DEC 01 2015

CERTIFIED MAIL
(Return Receipt Requested)

Mr. David Hibbs, President
Utah American Energy, Lila Canyon Mine
P.O. Box 910
East Carbon, Utah 84520

Dear Mr. Hibbs:

Subject: Permit Issuance for Utah Pollutant Discharge Elimination System (UPDES) Permit #UT0026018 Lila Canyon Mine (Sanitary)

Enclosed is UPDES Permit No. UT0026018 for your facility. This permit was public noticed in the Emery County Progress and on the Division of Water Quality’s website from September 10, 2015 to October 13, 2015. One comment was received during the public notice period and later retracted. This permit will become effective December 1, 2015, subject to the right to challenge this decision in accordance with the provisions of Utah Administrative Code, Section R317-9.

Copies of EPA form 3320-1, Discharge Monitoring Report (DMR) forms, for reporting and self-monitoring requirements as specified in the permit are available upon request (for those facilities not using NetDMR). As a reminder, DMR forms whether paper forms or NetDMR submittals, are due in our Office by the 28th day of each month following each monthly monitoring period.

A fee schedule was included in the Utah Department of Environmental Quality Budget appropriation request at the direction of the Legislature and in accordance with Utah Code Annotated 19-1-201. The fee schedule, as approved by the Legislature, includes a prescribed fee for specific Industrial Categories. The prescribed fee for “Other minor” permit category is $396.00 per year for the five year permit cycle. Therefore, please remit $396.00 within 30 days from receipt of this letter to:
The Utah Division of Water Quality (DWQ) values your feedback, and as the State agency charged with the administration of issuing UPDES permits, we are continuously looking for ways to improve our quality of service to you. DWQ Director Walter L. Baker is committed to continually assessing and improving the level and quality of services provided to you. In an effort to improve the State UPDES permitting process, we are asking for your input. Please take a few minutes to comment on the quality of service you received by completing the "Give Feedback to DWQ" form link on DWQ's webpage at www.waterquality.utah.gov. Thank you for assisting us in improving our service to you.

If you have any questions with regard to this matter, please contact Mike Herkimer of the Surface Water Section at (801) 536-4386 or e-mail at mherkimer@utah.gov.

Sincerely,

Kim Shelley, Manager
UPDES Surface Water Section

Enclosures (6):
1. Permit (DWQ-2015-008550)
2. Fact Sheet Statement of Basis (DWQ-2015-008551)
5. Comment and retraction from PN period (DWQ-2015-012473)
6. Invoice

cc: Amy Clark, EPA Region VIII
    Brady Bradford, Environmental Director
    Dave Ariotti, District Engineer
    Daron Haddock, Division of Oil, Gas & Mining