

TUSCALOOSA RESOURCES, INC.

CARTER MINE

ALABAMA SURFACE MINING COMMISSION

SURFACE MINING PERMIT APPLICATION

P A R T I

Prepared by:

MCGEHEE ENGINEERING CORP.

P. O. Box 3431

450 19th Street West

Jasper, Alabama 35502-3431

Telephone (205) 221-0686

STATE OF ALABAMA SURFACE MINING COMMISSION

- Renewal Application for a Surface Coal Mine**
 Renewal Application for an Underground Coal Mine
 Renewal Application for a Preparation Facility

PART I A. IDENTIFICATION

1. PERMIT APPLICANT

Name: **Tuscaloosa Resources, Inc.**
Street Address: **3 Office Park Circle, Suite 112**
City: **Birmingham** State: **AL** Zip: **35253**
Mailing Address: **P.O. Box 531187**
City: **Birmingham** State: **AL** Zip: **35253**
Telephone Number: **(205) 870-5275**
Social Security Number (Voluntary): **- -**
Employer Identification Number: **63-1144869**
ASMC License#: **L-674**

2. ENTITY OR PERSON RESPONSIBLE FOR PAYING ABANDONED MINE LAND RECLAMATION FEES

Name: **Tuscaloosa Resources, Inc.**
Street Address: **3 Office Park Circle, Suite 112**
City: **Birmingham** State: **AL** Zip: **35253**
Mailing Address: **P.O. Box 531187**
City: **Birmingham** State: **AL** Zip: **35253**
Telephone Number: **(205) 870-5275**
Social Security Number (Voluntary): **- -**
Employer Identification Number: **63-1144869**
ASMC License#: **L-674**

3. IDENTIFY THE OPERATOR FOR THIS MINE IF DIFFERENT FROM THE PERMITTEE

Name: **SAME AS PERMITTEE**
Street Address: _____
City: _____ State: _____ Zip: _____
Mailing Address: _____
City: _____ State: _____ Zip: _____
Telephone Number: **() -**
Social Security Number (Voluntary): **- -**
Employer Identification Number: _____
ASMC License#: _____

4. CONTACT PERSON FOR PERMIT REVIEW ISSUES AND CORRESPONDENCE

Name: **Jeff Aldridge c/o McGehee Engineering, Corp.**
Mailing Address: **P. O. Box 3431**
City: **Jasper** State: **AL** Zip: **35502**
Telephone Number: **(205) 221-0686**

PART I B. OWNERSHIP AND CONTROL

1. PERMIT APPLICANT OWNERSHIP AND CONTROL.

At the time of filing of this application provide an update of all information contained in the applicant's license file or certify that the information contained in the license is accurate and complete. The updated information shall be submitted on Part I A through Part I F of the License application form. Check one of the following:

A license update is included.

Information contained in the license file is accurate and complete at the time of filing of this application.
No update is included.

Following notification that the permit appears eligible for issuance, the applicant must certify that all information in this application and the license file pertaining to ownership and control, surface mining history and violation history is still valid or the applicant must submit the appropriate update information.

2. CONTROL OF MINING OPERATION THROUGH CONTROL OF COAL TO BE MINED.

Provide the information below for any person or entity who owns or controls the coal to be mined under this permit and who, by lease, sublease, or other contract:

- A. has the right to receive the coal after mining, or,
- B. has the authority to determine the manner in which the operator or permittee conducts surface coal mining operations.

