



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155
<http://www.blm.gov>



AUG 02 2006

IN REPLY REFER TO:
3425
UTU-84285
(UT-923)

CERTIFIED MAIL – Return Receipt Requested

Mr. John Baza, Director
Utah Division of Oil, Gas and Mining
P. O. Box 145801
Salt Lake City, Utah 84114-5801

Jeong
8/15/06

Dear Mr. Baza:

This office held a competitive coal lease sale on August 1, 2006. PacifiCorp was declared the highest qualified bidder for the Mill Fork West Tract, assigned serial number UTU-84285, described as follows:

T. 16 S., R. 6 E., SLM, Emery County, Utah
Sec. 10, S $\frac{1}{2}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ E $\frac{1}{2}$ SE $\frac{1}{4}$;
Sec. 15, E $\frac{1}{2}$ W $\frac{1}{2}$ E $\frac{1}{2}$;
Sec. 22, lot 3.

Containing approximately 213.57 acres in Emery County, Utah.

Enclosed is a copy of the minutes of the sale. The bid of \$98,000 was accepted by our State Director on August 1, 2006.

Sincerely,

Kent Hoffman
Kent Hoffman
Deputy State Director
Lands and Minerals

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AUG 04 2006
8/15
DIV. OF OIL, GAS & MINING

Enclosures:
Minutes of Sale

Minutes of Lease by Application
Coal Sale
Utah State Office

The Mill Fork West Tract

August 1, 2006

A coal lease sale was held at 1:00 p.m., August 1, 2006, pursuant to a notice posted June 20, 2006, and was conducted under the authority of Section 2(a)(1) of the Mineral Leasing Act of 1920, as amended.

The sale included one tract, the Mill Fork West Tract, which conformed to the Lease By Application sale criteria set forth in 43 CFR 3425.1-5, and was found to be environmentally suitable for leasing, potentially economic for coal production, and consistent with local or regional, social and economic needs. The tract contains 213.57 acres located approximately fourteen miles northwest of Huntington, Utah in Emery County.

The sale was held by William Buge of the Solid Minerals Adjudication Group. A list of attendees is attached.

The coal resources were offered for lease by sealed bid. One sealed bid was received on the tract. A summary is shown below:

UTU-84285

Acres: 213.57

Coal Quality Hiawatha Bed:

Btu/lb.:	12,892
Percent Moisture:	4.54
Percent Ash:	7.69
Percent Volatile Matter:	42.46
Percent Fixed Carbon:	45.48
Percent Sulfur:	0.57

Coal Quality Blind Canyon Bed:

Btu/lb.:	13,314
Percent Moisture:	5.26
Percent Ash:	4.68
Percent Volatile Matter:	44.18
Percent Fixed Carbon:	45.88
Percent Sulfur:	0.61