



Fred W. Wallis, P.E.  
V.P. Engineering  
Usibelli Coal Mine, Inc.  
PO Box 1000  
Healy, Alaska  
99743  
(907) 683-9740

December 16, 2015

Russell Kirkham  
State of Alaska Department of Natural Resources  
Division of Mining, Land, and Water  
550 West 7<sup>th</sup> Avenue, Suite 900 D  
Anchorage, Alaska 99501-2650

**Re: Request for Phase I & II Bond Release-Poker Mine**

Dear Mr. Kirkham,

Usibelli Coal Mine (UCM) is requesting Phase I bond release for 35 acres, and Phase II bond release for 465 acres at the Poker Flats Mine, Permit S-0601A. All applicable reclamation activities have been accomplished in accordance with the requirements of AS 27.21, 11AC-90 and the approved reclamation plan. In the areas shown on the attached map, "Poker Phase I & II Bond Release Areas 2015", final regrading is complete and drainages are established, and additionally Phase II standards have been met with vegetative cover over the entire 465 acres. The current bond for Poker Reclamation aside from facilities removal is \$1,010,083.

Phase I Release Amount = \$1,010,083 X (35/131) X 60% = \$162,440  
Phase II Release Amount = \$847,642 X (465/561) X 20% = \$140,518  
**Total Bond Release Requested = \$302,959**

After bond release the bond amount for Poker Reclamation should be \$707,124 and will leave 96 acres within Poker still needing Phase I Bond Release. If you have any questions or concerns regarding this information, please contact me.

Sincerely,

Fred W. Wallis, P.E.  
V.P. Engineering

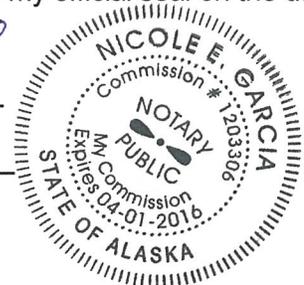
THIS IS TO CERTIFY that on this 16<sup>th</sup> day of December, 2015, before me personally appeared Fred Wallis, V.P. Engineering, Usibelli Coal Mine, Inc., who executed this letter and voluntarily signed.

