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State of Utah

DEPARTMENT OF NATURAL RESOURCES

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Outgoing
C0150032
#4193
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November 13, 2012

David Hibbs, Resident Agent
Genwal Resources, Inc.
P.O. Box 910
East Carbon, UT 84520-0910

Subject: East Mountain Emergency Drill Holes – Phase I Bond Release, Genwal Resources, Inc., Crandall Canyon Mine, C/015/0032, Task ID #4193

Dear Mr. Hibbs:

The Division has reviewed the Phase I bond release application for the East Mountain reclamation work at the Crandall Canyon Mine. While no problems were identified on the ground during the inspection, the Division has determined that there are deficiencies that must be addressed before a determination can be made that the requirements of the R645 Coal Mining Rules have been met, and Phase I bond release granted. The deficiencies are listed as an attachment to this letter.

Each deficiency identifies its author so you and your staff can directly communicate with that individual should any questions arise.

Please resubmit the entire application with the deficiencies corrected by November 30, 2012.

Sincerely,

Daron R. Haddock
Coal Program Manager

DRH/SKC/sqs
cc: Price Field Office
O:\015032.CRA\WG4193\WG4193DefLtr.doc



Deficiency List

Task No. #4193

East Mountain- Phase I Bond Release

The members of the review team include the following individuals:

Priscilla Burton (PB)

R645-301-880.130: Please provide/address the following:

1) As built mapping should show the locations of excelsior log installation at the slide area on Map #1.

2) The application should either include or reference Plate 1-1 of the MRP to show the location of the disturbance within Township, Range and Section or label the section lines on Map #2 with this information.

3) The Figure on Page 2 should accurately show the reclaimed temporary road segment all the way to the existing USFS road in Section 11.

4) The application requests bond release for 9.5 acres disturbed within Sections 35 and Section 2. The application should explain why this bond release acreage is less than the 11.98 acres attributed to the mine rescue drillholes and rescue road described on page 1-10 of Chapter 1 in the MRP.

5) The multi-agency site visit to evaluate the SITLA road was actually completed in the fall 2010, rather than 2009 as described in the application on pages 8 and 9. Inspection Report #2093 describes this site visit.

6) The USFS road was first reclaimed in 2011, not 2010 as described on page 10 of the application.

7) Were the As- built surveys, maps or geotechnical analysis for the SITLA road completed as described on page 12 of Appendix 5-22(a)?