLETE
Inspection Date:	Tuesday, February 12, 2013
Start Date/Time:	2/12/2013 10:00:00 AM
End Date/Time:	2/12/2013 4:00:00 PM
Last Inspection:	Wednesday, January 16, 2013

Representatives Present During the Inspection:
OGM Steve Demczak

Inspector: Steve Demczak

Weather: Sunny, 30's Snow Covered

InspectionID Report Number: 3384

Accepted by: jhelfric

2/19/2013

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

153.46	Total Permitted
132.50	Total Disturbed
	Phase I
	Phase II
	Phase III

Mineral Ownership

- Federal
- State
- County
- Fee
- Other

Types of Operations

- Underground
- Surface
- Loadout
- Processing
- Reprocessing

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

The loadout was covered in snow.

No amendments have been submitted to the Division.

Mr. Vic Fausett represented the Permittee during today's field inspection.

There were few trucks loading or unloading coal today.

A IPP train arrived during the inspection.

Inspector's Signature:

Steve Demczak,
Inspector ID Number: 39

Date Wednesday, February 13, 2013



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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Signs and Markers	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. Topsoil	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.a Hydrologic Balance: Diversions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.b Hydrologic Balance: Sediment Ponds and Impoundments	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 checked="" 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 checked="" 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 type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Contemporaneous Reclamation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Backfilling And Grading	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
13. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
14. Subsidence Control	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
15. Cessation of Operations	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.a Roads: Construction, Maintenance, Surfacing	<input 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
20. Air Quality Permit	<input type="checkbox"/>	<input type="checkbox"/>	<input 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"/>

1. Permits, Change, Transfer, Renewal, Sale

There is no permitting action taking place with the Division.

2. Signs and Markers

Identification sign was at gate to permit area. The information meets the minimum requirements of the R645 Coal Rules.

3. Topsoil

Topsoil pile was covered in snow. It is protected by berm and silt fences. There were no signs of wind or water erosion.

4.a Hydrologic Balance: Diversions

The diversions were snow covered. There were no signs of water moving within the Diversions. The culverts were checked and were opened. The permittee did do maintenance prior to snow storm. Permittee plans to clean and re-grade diversions this spring.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

I inspected the sediment ponds and some of the ponds did contain water. No sediment pond was discharging during the inspection. I did not see any hazardous conditions during the inspection. The permittee conducted a fourth quarter sediment pond inspection on December 28, 2012. No hazardous conditions were reported.

7. Coal Mine Waste, Refuse Piles, Impoundments

The refuse pile was inspected by a P.E. on December 28, 2012. No hazardous conditions were reported. I am guessing that within the next 3-4 months the refuse material could all be shipped to Co-Gen.

8. Noncoal Waste

The site was free from non-coal waste material.

16.b Roads: Drainage Controls

The main roads are full of mud due to coal trucks using the road. The diversions were open but no water was entering the diversions.

18. Support Facilities, Utility Installations

No new facilities since the last inspection. The permittee has not submitted an amendment to the Division for constructing new support facilities.

19. AVS Check

The ownership and control information will be evaluated as part of the annual report review for the calendar year 2012 due at the end of March 2013.

21. Bonding and Insurance

The Permittee provided the Division with a general liability insurance re-newal form on April 1, 2013 from Marsh USA Risk and Insurance Services. The coverage will automatically re-new on April 1, 2013. Coverage amounts for each occurrence and general aggregate categories are adequate. Coverage for explosives damage is not specifically excluded. The cancellation clause meets the Division notification requirements contained within the policy. The posted bond amount to ensure reclamation of this site is \$ 2,525,000. The surety (Liberty Mutual Insurance Company) has an A.M. Best rating of "A", as of December 31, 2010.