

1313 Sherman Street, Room 215 Denver, CO 80203

May 8, 2014

La Plata County Commissioners County Commissioners 1060 East Second Ave. Durango, CO 81301

Re: King Coal Mine (Permit No. C-1981-035)
Technical Revision No. 22 (TR-22)
Exploration Drill Holes (9)

Dear La Plata County Commissioners:

The Division of Reclamation, Mining and Safety hereby issues notice, in accordance with Title 34, Article 33, Section 116, Paragraph 4, of the Colorado Revised Statutes, that on May 8, 2014 an application to revise coal mining operations at the King Coal Mine was considered complete for the purposes of filing. The revision was submitted by GCC Energy, LLC. All review and comment periods as provided in the Act and the Regulations initiate from this date of filing.

With this revision, the applicant requests approval for drilling up to nine exploration boreholes for the purpose of evaluating coal reserves within the approved permit area. The affected land is owned by the State of Colorado. Access to the proposed drill sites will be made by utilizing existing dirt roads. The applicant is proposing 2.1 acres of additional surface disturbance outside of the area currently approved for disturbance.

The underground coal mining operation is on land located approximately 6 miles Southwest of Hesperus, Colorado. The permit area is further described as follows:

Portions of Sections 5, 6, 7 and 8, Township 34 North, Range 11 West; portions of Sections 28, 29, 31 and 32, Township 35 North, Range 11 West; and portions of Sections 35 and 36, Township 35 North, Range 12 West; New Mexico Principal Meridian.

The above-mentioned tracts of land are shown on the following USGS 7.5 minute Quadrangle map(s): Thompson Park, Hesperus, Mormon Reservoir, and Kline.



The applicant is required to publish notice in a local newspaper that this application has been deemed complete. At the time of publication of this notice, the applicant is additionally required to place a copy of this application at the La Plata County Clerk and Recorder, 98 Everett Street, Suite C, Durango, CO 81303, and at the Division office. For additional information or to provide written comments, contact the Division of Reclamation, Mining and Safety, Room 215, 1313 Sherman Street, Denver, Colorado 80203, (303) 866-3567. In order for us to comply with regulatory time frames, we request that comments be submitted within fifteen (15) days of this letter. If no comments are received by then, we will proceed on the assumption that you have no concerns with, or objections to, the applicant's proposal.

Sincerely,

Marcia L. Talvitie, P.E.

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Environmental Protection Specialist

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C-TR-03F