

Outgoing
C0150025
K

Suzanne Steab - June 2011 Inspection Reports

From: Karl Houskeeper
To: cheaps@rhinoenergyllc.com; jjorgensen@rhinolp.com
Date: 7/11/2011 3:41 PM
Subject: June 2011 Inspection Reports
CC: ANGELANANCE@utah.gov; DARONHADDOCK@utah.gov; SUZANNESTEAB@utah.gov
Attachments: Bear Canyon June 2011.pdf

Jaren/Cory,

Attached is the June 2011 inspection report for Bear Canyon.

Thanks,
Karl



GARY R. HERBERT
Governor

GREG BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Inspection Report

Permit Number:	C0150025
Inspection Type:	COMPLETE
Inspection Date:	Wednesday, June 01, 2011
Start Date/Time:	6/1/2011 8:00:00 AM
End Date/Time:	6/1/2011 3:00:00 PM
Last Inspection:	Sunday, April 17, 2011

Inspector: Karl Houskeeper

Weather: Clear, Temp. 70 Deg. F.

InspectionID Report Number: 2766

Accepted by: jhelfric

6/14/2011

Representatives Present During the Inspection:

Company Jaren Jorgensen
OGM Karl Houskeeper

Permittee: **CASTLE VALLEY MINING LLC**

Operator: **CASTLE VALLEY MINING LLC**

Site: **BEAR CANYON MINE**

Address: **2352 NORTH 7TH STREET, UNIT B, GRAND JUNCTION CO 81501**

County: **EMERY**

Permit Type: **PERMANENT COAL PROGRAM**

Permit Status: **ACTIVE**

Current Acreages

10,991.83	Total Permitted
40.46	Total Disturbed
	Phase I
	Phase II
	Phase III

Mineral Ownership

- Federal
- State
- County
- Fee
- Other

Types of Operations

- Underground
- Surface
- Loadout
- Processing
- Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Inspector's Signature: _____

Karl Houskeeper

Date Wednesday, June 1, 2011

Karl Houskeeper,

Inspector ID Number: 49

Note: This inspection report does not constitute an endorsement or approval of the program of the Division of Oil, Gas and Mining.
telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • www.ogm.utah.gov



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Inspection Continuation Sheet

REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

	Evaluated	Not Applicable	Comment	Enforcement
1. Permits, Change, Transfer, Renewal, Sale	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Signs and Markers	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. Topsoil	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.a Hydrologic Balance: Diversions	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.b Hydrologic Balance: Sediment Ponds and Impoundments	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.c Hydrologic Balance: Other Sediment Control Measures	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4.d Hydrologic Balance: Water Monitoring	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
4.e Hydrologic Balance: Effluent Limitations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
5. Explosives	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
6. Disposal of Excess Spoil, Fills, Benches	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
7. Coal Mine Waste, Refuse Piles, Impoundments	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
8. Noncoal Waste	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
9. Protection of Fish, Wildlife and Related Environmental Issues	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
10. Slides and Other Damage	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
11. Contemporaneous Reclamation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
12. Backfilling And Grading	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
13. Revegetation	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
14. Subsidence Control	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
15. Cessation of Operations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.a Roads: Construction, Maintenance, Surfacing	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
16.b Roads: Drainage Controls	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
17. Other Transportation Facilities	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
18. Support Facilities, Utility Installations	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
19. AVS Check	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
20. Air Quality Permit	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
21. Bonding and Insurance	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
22. Other	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

1. Permits, Change, Transfer, Renewal, Sale

The current DOGM permit C/015/0025 on file was issued effective 12/16/2010 and expires 11/02/2015 to Castle Valley Mining LLC.

- Certificate of Insurance policy number GL0936045 through National Union Fire Ins Co., issued 12/01/2010 and terminates 06/01/2012.
- UPDES permit # UTG040000(UTG040006) effective 08/01/2008 and expires @ midnight 04/30/2013. Permit transferred to Castle Valley Mining LLC. On 08/25/2010.
- Air Quality permit DAQE-145-02, issued February 22, 2002. Permit transferred to Castle Valley Mining LLC 09/20/2010.
- SPCC Plan dated January 2011. The Plan is P.E. certified, stamped, signed and dated by a Utah P.E on 01/25/20101.

2. Signs and Markers

A new mine identification sign is posted at the point of public access to the permit. The new sign shows Caste Valley Mining L.L.C. with there phone number and address.

4.a Hydrologic Balance: Diversions

Culvert inlet at the beginning of Pad #3 is half plugged and needs to be cleaned.

The diversion on the switch back above pad #3 needs to be re-defined.

The culvert inlet at the far end of the main pad where the semi trucks make their turn to head back to the load out is smashed. Only about half of the required diameter is available. The culvert needs maintenance to restore the required diameter and volume.

4.b Hydrologic Balance: Sediment Ponds and Impoundments

The last pond inspections recorded are for the first quarter 2010. The inspections were done on 03/29/2011.

4.c Hydrologic Balance: Other Sediment Control Measures

All of the sediment traps along the access road to the portal area are in need of maintenance. Recent storm events have almost filled these structures to capacity.

4.e Hydrologic Balance: Effluent Limitations

The discharge monitoring reports for April 2011 were reviewed. No parameters exceeded the threshold limits.

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8. Noncoal Waste

A large amount of noncoal waste items were observed on the ground around the dumpsters used for storage at approximately 10:30 am. A few items of noncoal waste was observed on the access road and in the access road diversions to the main portal. Noncoal waste was observed in these same areas on the previous inspection. The operator/Permittee was given two (2) hours to pick up the noncoal waste items and place them inside of the approved noncoal waste disposal to avoid a violation. The Division inspector returned to the mine site at approximately 1:00 pm to observe if the material had been picked up. The items of noncoal waste had been gathered and disposed of properly thereby avoiding a violation. Future infractions will incur immediate action by the issuance of a violation.

20. Air Quality Permit

The air permit DAQE-GN0102400005-10 was transferred into Castle Valley Mining LLC. Name on 09/20/2010.

21. Bonding and Insurance

Surety Bond # 929518448 is posted in the amount of \$1,830,000 for Castle Valley Mining LLC.