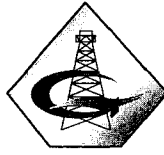


SCANNED

Date 8.26.08 (31023)

File GR-825-BR3-Submittal



G3 OPERATING, LLC

Oil & Gas Exploration and Production

A wholly owned subsidiary of GeoResources, Inc.

RECEIVED

AUG 26 2008

31023

PUBLIC SERVICE COMMISSION

FROM DIRECTOR - RECLAMATION I

Date: 8-26-08

Action: Steve

August 25, 2008

Info. Only: _____

Info & File: _____

Mr. James R. Deutsch - Director
North Dakota Public Service Commission
Reclamation Division
600 E. Blvd. Ave., Dept. 408
Bismarck, ND 58505-0480

Re: Mine Permit #GRGR-8403
Bond Release

Dear Mr. Deutsch:

Please find enclosed an application, with two (2) copies of the exhibits, for final bond release on the above referenced permit.

If you should have any questions please feel free to contact me in Williston.

Thank you.

Sincerely,

GeoResources, Inc.

Jeffrey B. Jennings
Geological Engineer

Enclosures

1 **RC-08-712** Filed: 8/28/2008 Pages: 4
Application Filed for Final Bond Release on 50 Acres

GeoResources, Incorporated

Jeffrey Jennings

NORTHERN REGION • 475 Seventeenth Street, Suite 1210 • Denver, CO 80202 • 303-297-2028 • 303-297-2196 Fax

WILLISTON FIELD OFFICE • 1407 West Dakota Parkway, Suite 1B • P.O. Box 1505 • Williston, ND 58801 • 701-572-2020 • 701-572-0277 Fax



APPLICATION FOR FINAL RELEASE OF BOND FOR SURFACE COAL MINING AND RECLAMATION OPERATIONS
 PUBLIC SERVICE COMMISSION
 RECLAMATION DIVISION
 SFN 19813 (1-2004)

SCANNED

Date 8.26.08

File BR3-application(31623)

Date	August 25, 2008
Permit Number	GRGR-8403
State	ND
Zip Code	58802-1505

Name of Permittee GeoResources, Inc.	Bond Release Number 3	Permit Number GRGR-8403
Post Office Address P.O. Box 1505	City Williston	State ND
		Zip Code 58802-1505

Pursuant to the provisions of NDCC 38-14.1-17, the above named Permittee hereby makes Application for Final Release of Bond for Surface Coal Mining and Reclamation Operations for the above Bond Release Number and Permit Number.

Final release of bond is requested for the tracts clearly delineated on the attached map, Attachment I, which are particularly described by the attached metes and bounds descriptions, Attachment II, and as follows:

TRACT NUMBER	ACRES	LOCATION			
		SEC.	TWP.	RANGE	COUNTY
Zone I	50	8 & 17	154N	100W	Williams
TOTAL ACRES	50				

Final release of bond for the completion of all reclamation requirements set forth by NDCC Chapter 38-14.1 and NDAC Article 69-06.2 in the amount of \$ 180,000 for the above-described tracts is requested for the following reasons (identify each tract number and provide separate reasons and the amount for each tract):

Final bond release for Zone I in the amount of \$180,000 is requested for the following reasons:

1. Mining of all economically recoverable Leonardite has been completed in Zone I.
2. The City of Williston plans to expand the Municipal Sanitary Landfill into Zone I. To meet this end, the City has rezoned Zone I for landfill use and obtained the required State Health Department Permits (See Attachment VI).
3. The desired post mining use of Zone I is for a Municipal Sanitary Landfill (See Attachment VI). As such, final reclamation will become the responsibility of the City of Williston.

Attached to this final bond release application is the following information:

- Attachment III is a copy of the proposed advertisement required by NDCC 38-14.1-17(1)(a). (The affidavit of publication must be submitted within 30 days of this request.)
- Attachment IV consists of copies of all letters sent pursuant to NDCC 38-14.1-17(1)(b).
- Attachment V is an aerial photo based map (or other pre-approved map) that delineates and identifies each tract contained in the bond release application.
- Attachments VI through _____, which contain the detailed information for each tract as listed on the Addendum to this application form. (Include separate attachments for each tract contained in the bond release application.)

