



STATE OF UTAH
NATURAL RESOURCES & ENERGY
Oil, Gas & Mining

Scott M. Matheson, Governor
Temple A. Reynolds, Executive Director
Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

February 22, 1983

Mr. Vernal Mortensen
Southern Utah Fuel Company
P. O. Box P
Salina, Utah 84654

RE: Interim Bonds
Convulsion Canyon Mine
ACT/041/002
Sevier County, Utah
Bond Amount - \$75,000.00

Dear Mr. Mortensen:

The Division has reviewed the bond status for Southern Utah Fuel Company's Convulsion Canyon Mine under the interim mining permit and found that there has been no reclamation bond posted with the Division (as required by 40-10-15 and UMC 800.11). An adequate amount must be posted with the Division within sixty (60) days to cover interim reclamation costs until such time as the Division can finalize the review of your permanent permit application and a final bond estimate can be posted. This amount can be estimated by determining the number of acres of surface disturbance and multiplying this acreage by \$5,000 (a low estimate per acre).

The amount to be posted should be:

15 Acres X \$5,000/acre = \$75,000.00

A bond form has been enclosed for your use. If you have any questions, please contact Pamela Grubaugh-Littig or myself.

Thank you for your cooperation.

Sincerely,

JAMES W. SMITH, JR.
COORDINATOR OF MINED
LAND DEVELOPMENT

JWS/PGL:btb

Enclosure

cc: Pamela Grubaugh-Littig, DOGM