



THE STATE OF WYOMING

ED HERSCHLER  
GOVERNOR

## Department of Environmental Quality

LAND QUALITY DIVISION

401 West 19th St.  
HATHAWAY-BUILDING

TELEPHONE 307-777-7756

CHEYENNE, WYOMING 82002

Mr. O.W. Scott  
Kings Point Energy Corporation  
15250 Ventura Boulevard, 9th Floor  
Sherman Oaks, CA 91403

RE: Kings Point Energy Welch Mine, Wyoming Mining Permit No. 249C

Dear Mr. Scott:

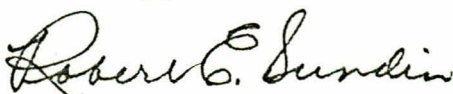
This is to inform you that unless Kings Point Energy provides surface owner consent to the delayed reclamation of the Welch Mine as required by the Land Quality Rules and Regulations, Chapter IV, Section 2 , and additional reclamation bond in the amount of \$30,689.60 as required by W.S. 35-11-403(a)(ii) and W.S. 35-11-417(c)(ii) has been received within ninety (90) days from the receipt of this letter, the Department of Environmental Quality will begin procedures to revoke Permit Number 249C and forfeit the reclamation bond under terms of W.S. 35-11-409(c) and 35-11-421(a) and (b).


The reasons for these proposed actions have been previously spelled out in Notice of Violation and Cease and Desist Order, Docket No. 723-80, dated July 14, 1980.

In the event of bond forfeiture, when reclamation of the mine site is begun, and the current bond amount is found inadequate to achieve reclamation as specified by the approved mining and reclamation plan for the Welch Mine, the Attorney General of the State of Wyoming will be directed to file suit to recover the additional reclamation costs as required by W.S. 35-11-422.

If you have any questions as to these requirements, please contact Glenn Mooney, Geologist, Land Quality District IV Office, 30 E. Grinnell, Sheridan, Wyoming 82801.

Sincerely,

  
Robert E. Sundin  
Director

  
W.C. Ackerman  
Land Quality Administrator

Certified Mail, Return Receipt Requested

xc: Don Crane, OSM

ORDER

WHEREFORE, IT IS HEREBY ORDERED THAT:

1. Upon receipt of this Notice and Order, Kings Point Energy, Incorporated shall immediately cease and desist from conducting any further mining operations within the area of Permit 249C.
2. No later than thirty (30) days from the receipt of this Notice and Order, and prior to any continued mining activities in said permit area, Kings Point Energy, Inc. shall submit a \$30,689.60 bond increase to the Department of Environmental Quality, Land Quality Division, 30 East Grinnell Street, Sheridan, Wyoming 82801, and
3. No later than thirty (30) days from the date of receipt of this Notice and Order, and prior to any continued mining activities in said permit area, Kings Point Energy, Inc. shall submit written consent from the surface landowners to delay reclamation schedules at the Welch Mine.
4. If a bond and written surface owner consent, acceptable to the Department has not been received within the thirty (30) days, Kings Point Energy, Inc. shall immediately commence reclamation of all affected lands within Permit No. 249C as directed by the Department of Environmental Quality, Land Quality Division.

THIS ORDER is final and binding, unless, not later than ten (10) days after the day the Order is served, it is appealed by filing a written request for a hearing before the Environmental Quality Council. The request should be mailed to Robert E. Sundin, Executive Secretary, Environmental Quality Council, Equality State Bank Building, 401 West 19th Street, Cheyenne, Wyoming 82002.

NOTHING IN THIS ORDER shall be interpreted to in any way limit or contravene any other remedy available under the Environmental Quality Act, nor shall this Order be interpreted as being a condition precedent to any other enforcement action.

ORDERED this 14<sup>th</sup> day of July, 1980.

W. C. Ackerman  
Walter C. Ackerman, Administrator  
Land Quality Division  
Department of Environmental Quality

Robert E. Sundin  
Robert E. Sundin, Director  
Department of Environmental Quality

FOR FURTHER INFORMATION contact Dennis Morrow, District IV Engineer, or Glenn Mooney, Geologist, Land Quality District IV Office, 30 East Grinnell, Sheridan, Wyoming 82801, telephone (307) 672-6488.