(USE ADDITIONAL SHEETS IN THE FORMAT BELOW IF NECESSARY)

Name: Tuscaloosa Resources, Inc.
Street Address: 3 Office Park Circle, Suite 112
City: Birmingham State: AL Zip: 35253
Mailing Address: P. O. Box 531187
City: Birmingham State: AL Zip: 35253
Telephone Number: (205) 870-5275
Social Security Number (Voluntary): - -
Employer Identification Number: 63-1144869
ASMC License#: L-674

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Legal description of property or permit map symbol: _____ **F-4**

(SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): _____ **FEE**

Legal owner(s) of record: _____ **WALTER MINERALS, INC.**

Address: **3500 35th AVENUE NORTH** City: **BIRMINGHAM** State: **AL** Zip: **35207**

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
LEASE	WALTER MINERALS, INC.	TUSCALOOSA RESOURCES INC.	01/02/01	NO

PART I C. (CONTINUED)

2. OWNERSHIP OF SURFACE AND MINERAL LANDS CONTIGUOUS TO THE AREA TO BE MINED.

INSTRUCTIONS:

Provide the information below for the owners of record of all surface and mineral properties contiguous to any part of the proposed permit area.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

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Page 1 of 2
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Name: JIM WALTER RESOURCES, INC.

Address: P.O. BOX 133

City: BROOKWOOD State: AL Zip: 35444

Interest owned (Surface, Coal or Fee Simple): FEE

Type of Interest (Owner, Lease, or Other): OWNER

Name: WALTER MINERALS, INC.

Address: 3500 35th AVENUE NORTH

City: BIRMINGHAM State: AL Zip: 35207

Interest owned (Surface, Coal or Fee Simple): FEE

Type of Interest (Owner, Lease, or Other): OWNER

PART I C. (CONTINUED)

3. INTERESTS OR PENDING INTERESTS IN LANDS CONTIGUOUS TO THE PERMIT AREA.
INSTRUCTIONS:

Give the legal description of all lands contiguous to the permit area for which the permit applicant:

1. Holds an interest,
2. Holds an option, or
3. Has made a bid for ownership, lease or other interest.

THE APPLICANT HAS NO INTEREST IN ANY LANDS OR CONTIGUOUS LAND
OTHER THAN THE PERMITTED AREA.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

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Page 1 of
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Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

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=====
Legal description: _____

Describe the nature of the interest: _____

PART I D. PERMIT AREA INFORMATION

1. Term Information

- a. Date original permit of subsequent renewal expires: January 4, 2011
- b. Term of original permit or subsequent renewal: 5 Years
- c. Requested term of this permit renewal: 5 Years
- d. Sequence number of this renewal: #2

2. Give the legal description of the land upon which the applicant proposes to conduct surface coal mining operations pursuant to this renewal. List each quarter-quarter section, section, township, range, and county.

SW/NW, SE/NW, NW/SW, NE/SW, SW/SW, SE/SW, NW/SE & SW/SE SECTION 7, NW/NW & SW/NW SECTION 17, NW/NW, NE/NW, NW/NE, NE/NE, SW/NW, SW/NE, SE/NE & SE/NW SECTION 18 TOWNSHIP 20 SOUTH, RANGE 7 WEST, NE/SE, SW/SW, SE/SW, SW/SE & SE/SE SECTION 11, NE/NE, SE/NE, NW/SW, NE/SW, NW/SE, NE/SE, SW/SW, SE/SW, SW/SE & SE/SE OF SECTION 12, NW/NW, NE/NW, NW/NE, NE/NE, SW/NW, SE/NW & SE/NE SECTION 13, NW/NW, NE/NW, NW/NE, NE/NE, SE/NW, SW/NE, SE/NE, NW/SE & NE/SE SECTION 14, TOWNSHIP 20 SOUTH, RANGE 8 WEST, TUSCALOOSA COUNTY, ALABAMA.

3. Give the acreage of the permit renewal, each increment and the type of bonding.

- a. Total permit renewal acreage: 680.0 acres

b. Give the acreage and type of bond for each mining increment:

<u>Increment</u>	<u>Acres</u>	<u>Type Bond Proposed</u>
1.	146.0	Certificate of Deposit
2.	49.0	Certificate of Deposit
3.	130.0	Certificate of Deposit
4.	272.0	Certificate of Deposit
5.	0.0	Certificate of Deposit
6.	47.0	Certificate of Deposit
7.	36.0	Certificate of Deposit

See Permit Map

NOTE: (Areas that may be included in the renewal of a permit may included that part of the permit which has not been disturbed by mining and those incidental areas necessary to facilitate the mining operations. For underground mining, existing surface areas contained in the permit may be included in the renewal of a permit. No new acres may be added to the permit as part of this renewal).

