DEPARTMENT OF ENVIRONMENTAL QUALITY
STATE OF WYOMING

NOTICE OF VIOLATION

IN THE MATTER OF THE NOTICE OF	)	
VIOLATION ISSUED TO	)	
MR. JON RHINE	)	**DOCKET NO. 5051-12**
INTERPACE HOLDINGS, LLC	)	
736 WEST HARRISVILLE RD.	)	
OGDEN, UT 84404	)	
RE: Small Mining Permit 509(s)	)	

NOTICE

NOTICE IS HEREBY GIVEN THAT:

1. Notice of Violation is being sent to you pursuant to W.S. §35-11-701(c)(i) which requires that a written notice shall be issued in the case of failure to correct or remedy an alleged violation.

2. On June 19, 2012, the annual inspection of Interpace Holdings, LLC, Small Mining Permit No. 509(s), was conducted by John Erickson of the Land Quality Division District II office. The permit area is located in SE¼ Lot 4, E½SW¼, and the SE¼ sec. 18, and the W½W½ sec. 19, T.16N., R.120W., Uinta County, Wyoming.

3. The inspection revealed that there has been no mining or reclamation activity at the pit since the previous Land Quality Division inspection conducted September 22, 2011.

4. The Annual Inspection Report documented that a bond of $184,000 would be required to assure that existing disturbances would be reclaimed.

5. By Certified Letter dated June 27, 2012, the LQD Administrator formally set the bond requirement at $184,000, representing an increase of $84,000 over the currently posted amount. The bond increase was to be posted within forty-five (45) days of receipt of the letter.

6. The Administrator's bond increase letter was received by Interpace on July 2, 2012. The 45 day deadline for posting the bond increase elapsed on August 16, 2012 without a response.

7. W.S. §35-11-417 (a) requires that a bond be filed with the Administrator to assure that the "operator shall faithfully perform all requirements of the act and comply with all rules and regulations…made in accordance with the provisions of this act".

8. W.S. §35-11-417(c)(ii) requires that the bond amount shall be equal to the "estimated cost of completing reclamation of unreleased lands…disturbed during prior periods of time".

9. Failure by Interpace Holdings, LLC to post a bond sufficient to reclaim existing mine disturbances is a violation of W.S. §35-11-417(a) and W.S. §35-11-417(c)(ii).

10. The violations have not been corrected or remedied, nor has the operator provided any information to the Land Quality Division concerning the violations.

11. W.S. 35-11-901(a) provides that any person who violates any provision of the Environmental Quality Act or any rule, standard, permit, license or variance adopted thereunder is liable to a penalty of ten thousand dollars ($10,000.00) for each day of violation, which penalty may be recovered in a civil action brought by the Attorney General in the name of the People of the State of Wyoming.

Nothing in this Notice of Violation (NOV) shall be interpreted to in any way limit or contravene any other remedy available under the Environmental Quality Act, nor shall this NOV be interpreted as being a condition precedent to any other enforcement action.

SIGNED this 29th day of August, 2012

John V. Corra
Director
Department of Environmental Quality

Carl J. Bitzer for
Nancy Nuttbrock
Administrator
Land Quality Division

PLEASE DIRECT ALL INQUIRIES regarding this Notice of Violation to Mr. Mark Moxley, District II Supervisor, Land Quality Division, 510 Meadowview Dr., Lander WY 82520

xc: Mark Moxley, Lander LQD