

STATE OF NORTH DAKOTA
PUBLIC SERVICE COMMISSION

Coteau Properties Company
Bond Release No. 3, Permit NACT-8503
Approval

Case No. RC-14-97

RELEASE OF BOND
FOR SURFACE COAL MINING AND RECLAMATION OPERATIONS

November 20, 2014

Based on the application for **Bond Release Number 3 for Surface Coal Mining Permit NACT-8503**, received on February 18, 2014 and all information and documentation contained therein, the North Dakota Public Service Commission finds that:

1. Attached to the Application for Release of Bond were copies of all letters sent by the Permittee as required by NDCC §38.14.1-17(1)(b). Affidavits of publication for the advertisement required by NDCC §38.14.1-17(1)(a) have been filed and have been made part of the Application for Release of Bond. The last date of publication was June 26, 2014.
2. On June 25, 2014, the Commission conducted an inspection and evaluation of the reclamation work involved in this bond release as required by NDCC §38.14.1-17(3). The surface owners, agents, or lessees were given notice of the bond release inspection and had the opportunity to participate with the Commission in conducting the inspection of the bond release areas at the Freedom Mine.

In accordance with NDCC §38.14.1-17, Bond Release No. 3 for Surface Coal Mining Permit NACT-8503 is hereby granted to The Coteau Properties Company effective December 22, 2014, unless a formal hearing is requested. No monetary release is being requested since the current bond amount is based on the worst-case reclamation condition in a consolidated bond area that includes this permit and others at the Freedom Mine. The area is described by metes and bounds descriptions and is generally as follows:

**A portion of the SE1/4SE1/4 of Section 24, T145N, R88W,
Mercer County, releasing all reclamation liabilities on 11.182
acres.**

The decision to release all remaining bond on this acreage is made for the following reason:

The Coteau Properties Company has met the requirements of the applicable reclamation laws and rules administered by the Commission for implementing industrial/commercial post-mine land use on 11.182 acres. This site was used as an inert waste disposal site prior to being permitted as part of Permit NACT-8503 and the inert waste disposal facility has been reclaimed to the requirements of the North Dakota Department of Health. The surface owner, Dakota Gasification Company, will be using this area as a parking lot for its industrial facility.

IMPORTANT – PLEASE READ

1. If bond release has been approved, actual release of bond shall not occur until the effective date of this decision. If a formal hearing is requested on this bond release decision by a person with a valid legal interest or by the head of any state or local government agency with appropriate jurisdiction, the actual release of bond may not occur until after a final decision is issued following the formal hearing. A request for formal hearing by any such person must be filed with the Public Service Commission within 30 days of this bond release decision.
2. If bond release has been disapproved or if you are unsatisfied with the amount of bond approved for release, you have the right to request a formal hearing regarding this decision by filing an application for a hearing with the Public Service Commission within 30 days of the date of this decision.

PUBLIC SERVICE COMMISSION



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Commissioner



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Chairman



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