

The Division of Reclamation, Mining and Safety has conducted an inspection of the mining operation noted below. This report documents observations concerning compliance with the terms of the permit and applicable rules and regulations of the Mined Land Reclamation Board.

MINE NAME:	MINE/PROSPECTING ID#:	MINERAL:	COUNTY:
Toltec Tunnel	M-1984-039	Ag, Au, Cu, Zn, Pb	San Juan
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Wallace H. Erickson	Sept. 24, 2013	15:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Wilbur F. Benham	Keith McFarland	110(2) - Hard Rock	Limited Impact
REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:	
Other Agency Request (ATF & MSHA)	None at Toltec Tunnel	None at Toltec Tun	nel
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGEN	CY:
NA	Citizen, ATF, and MSHA	None	
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:	
Clear	Wallene N.S.	November 5, 2013	

GENERAL INSPECTION TOPICS

This list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each. No problems or possible violations were noted during the inspection. The mine operation was found to be in full compliance with Mineral Rules and Regulations of the Colorado Mined Land Reclamation Board for the Extraction of Construction Materials and/or for Hard Rock, Metal and Designated Mining Operations. Any person engaged in any mining operation shall notify the office of any failure or imminent failure, as soon as reasonably practicable after such person has knowledge of such condition or of any impoundment, embankment, or slope that poses a reasonable potential for danger to any persons or property or to the environment; or any environmental protection facility designed to contain or control chemicals or waste which are acid or toxic-forming, as identified in the permit.

(AR) RECORDS <u>NA</u>	(FN) FINANCIAL WARRANTY <u>NA</u>	(RD) ROADS <u>NA</u>
(HB) HYDROLOGIC BALANCE <u>NA</u>	(BG) BACKFILL & GRADING <u>NA</u>	(EX) EXPLOSIVESY
(PW) PROCESSING WASTE/TAILING <u>NA</u>	(SF) PROCESSING FACILITIES <u>NA</u>	(TS) TOPSOIL <u>NA</u>
(MP) GENL MINE PLAN COMPLIANCE <u>NA</u>	(FW) FISH & WILDLIFE <u>NA</u>	(RV) REVEGETATION <u>NA</u>
(SM) SIGNS AND MARKERS <u>NA</u>	(SP) STORM WATER MGT PLAN <u>NA</u>	(SB) COMPLETE INSP <u>NA</u>
(ES) OVERBURDEN/DEV. WASTE <u>NA</u>	(SC) EROSION/SEDIMENTATION <u>NA</u>	(RS) RECL PLAN/COMP <u>NA</u>
(AT) ACID OR TOXIC MATERIALS <u>NA</u>		1921-0 - 25

Y = Inspected and found in compliance / N = Not inspected / NA = Not applicable to this operation / PB = Problem cited / PV = Possible violation cited

OBSERVATIONS

This inspection was conducted by the Division of Reclamation, Mining and Safety (DRMS) as follow-up to a previous inspection occurring September 25, 2012, in response to a referral from the Bureau of Alcohol, Tobacco, Firearms and Explosives (ATF), addressed to the Mine Safety and Health Administration (MSHA), referral number 2012-0072, dated September 12, 2012. This report is accompanied by copy of the ATF referral, eight photographs taken during the inspection, and an email transmission received from Keith McFarland on October 18, 2013.

The intent of the inspection was to verify the security and content of two magazines located within the Toltec Tunnel. The Toltec Tunnel is a historic and inactive mine, abandoned prior to the Colorado Mined Land Reclamation Act, and not addressed under a DRMS permit. The Toltec Tunnel is located on the Hobo claim, owned and controlled by Keith McFarland. Mr. McFarland accompanied the DRMS inspector and opened the locked magazines for inspection.

Vehicular access to the site is controlled by pipe and cable barrier across the access road. The cable was locked. The barrier appeared intact and well maintained. The portal was open and not safeguarded against unauthorized entry. As shown in photo 1, an explosives magazine was located approximately 10 feet inside the portal. The magazine was set on a wood pallet and was not in direct contact with mine drainage. As shown in photo 2, the magazine was empty. A second magazine was located approximately 30 feet inside the portal, was set on a wood pallet and was not in direct contact with mine drainage, and was also empty (photos 3 and 4). During the inspection Mr. McFarland discussed a steel grate closure he intended to install at the portal to safeguard against unauthorized entry.

On October 18, 2013, DRMS received four photos from Mr. McFarland showing the portal closure he had installed at the Toltec Tunnel (see photos 5 through 8). Mr. McFarland indicated the closure had been secured by welding the framing members to the railroad rails and by rebar extensions which penetrated into the surrounding rock face. The temporary door had been secured with two locks and will be replaced with a permanent door as soon as such is available from the fabricator.

