



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

INSPECTION REPORT

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Partial: Complete: X Exploration:

Inspection Date & Time: 3/11/97 / 8:00a.m.-2:00p.m.

Date of Last Inspection: 2/14/97

Mine Name: Crandall Canyon Mine County: Emery Permit Number: ACT/015/032
Permittee and/or Operator's Name: Genwal Resources, Inc.
Business Address: P.O. Box 1420, Huntington, Utah 84528
Type of Mining Activity: Underground XXX Surface Prep. Plant Other
Company Official(s): Gary Gray
State Officials(s): Stephen J. Demczak Federal Official(s): None
Weather Conditions: 12" Snow Cover, 30's
Existing Acreage: Permitted- 5034.90 Disturbed- 5.41 Regraded- .5 Seeded- .5 Bonded- 5.41
Increased/Decreased: Permitted- Disturbed- Regraded- Seeded- Bonded-
Status: Exploration/ XXX Active/ Inactive/ Temporary Cessation/ Bond Forfeiture
Reclamation (Phase I/ Phase II/ Final Bond Release/ Liability Year)

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

Instructions

- 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 N/A.
b. For partial inspections check only the elements evaluated.
2. Document any noncompliance situation by referencing 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, Division Orders, and amendments.

Table with 5 columns: EVALUATED, N/A, COMMENTS, NOV/ENF. Rows 1-21 list various permit conditions and their evaluation status.



INSPECTION REPORT
(Continuation sheet)

Page 2 of 3

PERMIT NUMBER: ACT/015/032

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(Comments are Numbered to Correspond with Topics Listed Above)

1. PERMIT -

- a) The five year mining permit was signed by the permittee and the Division on June 13, 1994.
- b) The bonded and disturb area is 5.41 acres. The permit area has increased to 5034.9 acres.
- c) The insurance policy was reviewed with the permittee needing to make changes to the form. The insurance company is using the word "endeavor" to notified the Division. This will be eliminated before the next inspection.
- d) The permittee has requested an increase in tonnage to the Air Quality Permit. The current tonnage is 2.5 million and have submitted information to mine 4.0 million tons a year.
- e) The NPDES Permit will expire on August 31, 2000. The mine discharge in January at point source 002A with no accedence.
- f) The SPPC plan was updated on October 18, 1996.
- g) The first quarter sediment pond inspection was February 2, 1997 with no hazardous conditions being reported.
- h) A random water point (sp-47A) was pick to determine if all required parameters were taken as required in the MRP. All parameters were met.

4A. DIVERSIONS -

The diversions were spot-checked with several diversions uncovered from the snow fall. The permittee has performed maintenance on these ditches because of sediment build-up.

4B. SEDIMENT POND -

The sediment pond did contain water but was not discharging during the inspection. There is a likelihood of the pond discharging in the up coming weeks. There were no signs of hazardous conditions.

INSPECTION REPORT
(Continuation sheet)

Page 3 of 3

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4C. OTHER SEDIMENT CONTROL MEASURES -

The alternate sediment control areas were starting to uncover from the snow fall. It appears that straw bales and silt fences will need repair once uncovered from snow.

20. AIR QUALITY PERMIT -

The Air Quality Permit is being updated to increase tonnage from 2.5 million to 4 million ton per year.

21. INSURANCE -

The insurance is being change to eliminate the word "endeavor".

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas, and Mining.

Copy of this Report:

Mailed to: Gary Gray (Genwal) Henry Austin (OSM)
Given to: Joe Helfrich (DOGM) Filed to: Price Field Office
Date: March 17, 1997

Inspector's Signature:  #39
Stephen J. Demczak