



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:	Monday, May 23, 2016
Start Date/Time:	5/23/2016 9:00:00 AM
End Date/Time:	5/23/2016 12:00:00 PM
Last Inspection:	Monday, April 04, 2016

Representatives Present During the Inspection:	
Company	Victor Fossat
OGM	Karl Houskeeper

Inspector: Karl Houskeeper
 Weather: Clear Skies, Temp. 50 Deg. F.
 InspectionID Report Number: 5529
 Accepted by: JHELFRIC
 5/23/2016

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:

Karl R. Houskeeper

Inspector's Signature:

Karl Houskeeper,
 Inspector ID Number: 49

Date Monday, May 23, 2016



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 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 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 checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Disposal of Excess Spoil, Fills, Benches	<input checked="" 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Contemporaneous Reclamation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Backfilling And Grading	<input checked="" type="checkbox"/>	<input 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 checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
15. Cessation of Operations	<input checked="" type="checkbox"/>	<input 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 checked="" type="checkbox"/>	<input 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 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

1. Permits, Change, Transfer, Renewal, Sale

DOGM Permit C/007/0022 was issued on August 7, 2014 and expires on August 7, 2019. The mining permit requires through a stipulation the submittal of all water monitoring information into the electronic database.

Reclamation Agreement signed by both parties, dated 7th July 2010.

Bond is through Liberty Mutual Insurance Company for \$2,525,000.

Air Quality Permit DAQE-AN0117930007-08 issued May 15, 2008. This permit is still actively in place for the site.

Insurance policy is through Greenwich Insurance Company. The policy became effective on 04/01/2016 and expires on 04/01/2017. The policy covers the required minimum coverage's. Explosion coverage is not excluded from the policy. The certificate holder is shown as The State of Utah. The cancellation clause has been determined acceptable to the Division.

UPDES Permit under General Permit UTG040000. The specific permit number is UTG040005 issued on September 1, 2013 and expires at midnight on August 31, 2018. One out fall is permitted through the permit, outfall 001.

SPCC Plan is dated August 2013. The plan is P.E. dated, stamped and signed by a Utah P.E. on 08/27/2013.

2. Signs and Markers

The two identification signs posted at public entrances into the mining permit area have been replaced with new signs. A slight modification is needed to the signs. The signs show the permit number as C/007/002. The actual permit number that needs to be posted is C/007/0022. The operator was made aware of this needed update during the inspection. They have contacted the sign company and the problem should be resolved before the end of the day.

A picture of the new sign is attached to the PDF version of this inspection report.

4.a Hydrologic Balance: Diversions

The diversions throughout the site are cleaned and well maintained.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

First quarter 2016 sediment pond inspections were conducted on 03/11/2016. The inspection reports were viewed during the complete inspection.

Several of the ponds and settling basins (Four ponds) through out the site have been cleaned since the last inspection

4.e Hydrologic Balance: Effluent Limitations

The discharge monitoring reports for January, February, March and April 2016 were checked during the inspection. No discharges occurred.

7. Coal Mine Waste, Refuse Piles, Impoundments

The refuse pile inspection for first quarter 2016 was conducted on 03/11/2016 by Day Guy a registered P.E. in the State of Utah. The report did not show any problems and was P.E. certified.

8. Noncoal Waste

The site was found to be free of noncoal waste items during the complete inspection.

16.a Roads: Construction, Maintenance, Surfacing

Roadways through out the site are well maintained. They are graded smooth and are highly functional.

