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

Michael O. Leavitt
Governor

Kathleen Clarke
Executive Director

Lowell P. Braxton
Division Director

1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-359-3940 (Fax)
801-538-7223 (TDD)

M/23/007

August 30, 2001

Re: **Second Notice - Delinquent Permit Fees, Minerals Regulatory Program**

Dear Permittee:

Our records indicate that we have not received your annual permit fee payment(s) for the 2001 fiscal year. The enclosed "*Delinquency Notice*" is sent as a second reminder that your annual payment is overdue for the listed project(s). Payment was due by July 27, 2001, for the original billing statements sent June 30, 2001. ***Your annual fee is now 30 days past due.*** If you have already sent in your payment, please accept our thanks and disregard this notice.

If you have reclaimed the project site and no longer wish to keep your permit active, you may check the box on the enclosed billing notice requesting a Division site inspection. This will suspend your fee payment until we can perform a site inspection. If our inspection shows that the site is stabilized and meets the 70% pre-mining revegetation success standard, then the project can be released and the case file closed. If the site is not satisfactorily reclaimed, you will be notified accordingly and the annual fee must be received within 30 days of the inspection date.

The annual permit fee(s) must be submitted to keep your permit in effect. All 1998-1999 and 2000 delinquent fee payments have now been turned over to the Utah Office of Debt Collection (ODC) for further action. The ODC assesses subsequent interest, late penalties and a collection fee to the delinquent accounts.

An operator's failure to pay the required annual permit fee may result in permit revocation (cancellation) proceedings before the Board of Oil, Gas and Mining. Cancellation of your permit will not release you from any outstanding reclamation requirements on the project area. We hope to avoid taking any enforcement action with the 2001 year fees payments. Please either submit your payment; check the box, if the site is reclaimed, requesting a site inspection; or contact us immediately to explain the extenuating circumstances for non-payment.

If you have any questions regarding this letter, please contact me at (801) 538-5286 or Joelle Burns at 538-5291. Thank you for your immediate attention to this matter.

Sincerely,

D. Wayne Hedberg

D. Wayne Hedberg
Permit Supervisor
Minerals Regulatory Program

jb
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NORTH LILY MINING COMPANY
1800 GLENARM PLACE #210
DENVER CO 80202

ATTENTION: GENE WEBB

DELINQUENCY NOTICE

Annual Permit Fees (July 2000 thru June 2001)

PROJECT NAME	PROJECT ID	ACRES	BILLING DATE
NORTH LILY - TINTIC PROJECT	M230007	25	06/27/2001

PERMIT TYPE	PROJECT STATUS	ANNUAL FEE
LARGE MINING OPERATION < 50 ACRES	INACTIVE	$ 350

DUE DATE	AMOUNT DUE
09/30/2001	$ 350

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED	PROJECT NAME	PROJECT ID
NORTH LILY MINING COMPANY	NORTH LILY - TINTIC PROJECT	M230007

DUE DATE	ANNUAL FEE	AMOUNT DUE
09/30/2001	$ 350	$ 350

TAX ID OR SOCIAL SECURITY #

☐ **FEE NOT ENCLOSED**

Permittee requests an inspection to close out this permit.

Change of Address

Contact _____

Address _____

_____

_____

State _____ Zip _____

Phone _____

DIVISION OF OIL GAS AND MINING
1594 WEST NORTH TEMPLE SUITE 1210
PO BOX 145801
SALT LAKE CITY UT 84114-5801

Please make check payable to:

Division of Oil, Gas and Mining