



# 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:	<b>C0070033</b>
Inspection Type:	COMPLETE
Inspection Date:	Thursday, May 14, 2020
Start Date/Time:	5/14/2020 9:00:00 AM
End Date/Time:	5/14/2020 2:00:00 PM
Last Inspection:	Thursday, March 5, 2020

Representatives Present During the Inspection:	
Company	Larry Johnson
OGM	Steve Demczak

Inspector: Steve Demczak

Weather: Cloudy, 60's, Dry Conditions

InspectionID Report Number: 6667

Accepted by: SCHRISTE

5/28/2020

Permittee: **COAL ENERGY GROUP 2, LLC**  
 Operator: **COAL ENERGY GROUP 2, LLC**  
 Site: **WILDCAT LOADOUT**  
 Address: **6602 ILEX CIRCLE, NAPLES FL 34109**  
 County: **CARBON**  
 Permit Type: **PERMANENT COAL PROGRAM**  
 Permit Status: **INACTIVE**

### Current Acreages

111.62	<b>Total Permitted</b>
111.62	<b>Total Disturbed</b>
	<b>Phase I</b>
	<b>Phase II</b>
	<b>Phase III</b>

### 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 permittee was in the process of doing spring cleaning of the diversions, culverts and the removal of tumbleweeds. The coal side of the property is inactive. The Oil Loadout side of the Wildcat permit area is idle.

Stephen J. Demczak

Inspector's Signature:

Steve Demczak,  
Inspector ID Number: 39

Date: Wednesday, May 20, 2020



**Note:** This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining. telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • www.ogm.utah.gov

**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 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 type="checkbox"/>	<input checked="" 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 checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 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 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 type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

### **1. Permits, Change, Transfer, Renewal, Sale**

There are no amendments under review with the Division.  
Sediment pond inspection – Annual Certification Dec 17, 2019 and 4th quarter inspection, P.E Certified, no hazardous conditions were reported.  
SPCC Plan – October 10, 2016  
UPDES Permit – UTG-040007, March 31, 2024  
Air quality, DAQE -GN101130011-19  
Bond - \$1,192,000 Surety bond, RLI Insurance Copany , Policy # Ro6001354  
DOGM Permit - EXP May 5, 2024  
Insurance – Arch Insurance Co., EPO 13570200, Expire on Sept. 1. 2019,  
BLM Rental Fee – was paid for 2019  
Business License – Carbon County #74102, Exp 12/31/19  
SWPPP – October 30, 2019

### **2. Signs and Markers**

The identification sign was inspected and it meets the requirements of the R645 Coal Rules. See Photo

### **3. Topsoil**

I inspected the topsoil piles and I did not see any signs of wind or water erosion. The topsoil piles appear to be stable and protected by a berm. See Photo

#### **4.a Hydrologic Balance: Diversions**

The permittee is in the process of clean out sediment and tumbleweeds out of ditches and culverts. Many of the diversions have been clean and graded. See Photos

#### **4.b Hydrologic Balance: Sediment Ponds and Impoundments**

I inspected the sediment pond. It contained some water but was not discharging. It is unlikely this structure will discharge in the near future. The embankments appear to be stable. Inlets and outlets would function as design. I did not see any hazardous conditions to this structure. The permittee conducted a first quarter sediment pond inspection on February 5, 2020 . No hazardous conditions were reported. See Photos

#### **4.d Hydrologic Balance: Water Monitoring**

Water monitoring information is taken by the permittee and is sent electronically to the Division in Salt Lake City. This information is reviewed and analyzed by the Division staff. A report is written.

#### **4.e Hydrologic Balance: Effluent Limitations**

No discharge had occurred for the first quarter of 2020.

**7. Coal Mine Waste, Refuse Piles, Impoundments**

I inspected the refuse pile and it appears to be stable. I did not notice any hazardous conditions to the embankments. The refuse pile is inactive. The permittee conducted a first quarter refuse pile inspection February 5, 2020. This document is P.E. certified. No hazardous conditions were reported. See Photos

**8. Noncoal Waste**

The property was clear of non-coal waste materials such as oil, trash and grease cans.

**10. Slides and Other Damage**

No slides or other damage was notice during the inspection. The Loadout appears to be stable.

**15. Cessation of Operations**

The loadout is still idle. The oil side is a little active. The permittee is major coal fine clean up on the oil side. The material was place on the refuse pile.

**16.a Roads: Construction, Maintenance, Surfacing**

The roads were compacted with no dust control problem.

**16.b Roads: Drainage Controls**

I inspected the road diversions and culverts throughout the property. Most of the diversions were clean out of sediment. The permittee was in the process of using a road grader to finish cleaning and grading the diversions.

**18. Support Facilities, Utility Installations**

No new facilities constructed since the last inspection.

**19. AVS check**

AVS checks are made in Salt Lake City.

**20. Air Quality Permit**

Air quality, DAQE -GN101130011-19

**21. Bonding and Insurance**

The insurance Company affording coverage is Arch Insurance Co. The policy number is #EPO1037502-01. This policy will expire on August 31, 2020. The Surety bond is for the amount of \$1,192,000.

**ATTACHMENT A – Wildcat**



**PHOTO 1**  
Identification Sign



**PHOTO 2**  
Pond F



**PHOTO 3**  
Pond C



**PHOTO 4**  
Pond D