

THE COTEAU PROPERTIES COMPANY

A SUBSIDIARY OF THE NORTH AMERICAN COAL CORPORATION

LAND OFFICE
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Bismarck, ND 58501-1204
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RECEIVED

August 14, 2008

Illona Jeffcoat-Sacco
Executive Secretary
North Dakota Public Service Commission
State Capitol Building
600 East Boulevard Avenue – Department 408
Bismarck, North Dakota 58505-0480

Dear Ms. Jeffcoat-Sacco:


Revision No. 7 to The Coteau Properties Company's Permit No. NACT-0401 requires the addition of approximately 360 acres, necessitating the revision of Coteau's consolidated reclamation performance bonds. Enclosed are the following documents:

1. Two originals and three copies of Collateral Bond Rider to Increase Bond Area, which provides for an acreage addition of 360.1513 acres associated with Collateral Bond No. CB-9501-4 and has been executed on behalf of Coteau,
2. One original and three copies of Self-Bond Rider to Increase Bond Area, which provides for the acreage addition associated with Self-Bond No. SB-9501-1 and has been executed on behalf of Coteau and Basin Electric Power Cooperative as third-party guarantor.

Commission consent of the enclosed bond riders is respectfully requested. Upon Commission consent, one original of the Collateral Bond Rider may be retained by the Commission and the second original may be sent to the Bank of North Dakota as Escrow Agent.

Sincerely,

THE COTEAU PROPERTIES COMPANY


Nancy L. Jensen
Land Specialist

Enc.

cc: J. Friedlander
D. Steffen

AUG 18 2008
31010
PUBLIC SERVICE COMMISSION
FROM DIRECTOR - RECLAMATION DIV.
Date: _____
Action: _____
Info. Only: _____
Info & File: _____