



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:	C0070035
Inspection Type:	COMPLETE
Inspection Date:	Tuesday, August 30, 2016
Start Date/Time:	8/30/2016 1:00:00 AM
End Date/Time:	8/30/2016 4:00:00 PM
Last Inspection:	Tuesday, July 26, 2016

Representatives Present During the Inspection:	
Company	Rusty Netz
OGM	Steve Demczak

Inspector: Steve Demczak
 Weather: Sunny, 80's, Dry Ground Conditions
 InspectionID Report Number: 5624
 Accepted by: DHADDOCK
 9/9/2016

Permittee: **SUNNYSIDE COGENERATION ASSOCIATES**
 Operator: **SUNNYSIDE COGENERATION ASSOCIATES**
 Site: **SUNNYSIDE REFUSE & SLURRY**
 Address: **PO BOX 159, SUNNYSIDE UT 84539**
 County: **CARBON**
 Permit Type: **PERMANENT COAL PROGRAM**
 Permit Status: **ACTIVE**

Current Acreages		Mineral Ownership	Types of Operations
241.25	Total Permitted	<input type="checkbox"/> Federal	<input type="checkbox"/> Underground
196.65	Total Disturbed	<input type="checkbox"/> State	<input type="checkbox"/> Surface
5.35	Phase I	<input type="checkbox"/> County	<input type="checkbox"/> Loadout
5.35	Phase II	<input type="checkbox"/> Fee	<input type="checkbox"/> Processing
5.35	Phase III	<input type="checkbox"/> Other	<input checked="" type="checkbox"/> Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

The Permittee is receiving coal from Wellington slurry ponds, Starpoint refuse and Sunnyside Refuse.

Inspector's Signature:

Steve Demczak,
 Inspector ID Number: 39

Date Thursday, September 01, 2016



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 checked="" 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 type="checkbox"/>	<input checked="" type="checkbox"/>	<input 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 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 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 permitting actions with the Division at this time.

DOGM Permit - The permit expires on Feb 4, 2018.

-UPDES permit #UT0024759 effective July 1, 2013 and expires midnight June 30, 2018.

-Air Quality Permit DAQO-702038-02 issued November 1, 2002, remains in effect.

-SPCC plan is only applicable to plant site which is not within the permit area.

(January 18, 2011)

-Certificate of Insurance effective 12/31/2015 and terminates 12/31/2016.

-Reclamation agreement is dated December 1996 and signed by both parties

2. Signs and Markers

The identification sign was inspected and complies with the requirements of the R645 Coal Rules. See Picture

3. Topsoil

I inspected the topsoil piles during the inspection. I did not see any signs of wind or water erosion. These piles are protected by a berm.

4.a Hydrologic Balance: Diversions

I inspected diversions and culvert throughout the property. These structures were open and functioning as design. See Pictures

4.b Hydrologic Balance: Sediment Ponds and Impoundments

The sediment ponds were inspected with no hazardous conditions noticed during the inspection. Embankments were stable. Inlets and outlets were open. The permittee conducted a second quarter sediment pond inspection on June 30, 2016. No hazardous conditions were reported.

4.d Hydrologic Balance: Water Monitoring

Water monitoring information is sent to the Division in Salt Lake City for review. A report is written afterwards.

4.e Hydrologic Balance: Effluent Limitations

There was no UPDES point source discharge for the second quarter of 2016.

7. Coal Mine Waste, Refuse Piles, Impoundments

The refuse pile was inspected by the permittee for the second quarter on June 30, 2016. No hazardous conditions were reported. I inspected the refuse pile and did not see any hazardous conditions during the inspection. The slopes appear to be stable. I did not see any mining of the piles during the inspection.

8. Noncoal Waste

The disturbed area was clear of non-coal waste materials such as trash and oil containers.

10. Slides and Other Damage

No slides or other damage was noticed during the inspection.

16.a Roads: Construction, Maintenance, Surfacing

Roads are graded and water for dust control. Diversion and culverts were open along the roads.

18. Support Facilities, Utility Installations

No new support facilities were constructed.

19. AVS Check

AVS checks are made at the Division in Salt Lake City.

21. Bonding and Insurance

A Pledge and Escrow agreement dated January 4, 2002 is in place. The escrow agency is Wells Fargo for SCA. SCA has invested \$1,780,250.19 in federally guaranteed Treasury Notes as of December 31, 2006. The required bond amount is \$1,720,000. Insurance is by Author J. Gallagher Risk Management Services, Inc. The policy number is #35816976 and expires on December 31, 2016.