




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: CBC Gravel Pit	MINE/PROSPECTING ID#: M-2009-030	MINERAL: Gravel and sand	COUNTY: Dolores
INSPECTION TYPE: Monitoring	INSPECTOR(S): Kate A. Pickford	INSP. DATE: March 13, 2014	INSP. TIME: 13:00
OPERATOR: Coal Bed Creek Construction, Inc.	OPERATOR REPRESENTATIVE: Dave Cressler	TYPE OF OPERATION: 110c - Construction Limited Impact	

REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$9,478.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None
WEATHER: Clear	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: April 9, 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 Operator must file for Temporary Cessation or commence mining or reclamation activities at the site. If the operator opts to commence activities, the operator should notify the Division of the date and nature of the activities started, prior to the deadline date noted.

CORRECTIVE ACTION DUE DATE: 5/30/14

OBSERVATIONS

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

Disturbance at the site consists of a shallow, excavated pit that contains sandstone. There are stockpiles of material stored in the permit area. Large amounts of scrap material, machinery, tires and miscellaneous items are stored in and around the site. Most of these stored materials are outside of the permit boundary, but some are within the permitted area. The operator should exercise caution when storing these items as an excess of this type of storage within the permit boundary could result in an increased bond to address removal of these materials as part of the reclamation activates.

The annual reports submitted by CBCI indicate that there have been no mining or reclamation activities for over a year. Therefore, unless mining activities commence immediately, the operator should submit the necessary form and fee to place the site into temporary cessation status (See Problem cited on this report). For more information regarding temporary cessation, please see Rule 1.13 of the Construction Materials Rules and Regulations. A form to report temporary cessation has been included with this report.

The reclamation bond for the site was recalculated as part of this inspection. The calculation resulted in an increase in the required bond amount. Information regarding the bond 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>N</u>
(SM) SIGNS AND MARKERS-----	<u>N</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>N</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

Dave Cressler
Coal Bed Creek Construction, Inc.
03037 CR 2
Dove Creek, CO 81324

Enclosure: Surety Increase, SI-01



COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY

1313 Sherman Street, Room 215, Denver, Colorado 80203 Phone (303) 866-3567

TEMPORARY CESSATION NOTICE

(mining activities temporarily cease for more than a one-year period)

Today's date: _____

Permit number: M- _____ Site name: _____

County: _____ TC number: _____ (DRMS use only)

Permittee making request: _____

Operator (if other than permittee): _____

Date the initial five-year period of Temporary Cessation begins: _____

Reason mining activities (materials extraction, processing, hauling) have ceased:

Description of plan to resume operations:

Description of plan to meet performance standards of Rule 3.1 during temporary cessation (reclamation, weed control, monitoring, signs, markers, etc.):

Number of affected acres: _____

Amount of financial warranty (bond) on deposit with the state: \$ _____

Required fees for Temporary Cessation by permit type (please mark the correct fee and submit it with this request for Temporary Cessation):

<u>Permit type</u>	<u>Required TR fee</u>	<u>Submitted (mark only one)</u>
Construction Materials	\$144	<input type="checkbox"/>
Hard Rock/ Metal Mining	\$115	<input type="checkbox"/>

The above-referenced permit has entered Temporary Cessation. This site has reserves remaining to be mined.

Operator's signature: _____

Please note:

1. While in Temporary Cessation, the operator must continue to comply with the Rules and Act, including maintaining the site, and must continue to file an annual report and annual fee.