

0024



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

October 22, 1993

Mr. Ken May, Manager
Southern Utah Fuel Company
397 South 800 West
Salina, Utah 84654

Re: Missing Legal Financial Information, Coastal States Energy Company,
Convulsion Canyon Mine, ACT/041/002-D093B, Folder #3, Sevier County,
Utah

Dear Mr. May:

As you should already be aware, OSM issued Ten-Day Notice #93-02-116-001 to the Division contending that Coastal had not fully disclosed information showing ownership and control links to Virginia Iron Coal and Coke. Although the links have now been established, there are additional questions regarding the adequacy of the legal financial section of SUFCo's Mining and Reclamation Plan. A Division order is enclosed which requires Coastal to provide the missing information. One of the main concerns centers around differences noted between Skyline' and Sufco's legal financial sections. Information for all four of Coastal's Utah operations should correlate.

Please respond to the Division Order as quickly as possible. If you have any questions, don't hesitate to call me or Daron Haddock, Permit Supervisor.

Very truly yours,

A handwritten signature in black ink, appearing to read 'James W. Carter', written over a large, stylized circular flourish.

James W. Carter
Director

Enclosure

cc: D. Haddock
W. Western
S. Demczak
J. Helfrich

TDNRESP.SUF



STATE OF UTAH
DIVISION OF OIL, GAS AND MINING

Coastal States Energy Co.
Mr. Ken May
397 South 800 West
Salina, Utah 84654

Convulsion Canyon Mine

ORDER & FINDINGS
of
PERMIT DEFICIENCY

PERMIT NUMBER ACT/041/002
DIVISION ORDER # 93B

PURSUANT to R645-303-212, the DIVISION ORDERS the PERMITTEE, Coastal States Energy Company, to make the permit changes enumerated in the findings of permit deficiency in order to be in compliance with the State Coal Program. These findings of permit deficiency are to be remedied in accordance with R645-303-220.

FINDINGS OF PERMIT DEFICIENCY

The Division finds the permit deficient in that information required in the legal financial section is missing or inaccurate. Identification of interests has not been fully disclosed. Such things as MSHA numbers, Corporate officers' beginning dates and related entities' permit numbers are among the items not provided.

Regulation Cited R645-301-100

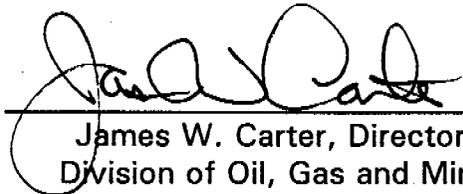
Requirements

The permittee must provide an amendment to the Legal and Financial section of the Mining and Reclamation Plan, which fully provides the information required by R645-301-112, R645-301-113, and R645-301-114.

ORDER

Coastal States Energy Company is ordered to make the requisite permit changes in accordance with R645-303-220 and to submit a complete application for permit change to address the findings of permit deficiency within 30 days of date of the Order.

Ordered this 22nd day of October, 1993, by the Division of Oil, Gas, and Mining.



James W. Carter, Director
Division of Oil, Gas and Mining