PART I D. (CONTINUED)

5. List all other licenses and permits required to conduct mining operations including, but not limited to, MSHA I.D. and NPDES. Give the identification or permit number, the name and address of the issuing authority, and the status or date of approval or issuance of each:

Permit	ID or Permit Number	Issuing Authority	Address	Status or date of issuance
MSHA ID	<u>01-03196</u>	<u>MSHA</u>	228 West Valley Ave. Birmingham, AL 35209	<u>07-26-00</u>
NPDES	<u>AL0073458</u>	<u>ADEM</u>	1400 Coliseum Drive Montgomery, AL 36110	<u>Issued 11-01-00</u>

6. Did the applicant receive assistance from the Small Operator Assistance Program in preparing this application?
() YES (XX) NO
If YES, list SOAP I.D. Number: _____

7. Submit a certificate of proof of Liability Insurance with this application.

8. Describe any changes at the mining operation (on-site) which are different from the information given in the original permit application, earlier renewals, or revisions. Examples of such changes would be: previously undetected conditions which are creating adverse environmental effects, changes in the permit application such as the operation plan, reclamation timetable, or post-mining land use. In the case of underground mining operations, the anticipated underground development planned for the term of the renewal shall be described along with a subsidence control plan for the area. This plan is to be in the format of the subsidence control plan found in the permit application.

None

PART I E. PUBLIC NOTICE AND AVAILABILITY FOR INSPECTION

12. Give the name of the approved public office in which a copy of this application will be filed for public inspection following notification of completeness: Alabama Surface Mining Commission and Alabama Surface Mining Commission website <http://surface-mining.alabama.gov>
13. Enclose a copy of the notice of filing of this application which will appear in a newspaper of general circulation in the vicinity of the mine and identify the name of the newspaper: **See Attachment I-E-13**

PUBLIC NOTICE FILING OF PERMIT APPLICATION

Pursuant to 880-X-8M-.07, Tuscaloosa Resources, Inc., 3 Office Park Circle Suite 112, Birmingham, AL 35253 is filing an application to renew its Carter Mine permit P-3819, for a term of 5 years. All located in:

SW/NW, SE/NW, NW/SW, NE/SW, SW/SW, SE/SW, NW/SE & SW/SE SECTION 7, NW/NW & SW/NW SECTION 17, NW/NW, NE/NW, NW/NE, NE/NE, SW/NW, SW/NE, SE/NE & SE/NW SECTION 18 TOWNSHIP 20 SOUTH, RANGE 7 WEST, NE/SE, SW/SW, SE/SW, SW/SE & SE/SE SECTION 11, NE/NE, SE/NE, NW/SW, NE/SW, NW/SE, NE/SE, SW/SW, SE/SW, SW/SE & SE/SE OF SECTION 12, NW/NW, NE/NW, NW/NE, NE/NE, SW/NW, SE/NW & SE/NE SECTION 13, NW/NW, NE/NW, NW/NE, NE/NE, SE/NW, SW/NE, SE/NE, NW/SE & NE/SE SECTION 14, TOWNSHIP 20 SOUTH, RANGE 8 WEST, TUSCALOOSA COUNTY, ALABAMA.

A copy of the permit application is available for public inspection and review on the Alabama Surface Mining Commission website <http://surface-mining.alabama.gov>. A copy of the permit application is also available for public inspection and review at the office of the Alabama Surface Mining Commission located on the second floor of the Pinnacle Bank Building at 1811 2nd Avenue, Jasper, Alabama 35501. Written comments, objections, request for public hearing or request for informal conferences concerning this permit should be sent to the Alabama Surface Mining Commission, P.O. Box 2390, Jasper, Alabama 35502-2390, no later than 30 days from the last date of publication of this notice.