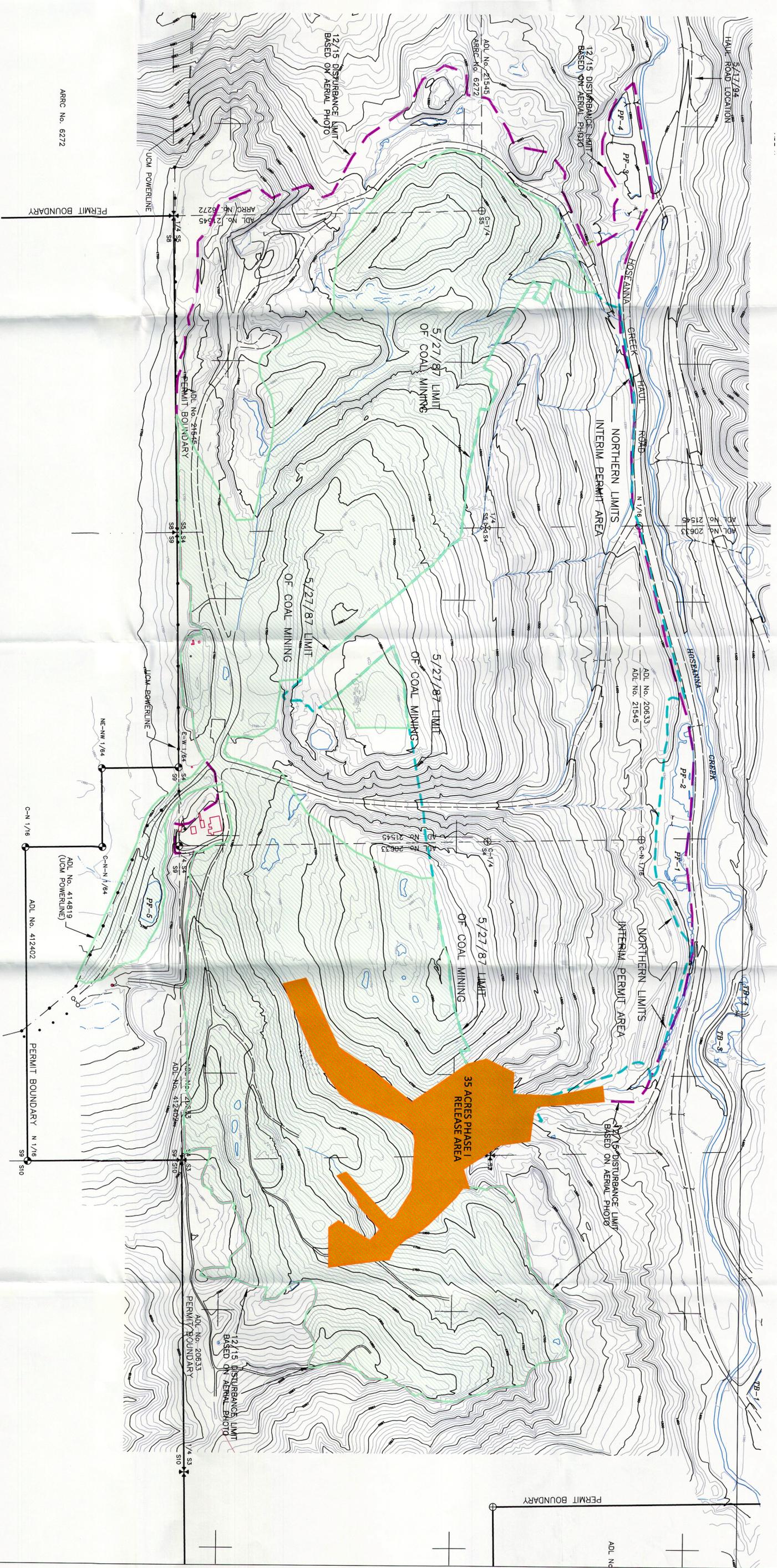
IN MY TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal on the day and year shown.

Notary Public in and for the State of Alaska

My commission expires 04/01/2016

Dated this 16<sup>th</sup> day of December, 2015





- MINING AND RECLAMATION LEGEND**
- PHASE I Proposed Bond Release Area = 35 ACRES
  - PHASE II Proposed Bond Release Area = 465 ACRES
  - INTERIM PERMIT AREA
  - DISTURBANCE BOUNDARY



**LEGEND**

- ✕ GLO-BLM MONUMENT, FIELD LOCATED
- ✱ GLO-BLM MONUMENT OF RECORD, CALCULATED CORNER POSITION
- ⊕ PRIMARY MONUMENT, FIELD LOCATED
- ⊙ CALCULATED CORNER POSITION
- ⚡ AERIAL PHOTO PANEL, H/V CONTROL
- ⬇ ELECT. DISTRIBUTION WOOD POLE

**NOTES:**

1. HORIZONTAL DATUM IS BASED ON STATE PLANE CO-SR, ZONE-4, NAD 27.
2. VERTICAL DATUM IS BASED ON MEAN SEA LEVEL.
3. BOUNDARIES ARE APPROXIMATE AND MAY CHANGE WHEN FUTURE SURVEY DATA IS APPLIED.
4. AERIAL TOPOGRAPHY BY AEROMAP U.S. FLIGHT DATE: MAY 29, 2009.

SCALE: 1" = 400'

CONTOUR INTERVAL = 20'

REV#	DATE	BY	DESCRIPTION

**SUBJECT REVISIONS**

BASE MAP REVISIONS	DATE	BY
RCS	12/15	RCS

**PERMIT NUMBER**  
01-83-796

**EXHIBIT No.** 1 of 1

**USIBELLI COAL MINE, INC.**  
P.O. BOX 1000, HEALY, ALASKA 99743  
(907) 683-2226

