

DIVISION OF RECLAMATION, MINING AND SAFETY Department of Natural Resources

1313 Sherman St., Room 215 Denver, Colorado 80203 Phone: (303) 866-3567 FAX: (303) 832-8106



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Piñeda Director

February 14, 2014

Andrea Holley H & H Stone P.O. Box 246 Dove Creek, CO 81324

RE: Reason to Believe a Violation Exists, Rescheduling of Board Hearing, H & H Stone Quarry #2, Permit No. M-1998-080.

Dear Ms. Holley:

On July 16, 2013 The Division of Reclamation, Mining, and Safety (Division) notified you that your financial warranty letter of credit for permit M-1998-080 in the amount of \$6,347.00 was unable to be verified. You were advised that H & H Stone had sixty (60) days to verify that the existing letter of credit was still valid or submit a replacement warranty in the same amount. H & H Stone has failed to comply with the above requirements.

Therefore, the Division believes this is in violation of the Colorado Land Reclamation Act for the Extraction of Construction Materials, C.R.S. 34-32.5-101 <u>et. seq.</u>, and specifically C.R.S. 34-32.5-117 (6) for failure to maintain a financial warranty in good standing for the life of the permit. Therefore, the Division has found reason to believe violations exist to the Law and has scheduled this matter before the Mined Land Reclamation Board (Board).

You have requested a continuance of the matter set for February 19, 2014 to gain compliance. The Division is willing to continue the issue to the March Board hearing only to gain voluntary compliance. If H & H Stone fails to submit acceptable replacement financial warranty documents by March 21, 2014 the Division will proceed with enforcement action. Please note the notice of the March hearing below which will only be withdrawn with full compliance by March 21st, 2014.

A Formal Board Hearing will be held during the March 26 & 27, 2014 Board meeting for consideration of the possible violations. The hearing will occur at 1313 Sherman Street, Room 318, Denver, Colorado, beginning at 9:00 a.m. or as soon thereafter as the matter can be considered. At the hearing you will have opportunity to be represented and heard. Failure to

H & H Stone, File # M-1998-080

appear at the hearing will result in your loss of party status which means you will lose your right to appeal before this Board or in District Court.

If the Board finds a violation at this hearing, it may issue a Cease and Desist Order and assess a Civil Penalty in the amount of \$100 to \$1,000 for each day of violation. If you have evidence indicating that the possible violation noted above does not exist or has been corrected, please provide it to the Division as soon as possible or bring it to the hearing.

Following the hearing, all parties have an opportunity to review and comment on a draft of the Board's order before it becomes final. If you wish to do so, you must provide the Board with a written request to review the draft order prior to or at the time of your hearing, or you must inform the Board orally during the hearing that you request to review the draft order. The Board's attorney must receive your comments on the draft order within three calendar days of the date the draft order is e-mailed, unless that deadline is extended by the Board's attorney. Submit all comments in writing, by e-mail or fax, to Mr. John Roberts, jj.roberts@state.co.us, Fax: number 303-866-5395. Please note that the Division of Reclamation, Mining and Safety has requested and will be allowed to review and comment on the draft Board Order prior to mailing to any party. The Board will resolve any issues regarding the form and substance of the order. This process does not affect your right to request reconsideration by the Board or appeal the form or substance of the order.

Please contact the Division's office in Denver, phone (303) 866-3567, extension 8144, to confirm the specific date for the hearing. The Board's agenda may not be finalized prior to the week of the Board meeting. Therefore, we recommend you contact the division on March 24, 2014. If you find you are having difficulty reaching someone, you may contact the Division's receptionist at (303) 866-3567, extension 0 for assistance.

If you have any questions please contact Kate Pickford at (970) 259-5861. Sincerely,

(milly Theor

Loretta E! Pineda Division Director

10.14

CERTIFIED MAIL NO. _7010 1060 0001 0936 1199 Return Receipt Requested

cc: Julie Murphy, AGO Tony Waldron, DRMS Russ Means, DRMS GJFO