

<b>Permit Number</b>	C/007/039	<b>Report Date</b>	06/07/18
<b>Mine Name</b>	Dugout Canyon Mine		
<b>Company Name</b>	Canyon Fuel Company, LLC		
<b>Impoundment Identification</b>	<b>Impoundment Name</b>	Surface Facility Wastewater Disposal System (Leach Field)	
	<b>Impoundment Number</b>	None	
	<b>UPDES Permit Number</b>	None	
	<b>MSHA ID Number</b>	None (Mine - 42-01890)	

**IMPOUNDMENT INSPECTION**

<b>Inspection Date</b>	05/18/18
<b>Inspected By</b>	Dave Spillman
<b>Reason for Inspection</b> (Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)	Routine Quarterly Inspection and Annual Certification

**1. Describe any appearance of any instability, structural weakness, or any other hazardous condition.**

*There were no signs of instability, structural weakness or other hazardous conditions observed during this inspection.*

<b>Required for an impoundment which functions as a SEDIMENTATION POND.</b>	<p><b>2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment.</b></p>
	<p><b>3. Principle and emergency spillway elevations.</b></p>

**4. Field Information.** Provide current water elevation, whether pond is discharging, type and number of samples taken, monitoring/instrumentation information, inlet/outlet conditions, or other related activities associated with the pond including but not limited to sediment cleanout, pond decanting, embankment erosion/repairs, monitoring information, vegetation on outslopes of embankments, etc.

*At the time of the inspection, the leach field site appeared to be functioning as designed. There was no evidence to suggest that any effluent was improperly flowing to the surface at the facility site, at the septic tank, at the distribution line clean-outs or air vent.*

**5. Field Evaluation.** Describe any changes in the geometry of the impounding structure, average and maximum depths and elevations of impounded water, estimated sediment or slurry volume and remaining storage capacity, estimated volume of water impounded, and any other aspect of the impounding structure affecting its stability or function which has occurred during the reporting period.

*During the 2015 repair and maintenance activities, all rubber rabbitbrush was grubbed from the site. This removal of the rubber rabbitbrush was intended to help minimize the root impact to the facilities subsurface laterals. Control of the rubber rabbitbrush has continued, with the most recent select spraying being implemented during June 2017.*

**Qualification Statement**

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized under the direction of a Registered Professional Engineer to inspect the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meet or exceed the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.

**Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_

**CERTIFIED REPORT**

**IMPOUNDMENT EVALUATION (If NO, explain under Comments)**

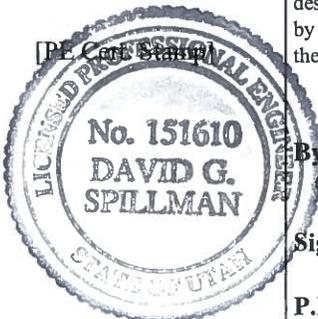
	YES	NO
<b>1. Is impoundment designed and constructed in accordance with the approved plan?</b>	<b>X</b>	
<b>2. Is impoundment free of instability, structural weakness, or any other hazardous condition?</b>	<b>X</b>	
<b>3. Has the impoundment met all applicable performance standards and effluent limitations from the previous date of inspection?</b>	<b>X</b>	

**COMMENTS AND OTHER INFORMATION**

*The Dugout Canyon Mine wastewater disposal system was approved for operation on October 30, 2001. The Utah Department of Environmental Quality, Southeast Utah District, granted this approval.*

**Certification Statement:**

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meet or exceed the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself or under my direction and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability in accordance with the Utah R645 Coal Mining Rules.



**By:** David G. Spillman, Technical Services Manager

(Full Name and Title)

**Signature:** *David G. Spillman* **Date:** 06/07/18

**P.E. Number & State:** No. 151610, State of Utah

IMPOUNDMENT INSPECTION AND CERTIFIED REPORT		Page 1 of 2	
Permit Number	ACT/007/039	Report Date	06/07/18
Mine Name	Dugout Canyon Mine		
Company Name	Canyon Fuel Company, LLC		
Impoundment Identification	Impoundment Name	Surface Facility Sedimentation Pond	
	Impoundment Number	None	
	UPDES Permit Number	UT0025593	
	MSHA ID Number	Impoundment -None (Mine - 42-01890)	
IMPOUNDMENT INSPECTION			
Inspection Date	05/18/18		
Inspected By	Dave Spillman		
Reason for Inspection (Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)	Routine Quarterly Inspection and Annual Certification		
<p><b>1. Describe any appearance of any instability, structural weakness, or any other hazardous condition.</b></p> <p><i>There were no signs of instability, structural weakness or other hazardous conditions observed during this inspection.</i></p>			
Required for an impoundment which functions as a SEDIMENTATION POND.	<p><b>2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment.</b></p> <p><i>Sediment Storage Capacity - 100% = 0.34 acre-feet @ an elevation of 6,953.56 feet</i>  <i>- 60% = 0.20 acre-feet @ an elevation of 6,951.66 feet</i></p> <p><i>At the time of the inspection, a conservative estimate on sediment volume is 29%, which would correspond to an elevation of approximately 6,950 feet. It appears that the prolonged dry weather pattern has minimized the accumulation of sediment.</i></p>		
	<p><b>3. Principle and emergency spillway elevations.</b></p> <p><i>Principal Spillway Elevation - 6,964.44 feet</i>  <i>Emergency Spillway Elevation - 6,964.5 feet</i></p>		
<p><b>4. Field Information.</b> Provide current water elevation, whether pond is discharging, type and number of samples taken, monitoring/instrumentation information, inlet/outlet conditions, or other related activities associated with the pond including but not limited to sediment cleanout, pond decanting, embankment erosion/repairs, monitoring information, vegetation on outsoles of embankments, etc.</p> <p><i>In 2017, Nielson Construction completed the last sedimentation pond cleanout on August 5<sup>th</sup> &amp; 6<sup>th</sup>.</i></p>			

**5. Field Evaluation.** Describe any changes in the geometry of the impounding structure, average and maximum depths and elevations of impounded water, estimated sediment or slurry volume and remaining storage capacity, estimated volume of water impounded, and any other aspect of the impounding structure affecting its stability or function which has occurred during the reporting period.

*At the time of the inspection, the level of the impounded water was approximately 5.0 feet below the bottom of the skimmer at the principal spillway riser.*

**Qualification Statement**

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized under the direction of a Registered Professional Engineer to inspect the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meet or exceed the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.

Signature: \_\_\_\_\_ Date: \_\_\_\_\_

**CERTIFIED REPORT**

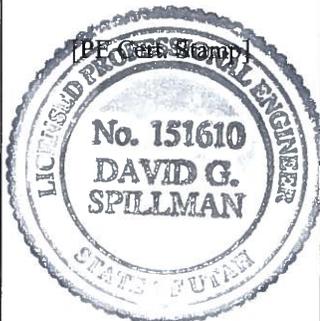
**IMPOUNDMENT EVALUATION (If NO, explain under Comments)**

	YES	NO
1. Is impoundment designed and constructed in accordance with the approved plan?	X	
2. Is impoundment free of instability, structural weakness, or any other hazardous condition?	X	
3. Has the impoundment met all applicable performance standards and effluent limitations from the previous date of inspection?	X	

**COMMENTS AND OTHER INFORMATION**

**Certification Statement:**

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meet or exceed the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself or under my direction and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability in accordance with the Utah R645 Coal Mining Rules.



By: David G. Spillman, Technical Services Manager  
(Full Name and Title)

Signature: *David Spillman* Date: 06/07/18

P.E. Number & State: No. 151610, State of Utah