



United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Utah State Office
440 West 200 South, Suite 500
Salt Lake City, UT 84101-1345

February 26, 2020

In Reply Refer To:
3474 (UT-923)

CERTIFIED MAIL – RETURN RECEIPT
9489 0090 0027 6180 0954 36

DECISION

Alton Coal Development LLC	:	Coal Lease
463 North 100 West	:	UTU-81895
Cedar City, Utah 84721	:	BLM Bond No. UTB000889
	:	Lexon Surety Bond No. 1158546
	:	Current Bond \$2,951,327.00

Amended Bond Increase

On January 13, 2020, a bond decision was sent to Alton Coal Development covering the Alton Federal coal lease UTU-81895, with Alton Coal Development LLC as principal and Lexon Insurance Company, as the surety.

It has come to our attention that there was an error. The correct bond amount is as follows:

The bond is to be increased by \$86,000.00 for your exploration plan dated December 31, 2019. The current bond amount is \$2,951,327.00. With the added increase the total of the new coverage will be \$3,037,327.00 which is based on the exploration plans.

This bond amount may be provided by increasing the current bond by a rider to the amount \$86,000.00 or by submitting an entirely new bond in the amount of \$3,037,327.00. If you do not agree with the bond amount, you must submit written justification to this office clarifying your position for a lesser bond amount.

A compliance period of 30 days from the receipt of this decision will be allowed to submit one of the above documents to increase the amount of the lease bond.

According to 43 CFR 3504.55 you may file either a personal bond or a surety bond.

- 1) Personal bonds. Filed in the form of:
 - a) Cashier's check
 - b) Certified Check
 - c) Negotiable U.S. Treasury Bond
- 2) Surety bond issued by qualified surety company approved by the Department of Treasury.

Also, on January 21, 2020, we received a letter from Alton Coal Development LLC, requesting an additional 30 days to submit the required documents for the bond increase. The Bureau of Land Management, Utah State Office agrees to the extension of time.

If there are any questions regarding this decision, please contact Judy Nordstrom at (801) 539-4108 or jnordstr@blm.gov.



Matt Janowiak
Minerals Support Manager

cc:

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Alton Coal Development LLC
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Office of Natural Resources Revenue
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