

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:
SR-13A	P-2009-020	Uranium	San Miguel
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Mineral Prospect Inspection	Bob Oswald	September 15, 2014	15:30
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Cotter Corporation	None	MP - Mineral Prospecting	

REASON FOR INSPECTION: Surety Release Requested	BOND CALCULATION TYPE: None	BOND AMOUNT: \$100.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: U.S. Dept of Energy	JOINT INSP. AGENCY: U.S. BLM
WEATHER: Cloudy	INSPECTOR'S SIGNATURE:	SIGNATURE DATE: September 26, 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>NA</u>	(FN) FINANCIAL WARRANTY <u>Y</u>	(RD) ROADS <u>NA</u>
(HB) HYDROLOGIC BALANCE <u>NA</u>	(BG) BACKFILL & GRADING <u>Y</u>	(EX) EXPLOSIVES <u>NA</u>
(PW) PROCESSING WASTE/TAILING NA	(SF) PROCESSING FACILITIES NA	(TS) TOPSOIL <u>NA</u>
(MP) GENL MINE PLAN COMPLIANCE- NA	(FW) FISH & WILDLIFE NA	(RV) REVEGETATION <u>Y</u>
(SM) SIGNS AND MARKERS NA	(SP) STORM WATER MGT PLAN NA	(SB) COMPLETE INSP Y
(ES) OVERBURDEN/DEV. WASTE NA	(SC) EROSION/SEDIMENTATION NA	(RS) RECL PLAN/COMP Y
(AT) ACID OR TOXIC MATERIALS NA	(OD) OFF-SITE DAMAGE <u>NA</u>	(ST) STIPULATIONS NA

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

OBSERVATIONS

This was an inspection conducted by the Division in response to a request for release of this NOI, submitted by the operator. The operator was not present during the inspection, and the site was not active on the day of the inspection. James Blair of the Dolores Office of BLM was present throughout the inspection.

This NOI was approved for drilling a single drill hole up on the mesa above the SR-13A permitted mine. The operator drilled and then closed the drill hole in 2009. The operator submitted the permanent abandonment report in 2013. All surface earthwork was completed, and the site has had several years for the reclamation to become established.

The drill site was located on the ground, and all reclamation appeared to be satisfactory. BLM has stated its support of the operator's request for release. Written confirmation from US DOE has been received, also stating its support for the release.

The anniversary date of this NOI is September 19, which is when the annual fee and annual report are due. Records reflect that the operator has provided those items, so the Division may therefore approve the release request.

A formal release approval letter will be sent to the operator under separate cover, accompanied by the financial warranty which will be released.

For questions related to this report, please contact this inspector at the Division's Durango Field Office: telephone 970-247-5193, or 303-866-3567 ext 8175.

All written correspondence should be sent directly to the Division's Denver Office: Division of Reclamation, Mining & Safety 1313 Sherman Street, Room 215 Denver, CO 80203

Inspection Contact Address

Glen Williams Cotter Corporation 28151 DD Road Nucla, CO 81424

EC: Ed Cotter, US DOE-LM, Grand Junction (via email) James Blair, BLM, Dolores (via email)

Inspection photographs are on the following page.

PHOTOGRAPHS



