

INSPECTION REPORT
(Continuation sheet)

Page 2 of 2

PERMIT NUMBER: ACT/007/034

DATE OF INSPECTION: 1/14/98

(Comments are Numbered to Correspond with Topics Listed Above)

1. PERMIT -

The permittee at the current time does not have any minor amendments at PFO or SLO.

2. SIGNS AND MARKERS -

The identification sign at the main gate to the property was inspected and does comply with the R645 coal rules.

4a. DIVERSIONS -

The diversions were spot checked and did contain snow within the ditches. The snow fall had taken place earlier in the morning. The ability for to the ditch to function at the loadout area by the railroad tracks may be questionable. This area was approved by SLO hydrologist.

4b. SEDIMENT POND -

The sediment pond did contain a small amount of water and it is very unlikely that it will discharge.

The embankments, slopes, inlets, and outlets were covered with snow. Therefore, no signs of erosion were noticed. This pond is incised.

No hazardous conditions were noticed.

4c. OTHER SEDIMENT CONTROL MEASURES -

The permittee uses silt fences as its sediment control measure. These fences were standing and would most likely function as designed as the snow melts. Several of these fences were recently cleaned out.

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

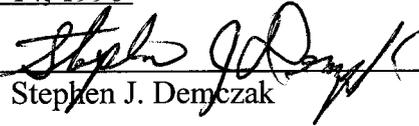
Copy of this Report:

Mailed to: Dave Spillman (Soldier Canyon) Henry Austin (OSM)

Given to: Joe Helfrich (DOGM) Filed to: Price Field Office

Date: January 14, 1998

Inspector's Signature: _____


Stephen J. Demczak

#39