



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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INSPECTION REPORT

Handwritten initials/signature: PSL by SO

Partial: Complete: XXX Exploration:
Inspection Date & Time: 05/23/2001 / 1:00-4:30P.M.
Date of Last Inspection: 05/23/2001

Mine Name: Wildcat Loadout County: Carbon Permit Number:
Permittee and/or Operator's Name: Andalex Resources, Inc.
Business Address: P.O. Box 902, Price, Utah 84501
Type of Mining Activity: Underground Surface Prep. Plant XXX Other
Company Official(s): Mike Glasson
State Official(s): Bill Malencik Federal Official(s): None
Weather Conditions: Temp 80's, mine had some rain this week
Existing Acreage: Permitted 100 Disturbed 63.7 Regraded Seeded
Status: Active XXX

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 N/A.
b. For partial inspections check only the elements evaluated.
2. Document any noncompliance situation by referencing 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, Division Orders, and amendments.

Table with 5 columns: Item, EVALUATED, N/A, COMMENTS, NOV/ENF. Rows include categories like PERMITS, CHANGE, TRANSFER, RENEWAL, SALE; SIGNS AND MARKERS; TOPSOIL; HYDROLOGIC BALANCE; EXPLOSIVES; DISPOSAL OF EXCESS SPOIL/FILLS/BENCHES; COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS; PROTECTION OF FISH, WILDLIFE AND RELATED ENVIRONMENTAL ISSUES; SLIDES AND OTHER DAMAGE; CONTEMPORANEOUS RECLAMATION; BACKFILLING AND GRADING; REVEGETATION; SUBSIDENCE CONTROL; CESSATION OF OPERATIONS; ROADS; OTHER TRANSPORTATION FACILITIES; SUPPORT FACILITIES/UTILITY INSTALLATIONS; AVS CHECK; AIR QUALITY PERMIT; BONDING & INSURANCE.

INSPECTION REPORT
(Continuation sheet)

PERMIT NUMBER: C/007/033

DATE OF INSPECTION: 06/28/2001

(COMMENTS ARE NUMBERED TO CORRESPOND WITH TOPICS LISTED ABOVE)

1. PERMITS, CHANGE, TRANSFER, RENEWAL, SALE

The following permits are included in the review that was completed at Wildcat Loadout.

-DOGM permit was issued for a five-year period on 08/10/1999. The permit has one condition and that is to submit water monitoring data electronically to the Division. This has been complied with and the mine has been submitting the data electronically.

-UPDES permit was renewed on 05/18/1998 and expires 04/30/2003.

-SPCC Plan is dated December 1999. It carries the stamp of Dan Guy and has all the items covered in the table of contents.

2. SIGNS AND MARKERS

The ID sign was observed and it contains the required information, address, telephone number, and permit numbers.

The disturbed markers, topsoil markers, and sediment pond markers were all observed and there was not any problems with any of the markers.

3. TOPSOIL

The topsoil piles were observed. There was no resources leaving the area. The berm provides secondary control and sparse vegetation is the primary control.

4A. HYDROLOGIC BALANCE: DIVERSIONS

All ditch designs were observed and meet the coal rules. All the disturbed ditches report to the ponds with the exception of the BTCA areas lying south of pond B, which is controlled by straw bales in a BTCA area.

4B. HYDROLOGIC BALANCE: SEDIMENT PONDS AND IMPOUNDMENTS

The sediment pond was about 20% of total capacity. Reviewed the as-builts and no problems were noted. The first quarter inspection was completed on 03/22/2001.

4C. HYDROLOGIC BALANCE: OTHER SEDIMENT CONTROL MEASURES

The BTCA lies south of the loadout, adjacent to sediment pond B, and contiguous to the net wire fence. The straw bales were all replaced this spring. The BTCA area was in good shape.

4D. HYDROLOGIC BALANCE: WATER MONITORING

WCW-1, 2, 3, and 4 had no flow. Effort to sample was made on 03/08/2001. There is a copy of the water monitoring report submitted to the Division on 04/05/2001.

INSPECTION REPORT
(Continuation sheet)

PERMIT NUMBER: C/007/033

DATE OF INSPECTION: 06/28/2001

4E. HYDROLOGIC BALANCE: EFFLUENT LIMITATIONS

All ponds were dry and did not discharge. The loadout issued a no discharge report for the month of April.

7. COAL MINE WASTE/REFUSE PILES/IMPOUNDMENTS

The refuse pile was observed and the designs were reviewed. No problems were uncovered. The first quarter pile was inspected on 03/22/2001.

8. NONCOAL WASTE

The area was clear of noncoal waste material.

16A. ROADS: CONSTRUCTION/MAINTENANCE/SURFACING

Roads were maintained. The roads were watered to keep down the fugitive dust.

18. SUPPORT FACILITIES/UTILITY INSTALLATIONS

There have not been any additions to the surface support facilities.

19. AVS CHECK

Reviewed the corporate structure, names, and other pertinent information. The information is accurate and no problems were noted.

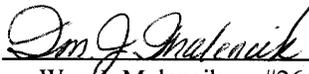
20. AIR QUALITY PERMIT

Air Quality Permit was updated on 11/01/1999 and provides for five million tons of coal to be processed each year.

21. BONDING AND INSURANCE

The liability insurance expires 07/01/2001. This was called to mine officials attention. I was informed that the mine has requested a renewal of the existing insurance.

The current bond is for \$813,795. The Division's estimated bond figures were \$698,000. The company has kept the \$813,795 bond in place.

Inspector's Signature: 
Wm. J. Malencik #26

Date: June 29, 2001

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas & Mining.

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cc: James Fulton, OSM
Mike Glasson, Andalex
Price Field office
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