

Canyon Fuel Company, LLC  
Dugout Canyon Mine  
P. O. Box 1029  
Wellington, Utah 84542  
(435) 637-6360 Fax: (435) 637-0108

14 November 2001

Ms. Pamela Grubaugh-Littig  
Utah Coal Program  
Utah Division of Oil, Gas & Mining  
1594 West North Temple, Suite 1210  
P. O. Box 145801  
Salt Lake City, Utah 84114-5801

016-1  
C/007/039-  
Incoming

Re: Response to Technical Analysis on Pumping Sediment Pond Slurry to the Gilson Seam,  
Carbon County, Utah, ACT/007/039.

Dear Pam:

Enclosed with this letter are the C1 and C2 forms and five copies of a permit modification application to Dugout Canyon Mine's M&RP. Three copies of pages with the modified text denoted with "redline/strikeout" marks are included. This application consists of modifications to the M&RP as a result of the 10 August 2001, Division's Technical Analysis of CFC's submittal

Also, attached to this letter is a list of deficiencies the Division's noted during the review of our submittal and CFC's response to the deficiencies. Enough copies have been attached to be included with each of the five copies.

If you have any questions regarding this submittal, please call Gary Taylor at (435)448 -2620.

Sincerely,

*Gary*  
Gary E. Taylor  
Sr. Environmental Engineer  
Canyon Fuel Company, LLC

Enclosures

cc: Steve Demczak, Price Field Office

RECEIVED

NOV 15 2001

DIVISION OF  
OIL, GAS AND MINING

# APPLICATION FOR PERMIT PROCESSING

<input checked="" type="checkbox"/> Permit Change X	<input type="checkbox"/> New Permit	<input type="checkbox"/> Renewal	<input type="checkbox"/> Transfer	<input type="checkbox"/> Exploration	<input type="checkbox"/> Bond Release	Permit Number: ACT/007/039
Title of Proposal: Response to TA to pump sediment pond slurry into the Gilson Seam						Mine: Dugout Canyon
						Permittee: CANYON FUEL CO., LLC

Description, include reason for application and timing required to implement: Dugout Mine in the future would like the different chooses in handling the sediment slurry when the pond is cleaned out.

**Instructions:** If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation specialist.

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	1. Change in the size of the Permit Area? _____ acres Disturbed Area? _____ acres <input type="checkbox"/> increase <input type="checkbox"/> decrease.
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	2. Is the application submitted as a result of a Division Order? DO #
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	4. Does application include operations in hydrologic basins other than as currently approved?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	6. Does the application require or include public notice/publication?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	7. Does the application require or include ownership, control, right-of-entry, or compliance information?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	9. Is the application submitted as a result of a Violation? NOV #
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	10. Is the application submitted as a result of other laws or regulations or policies? Explain:
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	11. Does the application affect the surface landowner or change the post mining land use?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?)
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	13. Does the application require or include collection and reporting of any baseline information?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	15. Does application require or include soil removal, storage or placement?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	16. Does the application require or include vegetation monitoring, removal or revegetation activities?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	17. Does the application require or include construction, modification, or removal of surface facilities?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	18. Does the application require or include water monitoring, sediment or drainage control measures?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	19. Does the application require or include certified designs, maps, or calculations?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	20. Does the application require or include subsidence control or monitoring?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	21. Have reclamation costs for bonding been provided for?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	23. Does the application affect permits issued by other agencies or permits issued to other entities?

Attach 5 complete copies of the application.

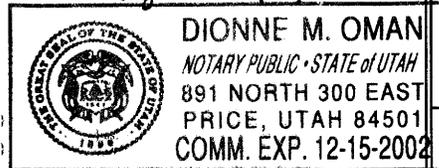
I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein. (REG-301-123)

*David W. Olson* Gen. Mgr. 11/13/01  
Signed - Name - Position - Date

Subscribed and sworn to before me this 13 day of Nov, 2001

*Dionne M. Oman*  
Notary Public

My Commission Expires: STATE OF UTAH COUNTY OF Carbon Utah 12-15-02



**RECEIVED**  
Received by Oil Gas and Mining

NOV 15 2001

DIVISION OF  
OIL GAS AND MINING

ASSIGNED TRACKING NUMBER

