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OGMCOAL - Fwd: Surety Reduction Request

From: Steve Christensen
To: OGMCOAL
Date: 2/1/2012 11:43 AM
Subject: Fwd: Surety Reduction Request
Attachments: ReqstForSuretyReduction.pdf

>>> "Oakley, Dennis" <Dennis.Oakley@PacifiCorp.com> 2/1/2012 10:03 AM >>>
Steve,

Attached is our request to the Division of Oil, Gas, and Mining for a surety reduction of the reclamation bond for the Deer Creek Mine. The reduction equals \$739,000 which reduces the bond from \$4,113,000 to it newly approved amount of \$3,374,000. Please accept and authorize this request for a surety reduction so that we may move forward with this action.

Sincerely,

Dennis Oakley

Senior Engineer ♦ CPESC



1407 West North Temple ♦ Suite 310 ♦ Salt Lake City, Utah 84116

Phone: 801.220.4607 ♦ Mobile: 435.636.5053 ♦ Fax: 801.220.4725
dennis.oakley@pacificorp.com



P.O. Box 310
15 North Main Street
Huntington, Utah 84528

February 1, 2012

Steve Christensen
Permit Supervisor
Division of Oil, Gas & Mining
Utah Department of Natural Resources
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-145801

**RE: Request for Reclamation Bond Decrease to Deer Creek Mine Permit
C/015/0018, Task ID # 3984**

Dear Mr. Christensen:

On behalf of PacifiCorp, we hereby request to formally reduce the Deer Creek Mine permit surety bond in accordance with your letter dated January 27, 2012, where you've approved the updated bonding calculations with respect to the Rilda Canyon portal facilities. The present surety bond in place for the Deer Creek Mine permit is in the amount of \$4,113,000. With your approval of the new bond calculation, we now wish to proceed with formally submitting a decrease rider bond reducing the bond in the amount of \$739,000 from \$4,113,000 to \$3,374,000. Please advise if we can now move forward and secure the necessary decrease rider bond to reflect the new bond amount of \$3,374,000.

Should you have any questions or need any additional information, please feel free to contact me at 435-687-4712 or Scott Child at 801-220-4612.

Sincerely,

Kenneth S. Fleck
Manager of Geology and Environmental
Affairs

KSFDOGM 2012-01(DCMineRequestBondDecrease).doc

cc: IMC - C. Crane, S. Child
EWMC - D. Oakley