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

INSPECTION REPORT

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Michael O. Leavitt
Governor
Lowell P. Braxton
Division Director

Partial: XXX Complete: Exploration:
Inspection Date & Time: 1/25/99 / 10:00a.m.-12:00p.m.
Date of Last Inspection: 12/30/98

Mine Name: Dugout Canyon County: Carbon Permit Number: ACT/037/039
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): Scott Boylen
State Officials(s): Steve Demczak, Bill Malencik Federal Official(s): None
Weather Conditions: Clear, 5" Snow, 30's
Existing Acreage: Permitted- 4035 Disturbed- 20.1 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 1-21 listing various permit conditions and their evaluation status.

**INSPECTION REPORT**  
(Continuation sheet)

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PERMIT NUMBER: ACT/007/039

DATE OF INSPECTION: 1/25/99

(Comments are Numbered to Correspond with Topics Listed Above)

**1. PERMIT-**

The permittee, during the inspection, was hauling snow and spoil from the disturbed areas to a non-permitted site. This is against the Mining and Reclamation Plan, performance standards of treating water (snow) and taking spoil off site without approval. Therefore, a violation was written (N99-39-2-1). The abatement was to bring all material, including the snow, back to the mine site. The snow must be treated.

**2. SIGNS AND MARKERS -**

Identification signs meet the requirements of the R645 Coal Rules. The perimeter markers were spot-checked and are located around the perimeter of the disturbed areas.

**4A. DIVERSIONS -**

The diversions have not been installed yet.

**4B. SEDIMENT PONDS -**

The phase I sediment pond was installed. It contained no water; therefore, was not discharging during the inspection. There is a swell across the road in which the water would go into the sediment pond. There were no signs of any hazardous conditions occurring to the sediment ponds during the inspection. The contractor was working on the pond during the inspection.

**7. REFUSE -**

There was no refuse being stacked or stored at Dugout mine.

**8. NON-COAL WASTE -**

The area was clear of non-coal waste material.

**18. SUPPORT FACILITIES -**

The permittee has installed the main underground culvert. The permittee is in the process of building the sediment pond, new sub-station, reclaim tunnels, and footers for crusher.

**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: Chris Hansen (Canyon Fuel) Henry Austin (OSM)  
Given to: Joe Helfrich (DOGM) Filed to: Price Field Office  
Date: January 26, 1999

Inspector's Signature:  #39  
Stephen J. Demczak