M/049/031

From: Wayne Hedberg
To: Minerals
Date: 8/28/03 10:18AM
Subject: Staker/Parsons Update - Status Replacement Bond Keigley Quarry

Mike Dalley called me again today (3rd call in last 7- 10 days) to update me on status of their acquistion of the new replacement surety for the Keigley Quarry. On August 8th, we sent a letter giving Staker/Parsons 10 days (until August 28th) to provide us with the new replacement surety. We had received a 90-day cancellation notice from their current surety bonding company based upon Staker's apparent acquisition of another bond. He stated he had called their surety contact person again yesterday and that the company rep informed him that the surety bond had been issued on August 21st. Agent will try and track down exactly when it was sent. Mike said he will bring it in just as soon as he receives it. We're O.K. for now as the existing surety won't effectively be cancelled until October/03.

He also said that they are working on completing the permit transfers for the Lehi and Ekins East Quarries (from Valley Asphalt). He said that the Ekins family is currently seeking a zoning change for the project area properties that may effectively terminate future quarrying operations at the Ekins pit. This matter is apparently scheduled to go to a Utah County Commission (?) hearing in mid-September. I asked him to get confirmation on the date and we'd discuss this matter further next week when we are scheduled to meet on September 3rd with the Salt Lake City Planning and Zoning folks on Staker's Beck Street operations.

Joelle, please copy to the Keigley mine file and make note in the dbase records.
Thank you.

CC: Mary Ann Wright; Susan White