State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

GARY R. HERBERT
Governor

GREG BELL
Lieutenant Governor

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report

Permit Number:	**C0150007**
Inspection Type:	COMPLETE
Inspection Date:	Thursday, November 17, 2016
Start Date/Time:	11/17/2016 9:30:00 AM
End Date/Time:	11/17/2016 3:00:00 PM
Last Inspection:	Wednesday, October 26, 2016

Representatives Present During the Inspection:	
OGM	Karl Houskeeper
Company	Kit Pappas

Inspector: Karl Houskeeper,

Weather: Clear Skies, Temp. 38 Deg. F.

InspectionID Report Number: 5700

Accepted by: DHADDOCK
11/22/2016

Permitee: **BRONCO UTAH OPERATIONS, LLC**
Operator: **BRONCO UTAH OPERATIONS, LLC**
Site: **HIDDEN VALLEY MINE**
Address: **PO BOX 527, EMERY UT 84522**
County: **EMERY**
Permit Type: **PERMANENT COAL PROGRAM**
Permit Status: **ACTIVE**

Current Acreages

960.00	**Total Permitted**
6.70	**Total Disturbed**
6.70	**Phase I**
	Phase II
	Phase III

Mineral Ownership

- ☐ Federal
- ☐ State
- ☐ County
- ☑ Fee
- ☐ Other

Types of Operations

- ☑ Underground
- ☐ Surface
- ☐ Loadout
- ☐ Processing
- ☐ Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Karl R. Houskeeper

Inspector's Signature:

Date Thursday, November 17, 2016

Karl Houskeeper,
Inspector ID Number: 49

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.

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UTAH DNR OIL, GAS & MINING

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Inspection Continuation Sheet

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

1. *Substantiate the elements on this inspection by checking the appropriate performance standard.*
   a. *For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.*
   b. *For PARTIAL inspections check only the elements evaluated.*
2. *Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.*
3. *Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.*
4. *Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.*

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale	☑	☐	☑	☐
2.	Signs and Markers	☑	☐	☑	☐
3.	Topsoil	☑	☑	☐	☐
4.a	Hydrologic Balance: Diversions	☑	☐	☐	☐
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	☑	☑	☐	☐
4.c	Hydrologic Balance: Other Sediment Control Measures	☑	☐	☑	☐
4.d	Hydrologic Balance: Water Monitoring	☑	☐	☐	☐
4.e	Hydrologic Balance: Effluent Limitations	☑	☐	☑	☐
5.	Explosives	☑	☐	☐	☐
6.	Disposal of Excess Spoil, Fills, Benches	☑	☑	☐	☐
7.	Coal Mine Waste, Refuse Piles, Impoundments	☑	☑	☐	☐
8.	Noncoal Waste	☑	☐	☐	☐
9.	Protection of Fish, Wildlife and Related Environmental Issues	☑	☐	☐	☐
10.	Slides and Other Damage	☑	☐	☐	☐
11.	Contemporaneous Reclamation	☑	☐	☐	☐
12.	Backfilling And Grading	☑	☐	☐	☐
13.	Revegetation	☑	☐	☐	☐
14.	Subsidence Control	☑	☑	☑	☐
15.	Cessation of Operations	☑	☐	☐	☐
16.a	Roads: Construction, Maintenance, Surfacing	☑	☐	☐	☐
16.b	Roads: Drainage Controls	☑	☐	☐	☐
17.	Other Transportation Facilities	☑	☐	☐	☐
18.	Support Facilities, Utility Installations	☑	☐	☐	☐
19.	AVS Check	☑	☐	☐	☐
20.	Air Quality Permit	☑	☐	☑	☐
21.	Bonding and Insurance	☑	☐	☑	☐
22.	Other	☑	☐	☐	☐

1. Permits, Change, Transfer, Renewal, Sale

The current DOGM permit C/015/0007 was issued effective 04/06/2016 and expires 01/29/2017.

-Certificate of Insurance policy numberGL9875833, issued 12/15/2015 and terminates 12/16/2016.

Reclamation Agreement Signed by both parties on 7th of April 2016. Surety Bond # SUR60000570.

2. Signs and Markers

A new mine identification sign is present at the entrance unto the mining permit area. The new sign identifies Bronco as the new operator/Owner with their address, phone number and mining permit number as required by law. The sign is compliant. A picture of the sign was taken and is attached to the PDF version of this inspection report.

4.c Hydrologic Balance: Other Sediment Control Measures

The siltation fence installed near the mine identification sign is in good repair. No problems noted during the inspection. Pictures of the siltation fence were taken and are attached to the PDF version of this inspection report.

4.e Hydrologic Balance: Effluent Limitations

The discharge monitoring reports for August, September and October 2016 were reviewed. No discharges occurred for the referenced months.

14. Subsidence Control

No mining is occurring.

20. Air Quality Permit

Modified December 31, 2015. Permit number DAQE-GN140950003-15.

21. Bonding and Insurance

Surety Bond # SUR60000570 with Ironshore Indemity Inc., 960 acres with 6.7 acres of disturbed area. Bond amount is $132,000.

New Mine Identification Sign

Silt Fence

Silt Fence