



State of Utah

Department of Natural Resources

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Division of Oil, Gas & Mining

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November 18, 2005

Michael Blakey, Plant Manager
Sunnyside Cogeneration Associates
P.O. Box 159
Sunnyside, Utah 84539

Subject: Rip Rap and Crusher Demolition Bond Costs, Sunnyside Cogeneration Associates, Sunnyside Refuse/Slurry, C/007/0035, Task ID #2340, Outgoing File

Dear Mr. Blakey:

The Division received your application for changes in rip rap and crusher demolition on September 15, 2005.

The Division reviewed the above-referenced amendment and found the following deficiencies:

R645-301- 830.110, The Permittee must include bond calculations in the MRP. The Division will give the Permittee a copy of the revised bond calculations in either paper or electronic format.

R645-301- 830.200 The Permittee must increase the bond from \$1,747,000 to \$1,775,000 or greater. Therefore, the Permittee must post an additional \$28,000 bond. The Division calculated the reclamation cost estimate using an escalation factor of 1.2% per year for 5 years.

The Division's review of the midterm (Task 2314) and the amendment dealing with riprap and demolition costs (Task 2340) both deal with bonding issues. The bonding issues for both tasks are identical. When the Permittee satisfies the above-mentioned deficiencies they will have satisfied the deficiencies for both tasks.

In order for us to continue to process your application, please respond to these deficiencies by December 23, 2005.

If you have any questions, please call me at (801) 538-5268 or Wayne Western at (801) 538-5263

Sincerely,

Pamela Grubaugh-Littig
Permit Supervisor

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