



OGMCOAL DNR <ogmcoal@utah.gov>

Dugout Phase I & II Bond sheets

Cheryl Parker <cherylparker@utah.gov>

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To: Bill King <bking@bowieresources.com>

Cc: Steve Christensen <stevechristensen@utah.gov>, OGMCOAL DNR <ogmcoal@utah.gov>

Bill,

Attached are the updated bond sheets. The inspection report should come soon and the technical analysis of the Phase I & II likely won't be returned until January.

The earthwork file was linked to a digital 2006 Caterpillar cost estimate file that was excessively large, so I broke those links. If you can verify that the unit costs are indeed 2011 with any appropriate cost guide, you will not need to change that value.

Since I am sending you these, now is as good of time as any to explain other basic errors I encountered in the sheets. These are errors that are present in the current MRP sheets and need to be fixed preferably sooner rather than later. When you send the corrected sheets relevant for the Phase I & II, it would be nice if you could also resubmit the sheets that contain errors.

The sheets where errors were found have a red tab. The majority of the errors are that the Division, at some point in the past, had incorrectly zeroed sheets to reflect demolition at the site.

The purpose of these Cost estimates is to reflect the "worst case" scenario, i.e. max disturbance ever possible, across the entire disturbed area within the permitted area. (R645-301-820.110, .111, .112,-830). The cost estimating sheets within the MRP are not meant to ever reflect what the actual conditions at the site are on any given day.

Consequently, the only way to decrease the costs in these sheets is through R645-301-830.430 (where the operation plan changes and areas that were going to be disturbed will no longer) or bond release R645-301-880. Section 880 is in place to have a standardized procedure to verify that the site is indeed reclaimed to the appropriate standard. This protects the state as well as the permittee from any third party concern about the level of reclamation.

In the attached files I have edited the sheets within the Demo file that were zeroed, the ones colored with red tabs. I would appreciate if you could look in your files to verify the numbers I entered these sheets to match what they were prior to being deleted. Once you have verified the quantities these sheets will need to be re-added back into the cost estimate within the MRP through some submittal to the Division.

Finally, there are some errors in the Revegetation file where columns were simply not totaled, These errors were highlighted in red text. If you could correct these sheets as well, it would be greatly appreciated.

Tuesday next week would be the best time to try to get a hold of me if you have more questions.

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