

STATE OF UTAH
NATURAL RESOURCES
Oil, Gas & Mining

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Dr. G. A. (Jim) Shirazi, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

May 13, 1983

Mr. Merrill Heward
Utah Power & Light Company
P. O. Box 899
Salt Lake City, Utah 84110

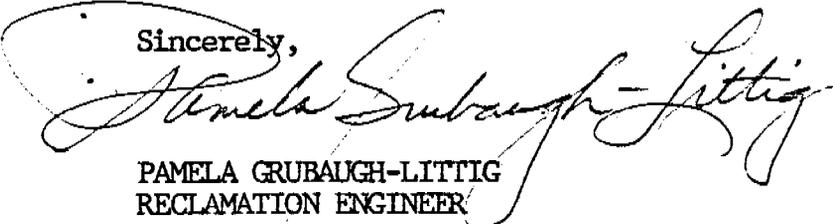
RE: Reclamation Surety
Des-Bee-Dove Mine - ACT/015/017
Deer Creek Mine - ACT/015/018A ✓
Wilberg Mine - ACT/015/018B
Folder No. 5
Emery County, Utah

Dear Mr. Heward:

The Division is in receipt of a bond for \$36,000.00 (bond #565-59-58) to be held as surety for these mines until such time as each of these operations are permitted under Utah's permanent regulatory program and a revised surety will be submitted.

Thank you for your cooperation.

Sincerely,



PAMELA GRUBAUGH-LITTIG
RECLAMATION ENGINEER

PGL/btb

cc: Allen Klein, OSM, Denver
J. Smith, DOGM
M. Boucek, DOGM

UTAH POWER & LIGHT COMPANY

1407 WEST NORTH TEMPLE STREET

P. O. BOX 899

SALT LAKE CITY, UTAH 84110

March 30, 1983

State of Utah
Department of Natural Resources and Energy
Division of Oil, Gas and Mining
4241 State Office Building
Salt Lake City, Utah 84114

ATTN: Pamela Grubaugh-Littig

Per the request of Bill McQuay of our Mining and Exploration Department enclosed is our bond number 565-59-58 in the amount of \$36,000.00.

Very truly yours,

Margaret Reed

Margaret M. Reed
Risk & Insurance Specialist

Enclosure

RECEIVED

MAR 31 1983

DIVISION OF
OIL GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES AND ENERGY
DIVISION OF OIL, GAS AND MINING
4241 State Office Building
Salt Lake City, Utah 84114

Bond # 565 59 58

THE MINED LANDS RECLAMATION ACT

BOND

The undersigned UTAH POWER & LIGHT COMPANY as principal, and AMERICAN CASUALTY COMPANY as surety, hereby jointly and severally bind ourselves, our heirs, administrators, executors, successors and assigns unto the State of Utah, Division of Oil, Gas and Mining, and the U. S. Department of the Interior, Office of Surface Mining in the penal sum of thirty six thousand and no/100----- dollars (\$ 36,000.00). Such sum shall be payable to one, but not both, of the above-named agencies.

The principal estimated in a "Notice of Intention to Commence Mining Operations and a Mining and Reclamation Plan," filed with the Division of Oil, Gas and Mining on the 20th day of March, 19 81, that 47 Acres acres of land will be affected by this mining operation in the State of Utah. A description of the affected land is attached hereto as Exhibit "A."

If the principal shall satisfactorily reclaim the above-mentioned lands affected by mining by the said principal in accordance with the Mining and Reclamation Plan and shall faithfully perform all requirements of the Mined Land Reclamation Act, and comply with the Rules and Regulations adopted in accordance therewith, then this obligation shall be void; otherwise it shall remain in full force and effect until the reclamation is completed as outlined in the approved Mining and Reclamation Plan.

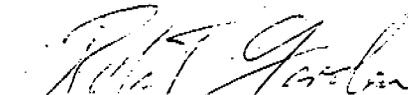
If the approved plan provides for reclamation of the land affected on a piecemeal or cyclic basis, and the land is reclaimed in accordance with such plan, then this bond may be reduced periodically.

In the converse, if the plan provides for a gradual increase in the area of the land affected or increased reclamation work, then this bond may accordingly be increased with the written approval of the surety company.

NOTE: Where one signs by virtue of Power of Attorney for a surety company, such Power of Attorney must be filed with this bond. If the principal is a corporation, the bond shall be executed by its duly authorized officers with the seal of the corporation affixed.

.. UTAH POWER & LIGHT COMPANY
Principal (Company)

By

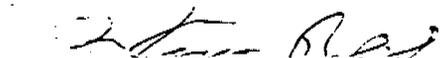


Company Official - Position
Vice President and
Corporate Secretary

Date: March 30th, 1983

AMERICAN CASUALTY COMPANY
Surety (Company)

By



Official of Surety - Position
L. Kent Bills Attorney-in-Fact

DATE: March 30th, 1983

AFFIDAVIT OF QUALIFICATION
FOR SURETY COMPANIES

STATE OF UTAH }
COUNTY OF SALT LAKE } SS

L. Kent Bills BEING FIRST DULY SWORN, ON OATH DE-
POSES AND SAYS THAT HE IS THE ATTORNEY-IN-FACT OF SAID COMPANY,
(OFFICER OR AGENT)
AND THAT HE IS DULY AUTHORIZED TO EXECUTE AND DELIVER THE
FOREGOING OBLIGATIONS: THAT SAID COMPANY IS AUTHORIZED TO EXE-
CUTE THE SAME AND HAS COMPLIED IN ALL RESPECTS WITH THE LAWS OF
UTAH IN REFERENCE TO BECOMING SOLE SURETY UPON BONDS, UNDER-
TAKINGS AND OBLIGATIONS.

SUBSCRIBED AND SWORN TO BE-
FORE ME, THIS 30th DAY OF
March, A.D., 1983

Carrie R. Adams
(SIGNATURE OF NOTARY PUBLIC)

(SEAL) Carrie R. Adams
MY COMMISSION EXPIRES:

11-29-86

L. Kent Bills
(SIGNATURE OF OFFICER OR AGENT)

L. Kent Bills
645 East South Temple
Salt Lake City, Utah 84102

(RESIDENCE)

(SURETY SEAL)

(THIS FORM REQUIRED TO BE FILLED
OUT BY SECTION 31-24-3, UCA 1953)

EXHIBIT "A"

INTERIM RECLAMATION BOND
DES-BEE-DOVE MINES - ACT/015/017
DEER CREEK MINE - ACT/015/018A
WILBERG MINE - ACT/015/018B
EMERY COUNTY, UTAH

This bond is supplemental to the following existing bonds posted with the DOGM and the OSM to provide a total reclamation bond of \$235,000:

1. "Mined Lands Reclamation Contract" in the amount of \$29,000, between UP&L and DOGM, effective October 19, 1979 for the Cottonwood portal reclamation.
2. Performance bond in the amount of \$100,000, issued to U.S. Government on June 16, 1980 for reclamation on Des-Bee-Dove Coal Mine. Bond No. SL-6356487.
3. Reclamation bond in the amount of \$70,000 to the DOGM and OSM, dated November 9, 1982 for reclamation of the South Wilberg portal. Bond No. SL-6388251.

BMcQ:bb
3-24-83