




COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY
MINERALS PROGRAM INSPECTION REPORT
PHONE: (303) 866-3567

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: Craig Pit	MINE/PROSPECTING ID#: M-1976-027	MINERAL: Sand and gravel	COUNTY: La Plata
INSPECTION TYPE: Monitoring	INSPECTOR(S): Kate A. Pickford	INSP. DATE: March 12, 2014	INSP. TIME: 10:00
OPERATOR: Skanska USA Civil West Rocky Mountain D	OPERATOR REPRESENTATIVE: Shad Peabody	TYPE OF OPERATION: 112c - Construction Regular Operation	

REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$104,810.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None
WEATHER: Clear	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: April 1, 2014

The following inspection topics were identified as having Problems or Possible Violations. OPERATORS SHOULD READ THE FOLLOWING PAGES CAREFULLY IN ORDER TO ASSURE COMPLIANCE WITH THE TERMS OF THE PERMIT AND APPLICABLE RULES AND REGULATIONS. If a Possible Violation is indicated, you will be notified under separate cover as to when the Mined Land Reclamation Board will consider possible enforcement action.

INSPECTION TOPIC: Availability Of Records

PROBLEM/POSSIBLE VIOLATION: Problem: Rule 1.13.5 states, if an Operator temporarily ceases production of the mining operation for one hundred eighty (180) days or more, the Operator must file a Notice of Temporary Cessation in writing to the Office.

CORRECTIVE ACTIONS: The Division requires the Operator file for Temporary Cessation or begin reclamation.

CORRECTIVE ACTION DUE DATE: 5/01/14

OBSERVATIONS

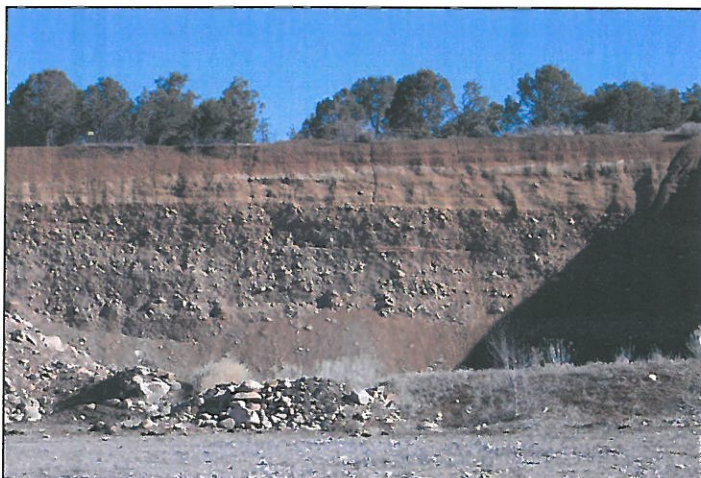
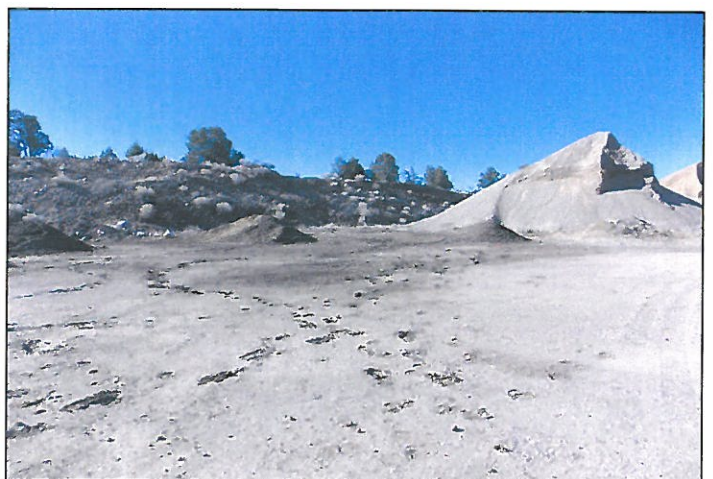
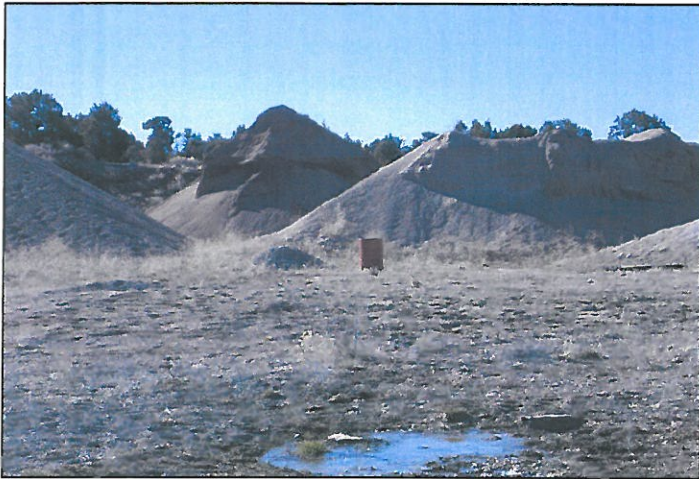
This inspection was conducted as part of the Division of Reclamation, Mining and Safety monitoring program.

The site was transferred to Skanska in 2008. There has been no activity at the site since the transfer and for a number of years prior to the transfer. The operator is required to submit an application for Temporary Cessation, with the required fee, or commence mining or reclamation activities within the next 30 days. In either situation, the operator must notify the Division as to the status of activity at the site by submitting notice of commencement of mining or reclamation or an application to put the site into temporary cessation.

There is a large amount of disturbance at the site. Stockpiles are present along the pit floor. There is a highwall over 70 feet in height located very close to a ranch road on top that is not to be disturbed. This requires backfilling some of the highwall from below. At the base of the highwall is an even deeper pit. Skanska plans to fill the pit with construction by products from other sites. The operator must comply with Rule 3.1.5 (9) when importing materials from offsite to use as backfill in the pit.

The Division has recalculated the necessary financial warranty for reclamation of the site, which has resulted in a bond increase. Information regarding the increase is enclosed with this report.

PHOTOGRAPHS



GENERAL INSPECTION TOPICS

The following list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each

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

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

Inspection Contact Address

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Cortez, CO 81321

Enclosure: Financial Warranty Increase, SI-02