

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:	MINE/PROSPECTING ID#:	MINERAL:	COUNTY:
Red Mesa Pit	M-2009-023	Gravel and sand	La Plata
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Kate A. Pickford	March 18, 2014	11:15
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Skanska USA Civil West Rocky Mountain Di	Joe Schluter	112c - Construction Regular Operation	

REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$61,352.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None
WEATHER: Clear	INSPECTOR'S SIGNATURE:	SIGNATURE DATE: April 3, 2014

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

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

OBSERVATIONS

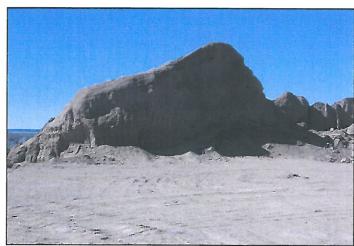
This inspection was conducted as part of the Division of Reclamation, Mining and Safety monitoring program. The site consists of just over 12.5 acres, as 12.4 acres were already released. The current permit area consists of surface disturbance and stockpiles of material on the site. Reclamation, at this point, will require removal of the stockpiles, ripping and seeding of the disturbed areas.

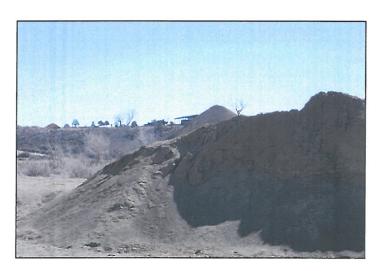
A bond calculation was conducted as part of this inspection and review. The calculation resulted in an increase in the required bond. Please see the notice of surety increase included with this report. Shad Peabody, of Skanska, contacted the Division since this inspection and indicated the site might be used, in part, to fulfill a government contract. If this site is to be further mined, Skanska must indicate what amount of disturbance will occur, as it could influence the required bond.

If mining or reclamation activities will not commenced this season, the site must be placed into Temporary Cessation. Please see form included in this report.

PHOTOGRAPHS













PERMIT #: M-2009-023 INSPECTOR'S INITIALS: KAP INSPECTION DATE: March 18, 2014

<u>Inspection Contact Address</u> Shad Peabody Skanska USA Civil West Rocky Mountain District Inc. 22419 Road G Cortez, CO 81321

Enclosure