

KANE COUNTY COMMISSION

Dirk Clayson, Jim Matson, Lamont Smith
76 North Main
Kanab, Utah 84741
(435) 644-4901



April 25, 2016

Daron Haddock
Coal Program Manager
Oil, Gas & Mining
1594 West North Temple, Suite 1210
Salt Lake City, UT 84114-5801

**Re: Phase 1 Bond Release, Alton Coal Development, LLC, Coal Hollow Mine,
Kane County, Utah, C/025/0005**

Dear Mr. Haddock:

On March 30, 2016, Lou Pratt, Kane County GIS Coordinator and Byard Kershaw, Kane County Natural Resource Specialist attended the field trip to evaluate the reclamation for the Phase 1 Bond Release for locations BRP1-6, BRP 1-7, and BRP 1-8 as listed in the as described in the Phase 1 Bond Release Application, and pursuant to Section R645-301-880 of the Utah Administrative Code.

During the field trip we viewed the three areas describe above and portrayed on the map that accompanied the Public Nitification published in the Southern Utah News for four consecutive weeks ending on March 31, 2016.

The Phase 1 bond release requests a liability reduction in the amount of \$4,031,105 from the ultimate liability of \$32,028,705.

We are satisfied that the reclamation meets the requirements of the Phase 1 Bond Release and recommend that the bond be reduced by \$4,031,105 as requested in the Application.

Kane County Commission

76 N. Main St., Kanab, Utah 84741

Come to Kane County, Where anything is Possible!

If you have any questions or comments, please contact Byard Kershaw by phone at 435.644.3094 (H) or 602.478.9621 (C), or by email at northrimconsulting@kanab.net.

Respectfully,

Byard L. Kershaw

Digitally signed by Byard L.

Kershaw

Date: 2016.04.25 15:54:30 -06'00'

Byard L. Kershaw
For Jim Matson
Kane County Commissioner

Kane County Commission
76 N. Main St., Kanab, Utah 84741
*Come to Kane County, Where **anything** is Possible!*