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

1594 West North Temple, Suite 1210
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Michael O. Leavitt
Governor

Lowell P. Braxton
Division Director

M/003/049

FACSIMILE COVER SHEET

DATE: October 3, 2002

NUMBER OF PAGES INCLUDING THIS COVER SHEET: 3/6

TO: Ernie Ray Hale
Sierra Stone
475 E Elm St
Oakley ID 83346

FAX NUMBER: 1-208-862-3393

FROM: Mary Ann Wright

Minerals Reclamation and Development Program

PHONE: (801) 538-5291
FAX: (801) 359-3940

SUBJECT: 2nd Extension Request & Suspension of LMO Processing - Sierra Starlight Quarry - M/003/049

REMARKS: Original forthcoming in regular mail.

Should you encounter any problems with this copy, or do not receive all the pages, please call

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TRANSACTION REPORT

P.01

OCT-03-2002 THU 03:29 PM

FOR: OIL, GAS & MINING 801 359 3940

DATE	START	RECEIVER	TX TIME	PAGES	TYPE	NOTE	M#	DP
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P.01

OCT-03-2002 THU 03:34 PM

FOR: OIL, GAS & MINING 801 359 3940

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OCT-03	03:33 PM	12088623393	43"	1	SEND	OK	112	

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5. Hazardous, or potentially hazardous materials (oil, fuel, and antifreeze) are stored onsite without secondary containment structures to control potential leaking or spills of these materials.

Mitigation:

To resolve these findings of non-compliance, the following mitigations were agreed to during our meeting:

1. Sierra Stone, Inc, has submitted a large mining operations Notice with the Division. The operator will continue plans to permit the Sierra Starlight Quarry as a large mining operation and will make timely responses to the Division's review of the permit.

2. By September 10, 2002. Sierra Stone. Inc. will reclaim the 2.3 acres of access road that was disturbed by snow removal activities during the 2001-2002 winter. Reclamation will consist of spreading soil materials that are piled up and seeding the area with an approved seed mix.

3. By September 10, 2002. Sierra Stone. Inc. will reclaim the 0.68- acre pad that was used to store equipment and stone located approximately 4,000 feet east-southeast of the Sierra Starlight Quarry. Reclamation will consist of removing any mining-related materials and