



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

January 29, 2015

Kerry Goodballet, Director of Permitting
CONSOL Mining Company, LLC
CNX Center
1000 CONSOL Energy Drive
Canonsburgh, PA 15317

Subject: Midterm Completion Response, Task ID #4771, CONSOL Mining Company, LLC, Hidden Valley Mine, C/015/0007

Dear Ms. Goodballet:

The Division of Oil, Gas and Mining (the Division) has completed its review of the submitted midterm deficiency responses. The Division recommends conditional approval. Final approval of the amendment will be granted when the following conditions have been met:

- 1) The current bond for the Hidden Valley Mine is a surety bond in the amount of \$112,000 posted with Argonaut Insurance Company #SUR0022667. The current bond does not take into account the sealing and reclamation of three monitoring wells constructed in 2006/2007 (HV-06-01, HV-06-02 and HB-06-03). A rider to increase the bond \$20,000, for a total of \$132,000 is required. Please submit the attached Exhibit "D" along with the surety rider to the Division. Contact Suzanne Steab, Bond Coordinator at (801)538-5265 if you have any questions. The revisions to the MRP language and bond cost estimates that reflect the increased bond amount have been approved.
- 2) Provide two clean copies for incorporation into the Mining and Reclamation Plan (MRP).

Please post the additional bond amount and clean copies by March 15, 2015. A stamped incorporated copy will be returned to you for insertion into your copy of the MRP. If you have any questions, please feel free to contact me (801) 538-5350 or Daron Haddock (801) 538-5325.

Sincerely,

Steve Christensen
Permit Supervisor

SKC/ss
O:\015007.HID\WG4771\WG4771CondApprvLetter.doc



EXHIBIT "D"

**Stipulation to Revise
Reclamation Agreement
(Non-Federal)**

Permit Number: C/015/0007

Effective Date: _____

Bond Number: _____

COAL

STIPULATION TO REVISE RECLAMATION AGREEMENT

--ooOOoo--

This **STIPULATION TO REVISE RECLAMATION AGREEMENT** entered into by and between the **PERMITTEE** and **DIVISION** incorporates the following revisions or changes to the **RECLAMATION AGREEMENT**: (Identify and Describe Revisions below)

As a result of the Division of Oil, Gas & Mining's midterm permit review, the required bond to maintain adequate coverage is \$132,000. The permittee is required to submit an increase rider for an amount of \$20,000 increasing the current bond of \$112,000 to the required total of \$132,000.

In accordance with this **STIPULATION TO REVISE RECLAMATION AGREEMENT**, the following Exhibits have been replaced by the **PERMITTEE** and are approved by the **DIVISION**.

- Replace the Reclamation agreement in its entirety.
- Replace Exhibit "A"- permit area.
- Replace Exhibit "B"- bonding agreement
- Replace Exhibit "C"- liability insurance

The bonding amount is revised from \$ 112,000 to \$ 132,000.

The bonding type is changed from _____ to _____.

The surface disturbance is revised from _____ acres to _____ acres.

The expiration date is revised from _____ to _____.

The liability insurance carrier is changed from _____ to _____.

The amount of insurance coverage for bodily injury and property damage is changed from \$ _____ to \$ _____.

IN WITNESS WHEREOF, _____ the **PERMITTEE** has hereunto set its signature and seal this ____ day of _____, 20 ____.

PERMITTEE

By: _____

Title: _____

ACCEPTED BY THE STATE OF UTAH this ____ day of _____, 20 ____

Director, Division of Oil, Gas and Mining

NOTE: An **Affidavit of Qualification** must be completed and attached to this form for each authorized agent or officer. Where one signs by virtue of Power of Attorney for a company, such Power of Attorney must be filed with this Agreement. If the **PERMITTEE** is a corporation, the Agreement shall be executed by its duly authorized officer.

**AFFIDAVITS
OF
QUALIFICATION**

