



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

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December 3, 1998

Wendell Owen
CO-OP Mining
P. O. Box 1245
Huntington, Utah 84528

Re: Completion of Midterm Review and Revised Bond Calculation, Co-Op Mining, Bear Canyon Mine, ACT/015/025-98MT, Folder #3, Emery County, Utah

Dear Mr. Owen:

On November 12, 1998 we received additional information from your office which allowed us to complete our midterm permit review. Adequate reclamation cost information has been provided and we have now determined a bond amount which is consistent with your plan and is the amount that should now be posted. Wayne Western of our staff has been working with Charles Reynolds on the calculations and we have determined the amount of bond that must be posted at \$899,000. This is a slight change from the amount we previously identified in our November 2, 1998 correspondence to you but we are confident that the figure is appropriate.

Your November 27, 1998 letter requested an extension of 60 days to supply the required bond. In keeping with our regulatory requirements and your request, you should now provide the required bond by no later than January 29, 1999. Upon posting of the required bond, the midterm review for the Bear Canyon Mine will be completed.

The information you have provided to us as part of the midterm review is hereby approved for incorporation into your Mining and Reclamation Plan. We are returning a stamped incorporated copy for your records.

If you have any questions, please don't hesitate to call.

Sincerely,

A handwritten signature in black ink that reads "Daron R. Haddock".

Daron R. Haddock
Permit Supervisor

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Enclosure

cc: Price Field Office

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