

Suzanne Steab - West Lease Modification and Permit change

From: Daron Haddock
To: Mike Davis
Date: 3/7/2011 3:23 PM
Subject: West Lease Modification and Permit change
CC: April Abate; Jim Smith; Suzanne Steab

Mike,

As we discussed on the phone, the Division is prepared to issue a revised permit for the SUFCO West Lease Modification, however we need a legal description of the new 720 acre permit area. The definition of "permit area" means the area of land, indicated on the approved map submitted by the operator with his or her application, required to be covered by the operator's performance bond... Since the permit area needs to be covered by the bond, you should also revise Exhibit A in your reclamation agreement to include the entire 720 acre area. This should not require a change in the bond calculation since much of this area has not actually been disturbed, but you do need to describe the entire permit area. In summary we need you to submit two things.

- 1) A legal description of the 720 acre permit area ready for insertion into your MRP.
 - 2) A revised Exhibit "A" to the reclamation bond which describes the permit area.
- Once we receive these, we should be able to issue a revised permit that will accurately describe the area where you are authorized to conduct coal mining and reclamation operations. Thanks for your help on this.

Daron R. Haddock
Coal Program Manager
Utah Division of Oil, Gas & Mining
(801) 538-5325