

14-02-11-01

3001 W. Shamrell Boulevard
Flagstaff, AZ 86005
928-913-9200

February 10, 2014

Ms. Amy McGregor
Office of Surface Mining
Reclamation and Enforcement
1999 Broadway, Suite 3320
Denver, CO 80202-3050

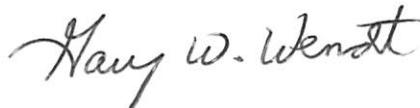
**RE: Kayenta Mine Complex Permanent Program Permit AZ-0001E Life-of-Mine Plan
Significant Revision**

Dear Ms. McGregor:

The enclosed submittal contains updated revision items for the Kayenta Mine Complex Permanent Program Permit AZ-0001E Life-of-Mine Plan (LOM) significant revision. Peabody Western Coal Company (PWCC) submitted the LOM significant revision to the Office of Surface Mining Reclamation and Enforcement Western Region Office (OSM) on May 1, 2012. PWCC submits the enclosed revision items to provide current Navajo aquifer groundwater modeling and related probable hydrologic consequences information for Chapter 18. PWCC is including updated projections of Navajo aquifer pumping for the Navajo Nation and Hopi Tribe communities and the Kayenta Mine Complex over the life of the Project. PWCC has reorganized Chapter 18 pushing the N and D aquifer evaluation into Attachment 3.

Enclosed are insertion instructions, the notarized verification statement, and ten copies of the revised materials. As noted in the insertion instructions, these items replace similar text in the May 1, 2012 submittal package. The revised documents are also included in digital format along with those documents submitted to OSM on December 18, 2013 for this Project. If you have any questions, please don't hesitate to contact me.

Respectfully,



Gary W. Wendt
Manager, Permits SW

Enclosures

c: B. Dunfee (PE)
J. Cochran (PE)
A. Rappleyea (PWCC-KC)
M. Shepherd (PWCC-KC)

INSERTION INSTRUCTIONS

Life-of-Mine Plan Significant Permit Revision

Kayenta Mine Complex

February 10, 2014

The following item (Chapter 18) replaces the previous version included in the May 1, 2012 Life-of-Mine Plan significant revision package. The description below replaces the description previously submitted on May 1, 2012.

<u>Volume</u>	<u>Chapter</u>	<u>Description</u>
11	18	Replace existing pages i, ii, iii, iv, v, 1, 2, 15, 16, 18a thru 18e, 21 thru 24, 27 thru 40, and 45 thru 131 with revised pages i, ii, iii, iv, 1, 2, 15, 16, 18a thru 18e, 21 thru 24, 27 thru 40, and 45 thru 107.
11	18	In Attachment 3, replace all existing pages with the revised pages.

VERIFICATION

I verify under oath that the information contained in this application for a permit; revision; termination of jurisdiction; renewal; administrative update; bond release; or transfer, sales or assignments of permit rights is true and correct to the best of my information and belief.

Signature of Responsible Official Gary W. Wendt

Title Manager, Permits Southwest Date February 10, 2014

SUBSCRIBED AND SWORN TO BEFORE ME BY Gary W. Wendt

This 10th Day of February 2014

NOTARY PUBLIC Julie Anna Smith

MY COMMISSION EXPIRES December 19, 2016

