

0016



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

INSPECTION REPORT

gd

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
(801) 538-5340
(801) 359-3940 (Fax)

Partial: XXX Complete: Exploration:

Inspection Date & Time: 5/14/98 / 9:00a.m.-11:00a.m.

Date of Last Inspection: 4/21/98

Mine Name: Banning Siding Loadout County: Carbon Permit Number: ACT/007/034

Permittee and/or Operator's Name: Canyon Fuel Company

Business Address: P.O. Box 1029, Wellington, Utah 84542

Type of Mining Activity: Underground Surface Prep. Plant XXX Other

Company Official(s):

State Officials(s): Steve Demczak Federal Official(s):

Weather Conditions: Cool, Cloudy, 40's

Existing Acreage: Permitted- 36 Disturbed- 21.6 Regraded- 0 Seeded- 0 Bonded- 21.6

Increased/Decreased: Permitted- Disturbed- Regraded- Seeded- Bonded-

Status: Exploration/ XXX Active/ Inactive/ Temporary Cessation/ Bond Forfeiture

Reclamation (Phase I/Phase II/ Final Bond Release/ Liability Year)

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

Instructions

- 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 items 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 VALUES; SLIDES AND OTHER DAMAGE; CONTEMPORANEOUS RECLAMATION; BACKFILLING AND GRADING; REVEGETATION; SUBSIDENCE CONTROL; CESSATION OF OPERATIONS; ROADS; CONSTRUCTION/MAINTENANCE/SURFACING; DRAINAGE CONTROLS; OTHER TRANSPORTATION FACILITIES; SUPPORT FACILITIES/UTILITY INSTALLATIONS; AVS CHECK; AIR QUALITY PERMIT; BONDING & INSURANCE.



INSPECTION REPORT
(Continuation sheet)

Page 2 of 2

PERMIT NUMBER: ACT/007/034

DATE OF INSPECTION: 5/14/98

(Comments are Numbered to Correspond with Topics Listed Above)

1. PERMIT -

The permittee does not have any amendments at the PFO or SLO offices.

The permittee will be updating chapter 1 of the Mining and Reclamation Plan once the transfer of ownership to Arch Minerals has been completed.

2. SIGNS AND MARKERS -

The identification sign was inspected and complies with the requirements of the R645 Coal Rules. It appears that the I.D. signs will not need to be changed after the transfer of ownership.

4a. DIVERSIONS -

The diversions appear to be functioning as designed.

4b. SEDIMENT PONDS -

No hazardous conditions were noticed during the inspection of the sediment pond.

The sediment pond contained little or no water and not likely to discharge in the near future.

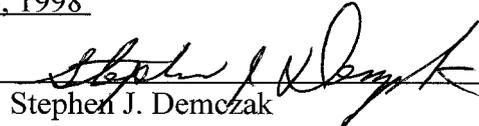
19. AVS -

An AVS checked was made and complies with the R645 Coal Rules.

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

Copy of this Report:

Mailed to: Dave Spillman (Soldier Canyon) Henry Austin (OSM)
Given to: Joe Helfrich (DOGM) Filed to: Price Field Office
Date: May 15, 1998

Inspector's Signature:  #39
Stephen J. Demczak