This notice to be published in The Tuscaloosa News.

TO THE TUSCALOOSA NEWS:

Please run this notice 08/28, 08/30, 09/06 & 09/13, 2010. Please send invoice and notarized proof of publication to:

McGehee Engineering Corp.

Attn: Jonathan Whitlock
P. O. Box 3431
Jasper, AL 35502-3431
Telephone (205) 221-0686

TUSCALOOSA RESOURCES, INC.

CARTER MINE

ALABAMA SURFACE MINING COMMISSION
SURFACE MINING PERMIT APPLICATION

PART VI

Prepared by:

MCGEHEE ENGINEERING CORP.

P. O. Box 3431
450 19th Street West
Jasper, Alabama 35502-3431
Telephone (205) 221-0686

PART VI - VERIFICATION OF PERMIT APPLICATION (771.27)

I, the undersigned operator and holder of an A.S.M.C. license do hereby submit this as my application for a permit to engage in surface coal mining operation and certify that the information in the application is true and correct to the best of my information and belief. This application is submitted in conformance with rules and regulations of the Commission and it is agreed that any operations pursuant to the permit will be conducted in accordance with those rules and regulations. I further certify that I will keep the Commission advised of any changes of facts as may pertain to the license information or this permit application.

TUSCALOOSA RESOURCES, INC.

License No.: **L-674**

Licensee:

By: **Jan Kizziah**
Vice President of Operations



STATE OF ALABAMA)))

COUNTY OF WALKER)))

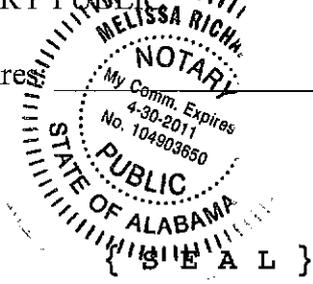
Before me, the undersigned authority, personally appeared **Jan Kizziah** who being duly sworn upon oath, deposed and said, that he has read the foregoing application, that he is the responsible official of the applicant who executed the application, that the facts and matters contained therein are true and correct to the best of his information and belief, and that he executed the same for the purposes therein expressed.

Sworn to and subscribed before me, this 6th day of August 2010.



NOTARY PUBLIC

My Commission Expires



TUSCALOOSA RESOURCES, INC.

CARTER MINE

ALABAMA SURFACE MINING COMMISSION
SURFACE MINING PERMIT APPLICATION

PART VII

Prepared by:

MCGEHEE ENGINEERING CORP.

P. O. Box 3431
450 19th Street West
Jasper, Alabama 35502-3431
Telephone (205) 221-0686

PART VII - FINAL VERIFICATION OF PERMIT APPLICATION P-3819

I, the undersigned operator and holder of an A.S.M.C. license, do hereby certify that:

- The information in the license file regarding ownership and control and violation information is accurate and complete as of this date.
- The information in the license file regarding ownership and control and violation information is not accurate and complete as of this date. The necessary update is attached.

This application is submitted in conformance with rules and regulations of the Commission and it is agreed that any operations pursuant to the permit will be conducted in accordance with those rules and regulations. I further certify that I will keep the Commission advised of any changes of facts as may pertain to the license information or this permit application.

Licensee: Tuscaloosa Resources, Inc.

License No.: L-674

By: *Jan E. Kizziah*
Jan Kizziah, Vice President of Operations

Date: 8-4-2010

STATE OF ALABAMA)))

COUNTY OF WALKER)))

Before me, the undersigned authority, personally appeared **Jan Kizziah** who being duly sworn upon oath, deposed and said, that he has read the foregoing application, that he is the responsible official of the applicant who executed the application, that the facts and matters contained therein are true and correct to the best of his information and belief, and that he executed the same for the purposes therein expressed.

Sworn to and subscribed before me, this 4th day of August 2010,
Melissa Richardson
NOTARY PUBLIC

My Commission Expires _____

