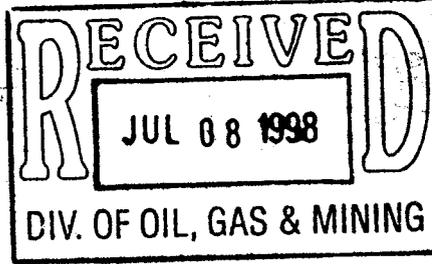


One Star Center, Suite 2000
Salt Lake City, Utah 84140-0020
(801) 220-4616 • FAX (801) 220-4725



A Subsidiary of PacifiCorp

June 26, 1998

Rodger C. Fry
Exploration Administrator
(801) 220-4610
FAX (801) 220-4578

Department of Environmental Quality
Division of Water Quality
288 North 1460 West
P. O. Box 144870
Salt Lake City, UT 84114-4870

Gentlemen:

*FAX Bill M
over letter*

*ACT/012/009 #2
ACT/015/017 #2
ACT/015/018 #2
ACT/019 #2*

Enclosed are the monthly discharge reports for the Deer Creek, Des-Bee-Dove, Trail Mountain, and Wilberg mines and the Hunter Coal Preparation and Blending Facility for the month of May 1998.

→ Please be advised that Trail Mountain Mine, UPDES permit number UTG040003-002, exceeded effluent limitations. Non-compliance occurred on the Trail Mountain Mine discharge 002. The discharge was sampled May 11, 1998. The analysis report was received on June 8, 1998. Non-compliance was caused by discharging a surplus of intercepted water from the underground mining operations. As you are aware, PacifiCorp has requested that the Trail Mountain UPDES permit be converted from a General to a Site Specific/Individual permit to allow for water intercepted in the mine to be discharged based on the Total Dissolved Solids instead of the current tonnage limit. On April 24, 1998 PacifiCorp submitted additional information requested by Mr. Steve McNeal, permitting administrator, from its most recent UPDES application renewal.

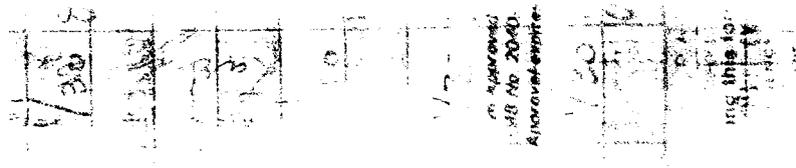
If you have any questions, please feel free to call Dennis Oakley at 687-4825 or Chuck Semborski at 687-4720.

Sincerely,

Rodger C. Fry
Exploration Administrator

RCF/DCO/sh
Enclosures

Department of Environmental Quality
Division of Water Quality
June 26, 1998
Page Two



- cc: United States Environmental Protection Agency, with enclosures
Region VIII
Denver Place
999 18th Street, Suite 500
Denver, CO 80202-2405
Utah State Division of Oil, Gas and Mining, without Hunter reports
Coal Regulatory Program
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, UT 84114-5801
C. Semborski, with enclosures
D. Oakley "
T. Lloyd "
K. Fleck "
J. B. Webster, without enclosures
C. Pollastro "