

C/025/005 Incoming

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OCT 17 2017

DIV. OF OIL, GAS & MINING



Alton Coal Development, LLC

463 North 100 West, Suite 1

Cedar City, Utah 84720

Phone (435) 867-5331 / Fax (435) 867-1192

August 2, 2017

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

**Re: Phase 2 Bond Release, Alton Coal Development, LLC, Coal Hollow Project,
Kane County, Utah, C/025/0005**

Dear Mr. Haddock:

Pursuant to R645-301-880.300, enclosed on behalf of Alton Coal Development, LLC is a copy of the application for Phase 2 Bond Release for select areas of the Coal Hollow Mine as follows:

- Application for Phase 2 Bond Release
- C1 and C2 Forms
- Public Notice for Bond Release Application
- Plan view Figure of "Proposed Phase 2 Bond Release"

Also, as required by R645-301-880.600, notifications of the proposed bond release have been made to the following:

- Southern Utah News
- Alecia Swapp Dame Trust - Richard Dame
- C. Burton Pugh
- BLM-KFO
- Darlynn Sorensen
- Kane County Planning Commission
- Kane County Water Conservancy District
- Alton Mayor – Alton, Utah

Please contact me at 435-691-1551 should you have any questions or comments. This submittal is being provided electronically, a hard copy with certified drawings will follow.

Sincerely

A handwritten signature in black ink, appearing to read "B. Kirk Nicholes". The signature is written in a cursive style with a large initial "B" and a stylized "K".

B. Kirk Nicholes
Environmental Specialist

APPLICATION FOR COAL PERMIT PROCESSING

Permit Change New Permit Renewal Exploration Bond Release Transfer

Permittee: Alton Coal Development, LLC

Mine: Coal Hollow Mine

Permit Number:

C/025/0005

Title: Phase 2 Bond Release

Description, Include reason for application and timing required to implement:

Phase 2 Bond Release Application

Instructions: If you answer yes to any of the first eight questions, this application may require Public Notice publication.

- Yes No 1. Change in the size of the Permit Area? Acres: _____ Disturbed Area: _____ increase decrease.
- Yes No 2. Is the application submitted as a result of a Division Order? DO# _____
- Yes No 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area?
- Yes No 4. Does the application include operations in hydrologic basins other than as currently approved?
- Yes No 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond?
- Yes No 6. Does the application require or include public notice publication?
- Yes No 7. Does the application require or include ownership, control, right-of-entry, or compliance information?
- Yes No 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
- Yes No 9. Is the application submitted as a result of a Violation? NOV # _____
- Yes No 10. Is the application submitted as a result of other laws or regulations or policies?

Explain: _____

- Yes No 11. Does the application affect the surface landowner or change the post mining land use?
- Yes No 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2)
- Yes No 13. Does the application require or include collection and reporting of any baseline information?
- Yes No 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
- Yes No 15. Does the application require or include soil removal, storage or placement?
- Yes No 16. Does the application require or include vegetation monitoring, removal or revegetation activities?
- Yes No 17. Does the application require or include construction, modification, or removal of surface facilities?
- Yes No 18. Does the application require or include water monitoring, sediment or drainage control measures?
- Yes No 19. Does the application require or include certified designs, maps or calculation?
- Yes No 20. Does the application require or include subsidence control or monitoring?
- Yes No 21. Have reclamation costs for bonding been provided?
- Yes No 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream?
- Yes No 23. Does the application affect permits issued by other agencies or permits issued to other entities?
- Yes No 24. Does the application include confidential information and is it clearly marked and separated in the plan?

Please attach three (3) review copies of the application. If the mine is on or adjacent to Forest Service land please submit four (4) copies, thank you. (These numbers include a copy for the Price Field Office)

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

B. Kirk Nicholes Environmental Specialist 07/31/2017 B. Kirk Nicholes
 Print Name Position Date Signature (Right-click above choose certify then have notary sign below)