VERIFICATION

Name of Official Jeffrey B. Jennings

I, the above named official, am authorized to represent the Permittee for the foregoing bond release application, have read the complete application and certify that all applicable reclamation activities have been accomplished in accordance with North Dakota Administrative Code Article 69-05.2, North Dakota Century Code Chapter 38-14.1, and the approved reclamation plan. All statements contained in the bond release application and attachments are true and correct to the best of my knowledge and belief.


Dated and signed this 25th day of August, 20 08.

By 	Title Geological Engineer
----------------------------------------------------------------------------------------	-------------------------------------

STATE OF North Dakota)
)ss.
 COUNTY OF Williams)

The foregoing instrument was acknowledged before me this 25th Aug 2008 (date) by Jeffrey B Jennings
 known to me to be the Geological Engineer of GeoResources, Inc.
 _____ a corporation, on behalf of the corporation.

(SEAL)



 Notary Public

My Commission Expires _____

MARY B MAHAR Notary Public, State of North Dakota My Commission Expires October 16, 2009

ADDENDUM TO FINAL BOND RELEASE APPLICATION

ATTACHMENT _____

Bond Release Number 3	Permit Number GRGR-8403	Tract Number Zone I
---------------------------------	-----------------------------------	-------------------------------

Attached is the following information for the above Bond Release Tract Number (check applicable types of information that is attached):

- A brief history of the approximate dates of: a) initial mining related disturbance, b) coal removal, c) grading within the tract, and d) law liability period. If more than one law liability period occurs in a tract, delineate the different reclamation law liability lines on a map and refer to the attachment.
- A postmining topographic map of the tract (**attach a separate map or refer to the attachment containing this information**).
- An aerial photo based map (or other pre-approved map) that delineates the tract, ownership boundaries, reclamation site types, topsoil and subsoil respread thicknesses, sampling locations for data collection, and any reference areas with soil mapping units identified (**attach a separate map or refer to the attachment containing this information**).
- Dates of all seedings within the tract, including identification of the date of the last augmented seeding.
- Species seeded and rates.
- Complete history of all management on the tract, including:
 - a) Fertilizer use - types, rates and date of application.
 - b) Herbicide and other pesticide use - types, rates and date of application.
 - c) Grazing history - number of head and dates grazed.
 - d) Breaking of pre-cropland grass/legume stand - date and type of equipment used.
 - e) Crops harvested - types of crops, dates harvested and yields.
- Soil test results from the reclaimed tract and any reference areas.
- Details of the procedures used to develop the revegetation success standards for the tract, including:
 - a) Soils map of the premine area used to derive the standard that also includes premine land use and property ownership boundaries.
 - b) Acreages of soil mapping units or range sites and calculations used to derive the standard.
- Establishment and management history of any reference areas.
- Methods (sampling or entire tract harvest) used to obtain vegetation data for the tract and any reference areas, including the following if sampling was done:
 - a) Location of samples and delineation of sample units (site types).
 - b) Method used for sampling (e.g., first hit, ten-point frame).
 - c) Number of samples taken.
 - d) Calculation of sample adequacy with supporting raw data.
- Required vegetation data (as appropriate for the postmining land use, yield, cover, seasonality, diversity, woody species density, etc.) and evaluations (statistical calculations) for demonstrating reclamation success for the postmining land use of the tract.
- For recreational, residential, and institutional and commercial land uses, a discussion that shows the land use has been implemented (refer to county land use zoning approvals, any other required permits, current construction and use, written commitments by the landowner, etc. that are included in the permit). If these documents have not been incorporated into the permit, copies must be included in the bond release application.
- If bond release for vegetation establishment (Stage 3) has not been previously obtained for a tract containing a permanent impoundment, a discussion of how plans for sound future management of the impoundment have been implemented by the landowner or permittee as required by NDAC 69-05.2-12-12(7)(c). Include a written commitment from the landowner to follow a sound management plan for the impoundment.
- If bond release for vegetation establishment (Stage 3) has not been previously obtained, documentation that suspended solids are not being contributed to stream flow or runoff outside the permit area in excess of that allowed by NDAC 69-05.2-16-04.
- If any permie developed water supplies (surface or ground water) existed on the tract, describe the premine water supply and provide evidence that the water supply has been replaced on this tract or on another, or refer to plans that show where it will be replaced in the future.
- If any permanent impoundments are located within the tract, a demonstration that the water quality is suitable for the intended use of the impoundment.