

CHAPTER 8

BONDING AND INSURANCE

(R645-301-800)

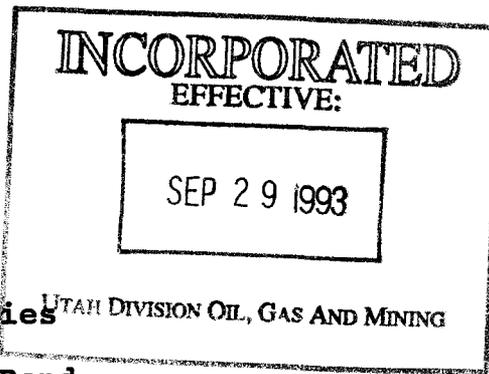
CHAPTER 8 (R645-301-800)

BONDING AND INSURANCE

8.11 Terms Used

8.12 Division Responsibilities

8.20 Requirement to File a Bond



The entire disturbed area at the Crandall Canyon mine is bonded. The disturbed boundaries of the Crandall Canyon mine site is shown on Plate 5-3 (the mine site) and Plate 2-2 (the three topsoil storage areas). The disturbed boundary configuration shown on Plate 5-3 was physically surveyed from known control monuments on April 3, 1992.

The current bond is filed on the form provided by the Division and is for an amount equal to or exceeding the bond amount previously determined under regulation R645-301-830. The current bond form and Reclamation Agreement are presented in Appendix 8-1.

Genwal Coal Company currently uses, and will continue to use, a surety bond to satisfy R645-301-800.

Genwal proposes the type of bonding to be instituted for the mine life and reclamation monitoring period to be the entire performance bond for the entire permit term (i.e. five years plus a ten year liability period) dependent upon reclamation success beginning at the time of the last augmented seeding.

8.30 Determination of Bond Amount

8.30.11

The amount of the bond required will be determined by the Division.

8.30.14 Detailed estimated costs

The detailed estimated costs for reclamation is listed within Appendix 5-20. The cost calculations are for the entire disturbed area and were determined by the Division of Oil, Gas and Mining. Total cost for reclamation is listed as \$703,000 (seven hundred three thousand dollars) as determined by DOGM.

8.40 General Terms and Conditions

General terms and conditions as stated within R645-301-840 through R645-301-840.520 will be met by Genwal Coal Company.

8.50 Bond Requirements for Underground Coal Mining and Reclamation Activities

The bond will remain in full force and extend until all reclamation, restoration, and abatement work under the permit has been completed as outlined in the approved Mining and Reclamation Plan.

8.60 Surety Bonds

The form of performance bond that will be submitted to the regulatory authority will be a surety bond (MR Form 5) as sent by the Utah Division of Oil, Gas, and Mining.

8.70 Replacement of Bonds

Equivalent coverage will be provided is Genwal replaces its current bond.

8.80 Requirement to Release Performance Bonds

Genwal commits to meet the requirements within R645-310-880

8.90 Terms and Conditions for Liability Insurance

A copy of Genwal Coal Company's certificate of liability is incorporated into section 1-17 of chapter 1 of this document, and in Appendix 8-1.

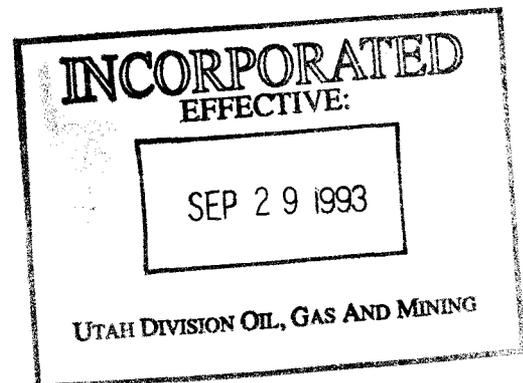


Table of Contents
Volume 2
Crandall Canyon Mine, Mine and Reclamation Plan

Appendices

<u>Appendix Number</u>	<u>Description</u>
1-1	Lease Assignment
1-2	USFS Road Use Permit
1-3	USFS Special Use Permit for Facilities
1-4	USFS Special Use Permit for Potential Surface Effects
1-5	Surface Lease from A.R.C.O.
1-6	Mining Suitability Determination
1-7	Negative Unsuitability Determination
1-8	Newspaper Advertisement
2-1	Negative Determination, Prime Farmland
2-2	Negative Determination, Alluvial Valley Floor
2-3	Soils Study
2-4	Rational & Justification for Redistribution of 6" Top Soil
3-1	Vegetation Reference Area & Species List
3-2	Aquatic Resources of Crandall Canyon
3-3	Vegetation and Terrestrial Wildlife Report
3-4	Letter from USDI Fish & Wildlife Services
3-5	Irrigation Plan
3-6	Proposed Seed Mixture
3-7	Sample Adequacy
3-8	UDOGM Letter

5/4/93

- 4-1 Archaeological Reconnaissance in Crandall Canyon
- 4-2 Cultural Resource, Determination of Effect
- 4-3 OSM Clearance
- 4-4 Cultural Resource Report, Sherman Shelter
- 4-5 Archaeological Survey Map
- 4-6 Cultural Resource Survey
- 4-7 Approval Order, Air Quality
- 4-8 Landowner Endorsement of Land Use
- 5-1 Geomechanics Laboratory Report
- 5-2 Coal Pillar Sizing Report
- 5-3 Coal Pillar Safety Factor Calculations
- 5-4 Coal Pillar Safety Factor Calculations
- 5-5 BLM Report
- 5-6 Terratek Report
- 5-7 Method Used to Determine Maximum Surface Limit of Possible Subsidence
- 5-8 Subsidence Monitoring Plan
- 5-9 Correspondence
- 5-10 Spill Prevention and Countermeasure Control Plan (SPCC) January 21, 1992
- 5-11 Culinary Water Supply
- 5-12 Sewage Plans
- 5-13 Coal Silo Calculations
- 5-14 NPDES Permit
- 5-15 Contract Document & Specifications for Haul Road Improvement Project
- 5-16 Storage Pad Stability Analysis