

0038



**State of Utah**  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt  
Governor  
Ted Stewart  
Executive Director  
James W. Carter  
Division Director

355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203  
801-538-5340  
801-359-3940 (Fax)  
801-538-5319 (TDD)

September 2, 1993

TO: File

FROM: Pamela Grubaugh-Littig, Permit Supervisor 

RE: Irrevocable Letter of Credit, Co-Op Mining Company, Bear Canyon Mine, ACT/015/025, Folder #4, Emery County, Utah

The irrevocable letter of credit for the Bear Canyon Mine issued by Capital City Bank contains language that was found questionable by Mr. Tom Wright, OSM-AFO during a recent oversight inspection at the Bear Canyon Mine. The language in questions reads: "This letter of Credit is effective October 20, 1992 and will expire at the close of business on October 24, 1994; however, this credit will automatically be extended for periods of one year from any schedules expiration date (as originally scheduled of automatically extended) unless ninety (90) days prior to such date we (the bank) notify you in writing by certified mail, return receipt requested, that we elect not to renew this letter of credit for such additional period."

I spoke with Vicki Bryan (OSM-WTC) on September 1, 1993 to discuss this specific language. She said that this language is the same as the OSM language, in fact verbatim. She cited OSM Bonding REG-28, Bond Forms and Procedures, Illustration #20.

cc: SWhite



From: Lowell Braxton (LBRAXTON)  
To: PGRUBAUGH-LITTIG  
Date: Monday, August 16, 1993 5:41 pm  
Subject: Tank Seam Protest Hearing -Reply

Pam: Please look at 645-300-122.300 through 320. Send a copy of Castle Valley Special Service District's Objection to Co-op.

Also, when does the public comment period for Tank Seam end?

To my knowledge, this is the only formal objection to date. Are your hydrologists finished with the technical review? If not, when do you anticipate having a division position on adequacy of the hydrologic data? We should set a briefing meeting with Jim on hydrology well in advance of the hearing (informal conference) date.

Jan: We need to establish a time and place with Jim for the informal conference (must be within 30 days (Sept 12) of the filing date of the objection). No specific request for minesite location that I could see, I'd vote to do it here.

Jan: we need to publish an announcement of the informal conference at least 2 weeks prior to the scheduled date. We'll need a court reporter, too.

CC: JCarter, JBRown