



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

INSPECTION REPORT

Michael O. Leavitt
Governor
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Executive Director
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Partial: Complete: XXX Exploration:
Inspection Date & Time: 6/15/98 / 9:00a.m.-3:00p.m.
Date of Last Inspection: 5/4&15/98

Mine Name: Dugout Canyon County: Carbon Permit Number: ACT/007/039
Permittee and/or Operator's Name: Canyon Fuel Company
Business Address: P.O. Box 1029, Wellington, Utah 84542
Type of Mining Activity: Underground XXX Surface Prep. Plant Other
Company Official(s): Ken Payne, Chris Hansen
State Officials(s): Steve Demczak Federal Official(s): None
Weather Conditions: Mild Breeze, Clear, 60's
Existing Acreage: Permitted- Disturbed- Regraded- Seeded- Bonded-
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: EVALUATED, N/A, COMMENTS, NOV/ENF. Rows list various permit conditions such as PERMITS, CHANGE, TRANSFER, RENEWAL, SALE; SIGNS AND MARKERS; TOPSOIL; HYDROLOGIC BALANCE; etc.



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(Comments are Numbered to Correspond with Topics Listed Above)

1. PERMIT -

The permittee has submitted to the Division, Phase 1.5 and Phase 2 of Dugout Canyon, which includes the deficiencies on April's inspection report. The inspector reviewed the submittal and considered it to be complete and adequate.

The permittee has started to roof bolt underground at the Dugout Canyon Mine. There are plans to store some underground waste rock at the Dugout Mine. This material is planned to be a berm for sediment control. The material was sampled and wasn't found to be acid or toxic.

The permittee has submitted information to the Division on Attachment A of the Permit which was signed by the Director. The Division is in the process of reviewing the information.

2. SIGNS AND MARKERS -

The permittee has flagged the undisturbed area at Dugout Canyon.

The stream buffer zone signs have been located in places along the stream. The locations are the upper, middle, and lower areas of the Dugout area stream.

The permittee has also staked out topsoil strip areas. The material from these areas will go to the topsoil storage area.

3. TOPSOIL -

There was no topsoil removed at the Dugout site. The permittee has staked areas of topsoil removal.

4a. DIVERSIONS -

No diversions were installed at this time.

4b. SEDIMENT PONDS -

Sediment pond has not been installed at this time.

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4c. OTHER SEDIMENT CONTROL MEASURES -

The permittee is using silt fences, berms, and swells as sediment control measures. Locations are shown on Phase I site construction.

4d. WATER MONITORING -

The permittee has taken water monitoring for second quarter of 1998. This information is not available, as of yet, to do lab processing. The permittee did use active site requirements.

7. REFUSE -

The permittee will be submitting an amendment to temporarily store refuse at the Dugout site. It is planned that if the material is not toxic or acid this material could be used as fill. The permittee will be submitting designs for a berm to surround the refuse pile.

12. GRADING -

A small amount of grading has taken place on the road and pad areas of the mine site.

16a. ROAD CONSTRUCTION -

The permittee did minor grading of the road at the mine site. The County has started to widen the County road to the mine site.

16b. DRAINAGE CONTROL -

These roads are using swells and water bars to direct the water off the roads and to silt fences for treatment.

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/Chris Hansen (Canyon Fuel) Henry Austin (OSM)

Given to: Joe Helfrich (DOGM)

Filed to: Price Field Office

Date: June 16, 1998

Inspector's Signature: _____

Stephen J. Demczak

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