16.b Roads: Drainage Controls

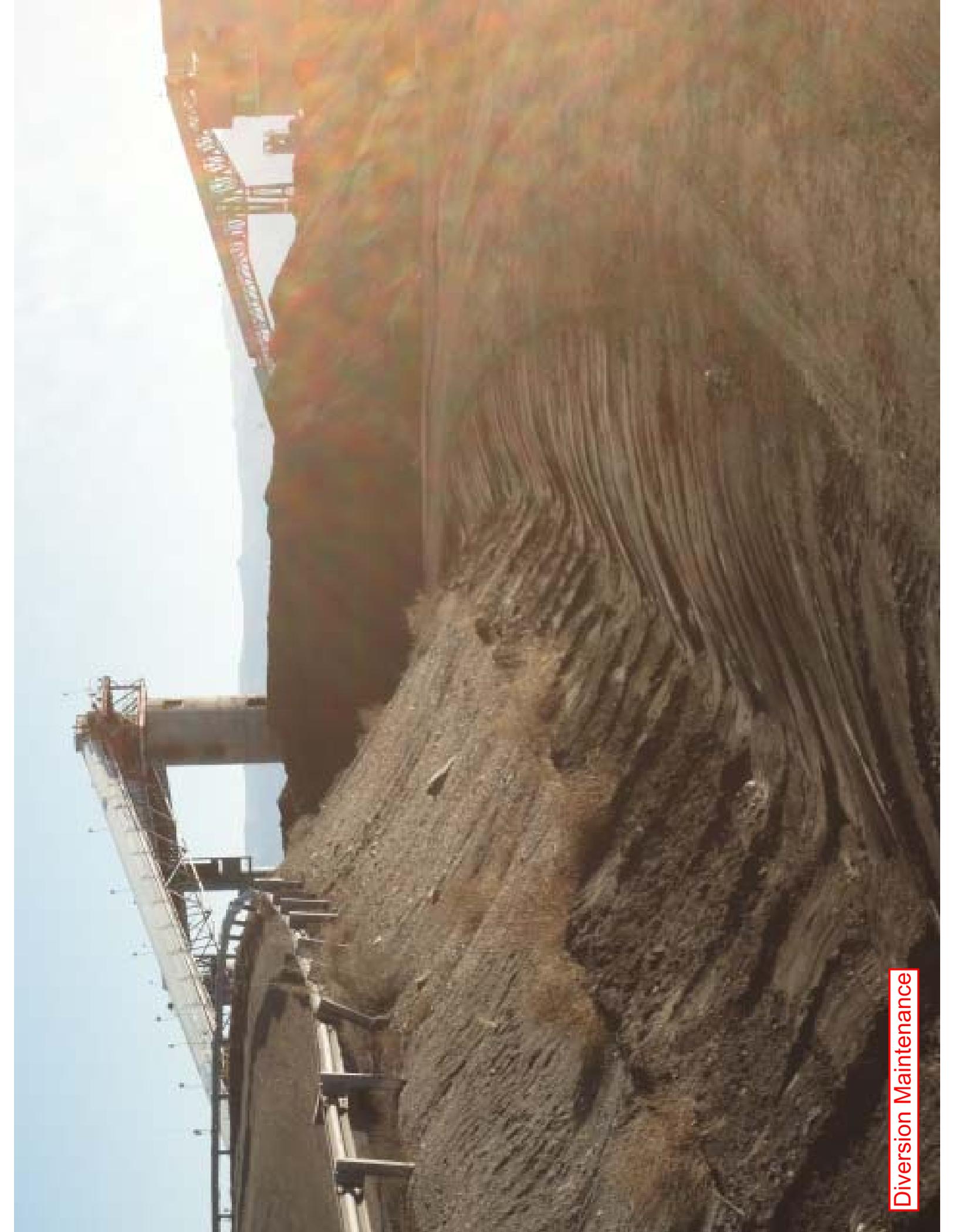
The drainage controls along side of the roadways are well maintained.

20. Air Quality Permit

Air Quality Permit DAQE-AN0117930007-08 issued May 15, 2008. This permit is still actively in place for the site.

21. Bonding and Insurance

The bond is through Liberty Mutual Insurance Company.



SAVAGE

Savage Services Corporation

SAVAGE Chem. TERMINAL

Permit # UCT/007/002

6340 South 3000 East #600
Salt Lake City, UT 84121

Price

(435) 637-5564

Salt Lake

(801) 944-6500