Response to this inspection report should be addressed to Wally Erickson at the Division's office in Durango at 691 County Road 233, Suite A-2, Durango, Colorado 81301, phone (970) 247-5469.

Inspection Contact Address

Wilbur F. Benham 1012 Kennedy Drive, Apt. A Norton, KS 67654

Enclosures: ATF referral 2012-007, eight photos, and email from Keith McFarland, dated October 18, 2013

cc w/enclosures:	Rebecca Solis, ATF	ec w/enclosures:	Rebecca Solis, ATF
	Melvin Lapin, MSHA		Melvin Lapin, MSHA
	Keith McFarland, K & C Traders		Keith McFarland
			Bill York-Feirn, DRMS Denver
			Bruce Stover, DRMS Denver

Russ Means, DRMS GJFO

U.S. Department of Justice

Bureau of Alcohol, Tobacco, Firearms and Explosives

Referral of Information

PART I - R	EFERRAL	
1. TO: (Title, agency and address)		REFERRAL NO. (Optional)
Richard LAUFENBERG District Manager		2012-0072
MSHA Rocky Mountain District P.O. Box 25367, DFC		2a. DATE 09/12/2012
Denver, CO 802250367		2b. UI
		788020-2012-0438
The following information and attachment (Check applicable box) are se as potential criminal or civil violations coming under your jurisdiction.	nt to you as requested, 🛛 are referred	to you for consideration
COMPLETE FOR REFERRALS OR REQUESTS OUTSIDE ATF - This Refe returns or return information under 26 U.S.C. 6103.	rral (Check applicable box)	DOES NOT contain confidential
COMPLETE IF APPLICABLE: This is a confirmation of a referral made (Che	ck applicable box) by telephone	in person on
3. NAME(S) OF PRINCIPALS INVOLVED IN POSSIBLE VIOLATION		
Toltec Mining		
Wilbur F. Benham		
4. STATUTE(S) POSSIBLY VIOLATED		
5. FEDERAL LICENSES AND/OR PERMITS HELD (Type and number) 5-CO-33-00661 user of high explosives		5 1-1
6. ATF OFFICER UNCOVERING POTENTIAL VIOLATION	7. POST OF DUTY	
Wadene DUFFY	Denver III Field Office	
are stored underground in the Toltec Tunnel. According to M time, nor has there been any inventory in several years. The mine site is located approximately 7.5 miles west of Silv weather permitting. There is no restricted access to the tunn Referrals to MSHA to inspect the magazines have been sent however, there are no records in the ATF Area Office file ver Wilbur BENHAM resides in Norton, KS, has health issues, an Silverton, CO. BENHAM can be reached at (785) 874-8080. Silverton, CO, has keys and can access the Toltec, Toltec 1, can be reached at (970) 387-5512.	erton, CO and is only operated t nel or the magazines. t by ATF in October 2009, Marci ifying that any inspections have nd states it is too difficult for him Jimmie LOKEY, a friend of Wi	from July through October, a 2007 and August 2006; been conducted by MSHA. to travel to the mine site in ilbur BENHAM and a resident in
Photos and map information are attached to this referral.	Disitely, signed by Osberry C. P	
9. ATF OFFICIAL APPROVING REFERRAL (Signature) Rebecca SOLIS	Digitally signed by Rebecca Soli DN: cn=Rebecca Solis, o=Denve ou=Denver III, email=Rebecca.Sol	r Field Division,
IV. TILE AND ADDRESS	Date: 2012.09.15 18:10:54 -06 00	11. TELEPHONE NO.
Area Supervisor Suite 1800		(303) 575-7648
950 17th Street		
Denver, CO 80202		
PART II - RESPONSE	and the state of the	
1. THE REFERRAL ABOVE IS ACCEPTED REJECTED (Explain belo		2. DATE
3. ACTION PLANNED OR TAKEN AND COMMENTS (Continue on a separat	e sheet, if necessary.)	

4. SIGNATURE	5. TITLE OF OFFICIAL	
6. ADDRESS	I	7. TELEPHONE NO.
,		8

COMPLETE FOR REFERRALS WITHIN ATF: THIS RESPONSE IS INTERIM FINAL



Erickson - DNR, Wally swally, erickson@state.co.us>

TOLTEC TUNNEL

1 message

Keith Mcfarland <keithncon@hotmail.com> To: "wally.erickson@state.co.us" <wally.erickson@state.co.us> Fri, Oct 18, 2013 at 12:52 PM

Hi Wally her are some pictures of the gate I installed on the Toltec Tunnel. Hope it will help with the Will Benham issue. Let me know if there is anything else I can do to help. Thanks for your help, Keith McFarland.

4 attachments



Toltec Tunnel Gate 001.JPG 5606K



Toltec Tunnel Gate 002.JPG 5062K



Toltec Tunnel Gate 003.JPG 5309K



Toltec Tunnel Gate 004.JPG 6631K