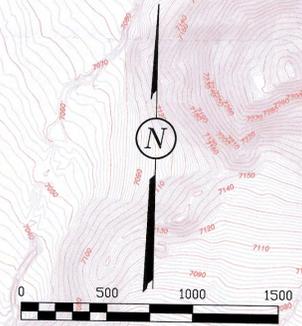
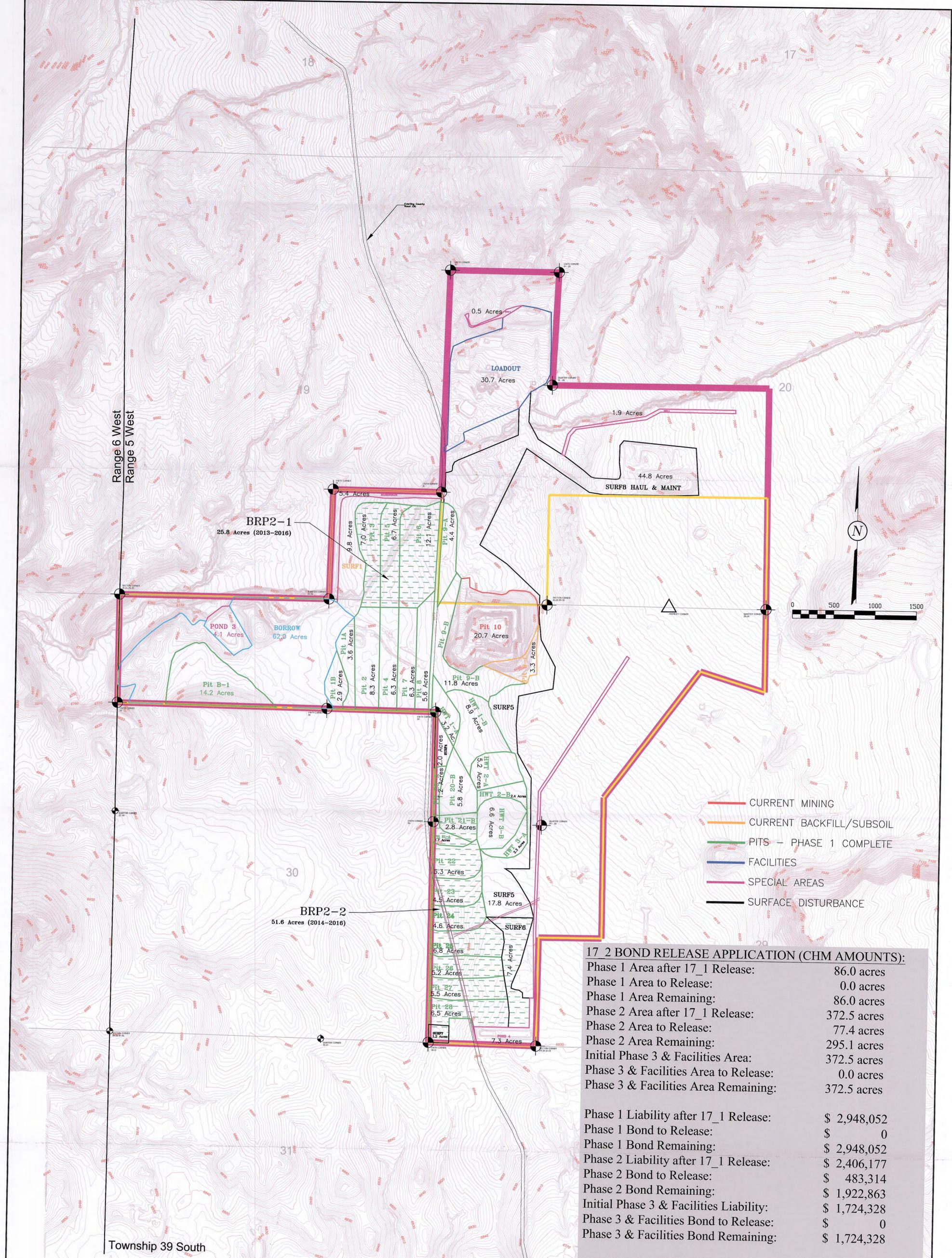
Subscribed and sworn to before me this 31 day of July, 2017

Notary Public: Marty Nicholes, state of Utah.

My commission Expires: 09-11-2017 }
 Commission Number: 670359 } ss:
 Address: 1670 E Millstone Cir }
 City: Enoch State: UT Zip: 84721 }



<p>For Office Use Only:</p>	<p>Assigned Tracking Number:</p>	<p>Received by Oil, Gas & Mining</p>
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- CURRENT MINING
- CURRENT BACKFILL/SUBSOIL
- PITS — PHASE 1 COMPLETE
- FACILITIES
- SPECIAL AREAS
- SURFACE DISTURBANCE

17 2 BOND RELEASE APPLICATION (CHM AMOUNTS):

Phase 1 Area after 17_1 Release:	86.0 acres
Phase 1 Area to Release:	0.0 acres
Phase 1 Area Remaining:	86.0 acres
Phase 2 Area after 17_1 Release:	372.5 acres
Phase 2 Area to Release:	77.4 acres
Phase 2 Area Remaining:	295.1 acres
Initial Phase 3 & Facilities Area:	372.5 acres
Phase 3 & Facilities Area to Release:	0.0 acres
Phase 3 & Facilities Area Remaining:	372.5 acres
Phase 1 Liability after 17_1 Release:	\$ 2,948,052
Phase 1 Bond to Release:	\$ 0
Phase 1 Bond Remaining:	\$ 2,948,052
Phase 2 Liability after 17_1 Release:	\$ 2,406,177
Phase 2 Bond to Release:	\$ 483,314
Phase 2 Bond Remaining:	\$ 1,922,863
Initial Phase 3 & Facilities Liability:	\$ 1,724,328
Phase 3 & Facilities Bond to Release:	\$ 0
Phase 3 & Facilities Bond Remaining:	\$ 1,724,328
Total CHM Bond Liability Remaining:	\$ 6,595,243
Total CHM+NPL Bond Liability Remaining:	\$ 12,247,182

Contour Interval = 2'

- LEGEND:**
- PERMIT BOUNDARY
 - PRIVATE COAL OWNERSHIP
 - ULTIMATE PIT BOUNDARY
 - DISTURBANCE BNDY
 - SECTION LINE
 - FOUND SECTION CORNER
 - FOUND PROPERTY CORNER

DRAWN BY: A. Christensen	CHECKED BY: KN
DRAWING: Fig. 1	DATE: 8/2/2017
JOB NUMBER:	SCALE: 1" = 500' Printed on 24" x36"
	SHEET

REVISIONS	
DATE:	BY:
xx/xx/xx	xx

**OVERVIEW
PROPOSED
BOND RELEASE
17_2**

COAL HOLLOW
PROJECT
ALTON, UTAH

Figure 1

INCORPORATED
SEP 27 2017
RECEIVED
OCT 17 2017
Div. of Oil, Gas & Mining
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**Coal Hollow
PROJECT**

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