

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: |
|-------------------------|---------------------------------|---------------------------------------|-------------|
| WRC Gravel Pit | M-2008-070 | Gravel | Rio Blanco |
| INSPECTION TYPE: | INSPECTOR(S): | INSP. DATE: | INSP. TIME: |
| Monitoring | Travis H. Marshall | April 8, 2014 | 11:00 |
| OPERATOR: | OPERATOR REPRESENTATIVE: | TYPE OF OPERATION: | |
| Western Gravel, LLC | Don Silva | 112c - Construction Regular Operation | |

| REASON FOR INSPECTION: | BOND CALCULATION TYPE: | BOND AMOUNT: |
|-------------------------------|------------------------|---------------------|
| Normal I&E Program | None | \$75,430.00 |
| DATE OF COMPLAINT: | POST INSP. CONTACTS: | JOINT INSP. AGENCY: |
| NA | None | None |
| WEATHER: | INSPECTOR'S SIGNATURE | SIGNATURE DATE: |
| Clear | T Carol | April 28, 2014 |

GENERAL INSPECTION TOPICS

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

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

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

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: Acid And Toxic Materials

PROBLEM/POSSIBLE VIOLATION: Problem: Improper storage and containment of fuels and/or other hazardous materials was present on site.

CORRECTIVE ACTIONS: All storage tanks, petroleum and any hazardous materials on site for any period of time shall have appropriate secondary containment. The site will also have to comply with all applicable SPCC requirements. Please supply photo documentation that any fuel or hazardous materials containers are stored properly - including applicable secondary containment structures by the corrective action date. Note that secondary containment structures shall consist of an impermeable containment which could contain all contents of the tanks and various containers (when full) plus 10% of the total capacity. The operator may also provide photo documentation that all containers have been removed from the site on or before the corrective action date. **CORRECTIVE ACTION DUE DATE:** 5/26/14

OBSERVATIONS

This inspection was conducted as part of the normal monitoring program established by the Colorado Division of Reclamation, Mining and Safety. The WRC Gravel Pit is located approximately 13 miles west of Meeker, Colorado. The WRC Gravel Pit is a 191.83 acre 112c construction materials mining operation. Don Silva and Leif Joy accompanied the inspector during the inspection.

The mine identification sign and the affected area boundary markers were present and in compliance with Rule 3.1.12.

The site was inactive during the inspection. Various stockpiles of construction material were observed.

A waste oil container lacking secondary containment was observed within the permit area. This is noted as a problem. The corrective action required is to construct secondary containment or remove the container from the permit area. Please provide photo-documentation of the corrective action no later than May 26, 2014 to avoid enforcement action.

The operator has started the final grading for the solid waste disposal cell in Phase 1.

No off-site damage was observed during the inspection.

Photos that show the conditions observed during the inspection are included at the end of this report.

Responses to this inspection report should be directed to Travis Marshall at the Division of Reclamation, Mining and Safety, Grand Junction Field Office, 101 South 3rd Street, Room 301, Grand Junction, Colorado 81501, phone no. 970-241-2042.

PERMIT #: M-2008-070 INSPECTOR'S INITIALS: THM INSPECTION DATE: April 8, 2014

PHOTOGRAPHS



Inspection Contact Address Don Silva

Don Silva Western Gravel, LLC PO Box 808 Meeker, CO 81641