



State of Utah

Department of Natural Resources

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Executive Director

Division of Oil, Gas & Mining

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Acting Division Director

JON M. HUNTSMAN, JR.
Governor

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Lieutenant Governor

April 26, 2005

Jim Dykman, Cultural Resources Coordinator
DCED - State History Division
300 Rio Grande
Salt Lake City, Utah 84111

Subject: SHPO Concurrence for Addition of Degas Well G-7, Canyon Fuel Company, LLC, Dugout, C/007/0039, Task ID #2178, Outgoing File

Dear Mr. Dykman:

The Division received an amendment that addresses the drilling of the G7 degassification well at the Dugout Canyon Mine on March 11, 2005. This project makes it the seventh in a series of methane degassification wells (G1-G7).

The Dugout Mine G7 drill project is in Carbon County, Utah, in Township 13 South and Range 12 East Section 24 (Pine Canyon 7.5 Minute Quadrangle map).

The proposed project would not increase the permit area, but would increase the disturbed area by 1.25 acres.

The Division requests concurrence from SHPO with our determination for the G7 Degassification project. Mr. John Senulis submitted a letter to your office indicating that Senco-Phenix conducted a Class I survey for the area. The results show that none of the Class III surveys report that historic resources are near the G7 site.

The Division considers that the Permittee should not conduct additional surveys or evaluations for this amendment because there are no known sites included in or eligible for inclusion in the NRHP within the proposed facilities area.

The Division makes the determination that the project will have "no effect" on historic resources and the Permittee should receive clearance. A final decision concerning the proposed project comes after the Division receives a response from SHPO.

The Permittee plans to start drilling in May 2005. If possible, we would appreciate your response no later than May 10, 2005, so we may finalize our review

Page 2
Jim Dykman
April 26, 2005

process. If we have not heard from your office by the set date, we will consider that SHPO concurs with the Division's findings. If you have any questions about this project, please call me at (801) 538-5268, or Jerriann Ernstsens at (801) 538-5214.

Sincerely,

D. Wayne Hedberg
Permit Supervisor

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cc: Price Field Office
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