0001

C/007/019 Incoming
C007/041
C015/032
CC: Steve C.
April

State of Utah

JON M. HUNTSMAN, JR.
*Governor*

GARY HERBERT
*Lieutenant Governor*

Department of
Environmental Quality

William J. Sinclair
*Acting Executive Director*

DIVISION OF WATER QUALITY
Walter L. Baker, P.E.
*Director*

RECEIVED
JAN 12 2009
DIV. OF OIL, GAS & MINING

January 6, 2009

**CERTIFIED MAIL**
**(Return Receipt Requested)**

P. Bruce Hill, President & CEO
David Shaver, Resident Agent
UtahAmerian Energy, Inc.
P.O. Box 910
East Carbon, UT 84520

Dear Mr. Hill and Mr. Shaver:

Subject: Final Payment Invoice for Salinity-Offset Program Funding Agreement, UPDES Permit Nos. UT0025674 - Centennial Mines; UT0024368 - Crandall Canyon Mine; and UT0025640 - West Ridge Mine.

Attached please find the fourth and final invoice regarding the Salinity-Offset Program Funding Agreement for the above referenced UPDES permits. As you are aware, the UtahAmercian Energy, Inc. (UEI) coal mine facilities, as referenced above by their respective UPDES Permits, are required to participate in and fund a salinity-offset program to compensate for the amount of salinity discharged from each facility which is above the one-ton/day permit limits.

With the Salinity-Offset Program Funding Agreement in place and the first three payments of four total payments received essentially on schedule, the fourth payment from UEI is to be made in accordance with the payment schedule as outlined in paragraph 2 of the Funding Agreement. The fourth payment of $301,722.00 is due on or before January 31, 2009. Therefore, please remit the full invoice amount by January 31, 2009 to:

Department of Environmental Quality
Division of Water Quality
Attn: Nicole Carrell
P.O. Box 144870
Salt Lake City, UT 84114-4870

Please be sure to include the invoice number with you remittance.

Your continued efforts to remain in compliance with the provisions of your UPDES Permits are appreciated. If you have any questions, please contact me at (801) 538-6779, or by e-mail at jstudenka@utah.gov.

Sincerely,

Jeff Studenka

Jeff Studenka, Salinity Coordinator
UPDES IES Section

Enclosure

cc (w/o Encl.):

Darcy O'Connor, EPA Region VIII
Laura Lockhart, Office of the Utah Attorney General
Claron Bjork, SE Utah District Health Department
Dave Ariotti, DEQ District Engineer
Daron Haddock, Utah Division of Oil Gas & Mines
Mark Quilter, Utah Department of Agriculture and Food
Robert King, Utah Division of Water Resources
Jack Barnett, Colorado River Basin Salinity Control Forum
Mike McKown, Murray Energy Corp.
Robert Moore, Murray Energy Corp.

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