



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:	Wednesday, November 06, 2013
Start Date/Time:	11/6/2013 9:00:00 AM
End Date/Time:	11/6/2013 2:00:00 PM
Last Inspection:	Tuesday, October 08, 2013

Representatives Present During the Inspection:	
Company	Victor Fausett
OGM	Steve Demczak

Inspector: Steve Demczak

Weather: Sunny, 30's

InspectionID Report Number: 3668

Accepted by: jhelfric

11/21/2013

Permitee: **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:

I notified the permittee to submit a Water Treatment Plan for the trans-loading of crude oil to Water Quality. Water Quality contacted the Division about this issue. The Water Treatment Plan for trans-loading of crude oil is not in the authority of SMCRA.

The railroad spur for the trans-loading of crude oil is complete. The permittee expect s the rail cars to come to the site today. The permittee plans to start loading oil into the cars tomorrow.

Stephen J. Demczak

Digitally signed by Stephen J. Demczak
 DN: cn=Stephen J. Demczak, o, ou,
 email=stedemczak@utah.gov, c=US
 Date: 2013.12.10 08:37:21 -07'00'

Inspector's Signature:

Steve Demczak,
 Inspector ID Number: 39

Date Thursday, November 07, 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.d Hydrologic Balance: Water Monitoring	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.e Hydrologic Balance: Effluent Limitations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 checked="" 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 checked="" 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 checked="" type="checkbox"/>	<input 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 checked="" 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
18. Support Facilities, Utility Installations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
19. AVS Check	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. Air Quality Permit	<input checked="" 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

The current DOGM permit for C/007/022 remains in effect through August 6, 2014. The SPCC plan was last certified by Mr. Dan Guy, P.E., in March of 2010. The Air Quality Permit is DAQE-AN11793000-7-08.

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

The topsoil pile was stable with no signs of wind or water erosion. Vegetation has stop growing due the cold temperatures.

4.a Hydrologic Balance: Diversions

The permittee was cleaning a diversion with a backhoe during the inspection. All diversions and culverts were open and functioning as designed.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

No sediment pond was discharging during my inspection. The sediment ponds did not discharge for the third quarter of 2013. No hazardous conditions were noticed during the inspection. The sediment ponds were inspected on September 24, 2013 by Dan Guy. No hazardous conditions were reported. This was the second quarter sediment pond inspection.

4.d Hydrologic Balance: Water Monitoring

This information is submitted to the Division for review in Salt Lake City.

4.e Hydrologic Balance: Effluent Limitations

There was no discharge of water from the sediment ponds for the third quarter of 2013.

7. Coal Mine Waste, Refuse Piles, Impoundments

The refuse pile was inspected on September 24, 2013. There were no hazardous conditions. I inspected the pile and almost all the refuse has been shipped. I don't think there is one truck load of refuse material.

8. Noncoal Waste

The site was clear of non-coal waste material.

16.a Roads: Construction, Maintenance, Surfacing

The roads are well maintained and can be used for semi trucks.

16.b Roads: Drainage Controls

All diversions and culverts for road drainage were functioning as designed. All diversions were open.

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, 2014. 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.