

DEPARTMENT OF THE ARMY

U.S. ARMY ENGINEER DISTRICT, SACRAMENTO
CORPS OF ENGINEERS
1325 J STREET

SACRAMENTO CA 95814-2922

REPLY TO ATTENTION OF

November 21, 2013

MININ

Regulatory Division SPK-2012-00953

Mr. Rory Williams Silver Star Resources 1675 Larimer Street, Suite 820 Denver, Colorado 80202 M-2012-032-MINE WATER PLANS, DOCUMENTS NEEDED

Dear Mr. Williams:

We are writing in response to your November 5, 2013, request for a Department of the Army (DA) permit requesting our approval for activities related to reactivating the Revenue Mine. The site is located on Mine property near Sneffels Creek, approximately seven miles southwest of City of Ouray, within Section 21, Township 43 North, Range 8 West, Latitude 37.9706°, Longitude -107.7498°, Ouray County, Colorado.

We have reviewed your Pre-Construction Notification (PCN) and determined that additional information is necessary to complete processing of your PCN. We are initiating consultation with the U.S. Fish and Wildlife Service pursuant to Section 7 of the Endangered Species Act, and with the State Historic Preservation Officer (SHPO) under Section 106 of the National Historic Preservation Act to ensure compliance with these federal laws. In addition, please provide the following information:

- 1. Please provide documentation regarding review and approval of the proposed Mine water plans by other regulatory agencies. If a reclamation plan is required by other statutes, you must submit the reclamation plan to the Corps.
- 2. Identify the location of sediment pond 1 (if it exists) and the disposal area for material excavated from Mine Water Pond, as the locations are not portrayed on map entitled C-2: Mining Extents for Army Corps of Engineers Revenue Mine Star Mine Operations.
- 3. Provide the quantity of material to be excavated from the proposed Mine Water Pond and quantity to be discharged into the existing Revenue Pond and/or other waters of the U.S.

Please provide the requested information within 30 days from the date of this letter to avoid withdrawal of the PCN. If we do not receive the information, or a request for extension within 30 days, your PCN will be considered withdrawn.

Thank you for your cooperation. Please contact us if you have questions, or would like to schedule a meeting to discuss this in more detail. Please refer to identification number SPK-2012-00953 in any correspondence concerning this project. If you have any questions, please contact Carrie Sheata at our Colorado West Regulatory Branch, 400 Rood Avenue, Room 224, Grand Junction, Colorado 81501, by email at Carrie.A.Sheata@usace.army.mil, or telephone at (970) 243-1199, extension 14. For more information regarding our program, please visit our website at www.spk.usace.army.mil/Missions/Regulatory.aspx.

Sincerely,

Original Signed

Susan Bachini Nall Chief, Colorado West Regulatory Branch

CC:

Ms. Melani Jensen, Westwater Engineering, 2516 Foresight Circle #1, Grand Junction, Colorado 81505

Mr. Greg Lewicki, Greg Lewicki and Associates, PLLC, 11541 Warrington Court, Parker, / Colorado 80138

VMr. Robert Oswald, Colorado Department of Reclamation, Mining, and Safety, 691 CR 233, Suite A-2, Durango, Colorado 81301

Mr. Mark Castrodale, County Planner, Ouray County Land Use Department, 11 Mall Road, Ridgway, Colorado 81432