



GARY R. HERBERT  
Governor

SPENCER J. COX  
Lieutenant Governor

# State of Utah

## DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER  
Executive Director

### Division of Oil, Gas and Mining

JOHN R. BAZA  
Division Director

April 13, 2016

Kirt Tatton, General Manager  
Canyon Fuel Company, LLC  
P.O. Box 1029  
Wellington, Utah 84542

Subject: Conditional Approval of Midterm Completion Response, Dugout Canyon Mine, C/007/0039, Task ID #5100

Dear Mr. Tatton:

The above-referenced amendment is approved conditioned upon the following:

- 1) Provide the following re-calculated estimates and subtotals-
  - a. Facility Demolition and Removal \$690,650
  - b. Disturbance Backfilling and Grading \$1,049,995
  - c. Re-vegetation of Disturbed Areas \$440,478
  - d. Calculated indirect cost total \$584,541
  - e. Total Reclamation Cost in 2015 dollars \$2,765,663
  - f. Total Minimum Bond Required in 2020 Dollars \$2,936,000
- 2) Receipt of 2 clean copies prepared for incorporation.

Please submit this information by April 27, 2016. Once we received and verified, final approval will be granted. A stamped incorporated copy of the approved plans will also be returned to you at that time, for insertion into your copy of the Mining and Reclamation Plan.

If you have any questions, please call me at (801) 538-5325.

Sincerely,

Steve Christensen  
Permit Supervisor

SKC/sqs  
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