

C/041/002 Incoming



United States Department of the Interior



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JUN 19 2018

DIV. OF OIL, GAS & MINING

In Reply Refer To:
3452 (UT-9223)
UTU-63214
UTU-84102

JUN 14 2018

John D. Byars
General Manager
Canyon Fuel Company, LLC
Sufco Mine
597 South SR24
Salina, Utah 84654

Dear Mr. Byars:

As required in the Royalty Rate Reduction (RRR) decision dated, March 6, 2018, Canyon Fuel Company, LLC Sufco Mine (Sufco) provided, on April 6, 2018, a confidential summary of the production, the actual and projected mining conditions, and the adverse economics.

The Price Field Office reviewed the Sufco submittal and verified the adverse conditions continue to be as projected and are expected to continue for at least the next 6 months. This fulfills the requirement in the March 6, 2018 decision and the RRR continues for the next 6 months. The next RRR update is due on September 6, 2018.

If you have any questions, please call Jeff McKenzie of this office at (801) 539-4038.

Sincerely,

Roger L. Bankert
Chief, Branch of Minerals

cc: Price Field Office
ONRR LeAnn M. Martin
ONRR John Hovanec
UDOGM Dana Dean