STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY

Department of Natural Resources

1313 Sherman St., Room 215 Denver, Colorado 80203 Phone: (303) 866-3567 FAX: (303) 832-8106

August 1, 2014

Thomas J. Musch Stanley J. Conner 514 Americas Way, PMB 3773 Box Elder, SD 57719-7600



John W. Hickenlooper Governor

Mike King Executive Director

Virginia Brannon

Lee No 2 Placer, Permit M-1987-072, Annual Fee Invoice and Report Request

PLEASE READ CAREFULLY – ACTION REQUIRED Please attach your COMPLETED written Annual Report and Annual Report Map to this form

Under the terms of your NOI or Reclamation Permit and Colorado Statutes, you must submit Annual Fees and Annual Reports (including a map). You must pay the Annual Fee and submit an Annual Report each year until reclamation responsibility release is granted. The Annual Fee is not a renewal fee. The Fee and Report are for LAST YEAR'S mining and reclamation season, and MUST be paid even if your operation was inactive.

The Annual Report and Fee requirement will be considered submitted when we have received the following components:

- 1. APPROPRIATE ANNUAL FEE
- 2. COMPLETED ANNUAL REPORT
- 3. ASSOCIATED MAP as required by rule

If you have requested reclamation responsibility release from the Division of Reclamation, Mining and Safety (the "Division") but your permit is not released by the anniversary date listed below, the Annual Fee MUST be paid. If the permit is released before the anniversary date, then by Statute, it is not necessary to pay an Annual Fee or submit an Annual Report for that year.

Division records indicate the \$259.00 fee is due for the following:

Permit: M-1987-072 Operation Name: Lee No 2 Placer Anniversary Date: September 26, 2014

Total Fee Due: \$259.00 (Due on or before your Anniversary Date)

Return the enclosed <u>Annual Report FORM</u>, a <u>MAP</u>, and a <u>CHECK</u> or <u>MONEY ORDER</u> made payable to: Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. If your records indicate these documents and fees have already been submitted, please notify the Division.

If you have additional comments and/or information that should be provided to the Division, please provide it below or attach it to this form along with your written report and map. Annual Report instructions are enclosed. If you have any questions, please feel free to contact Michelle Ramirez (303) 866-3567 ext 8114. Thank you for your cooperation in this matter.

IF THE ANNUAL FEE SUBMITTALS ARE NOT RECEIVED ON OR BEFORE YOUR ANNIVERSARY DATE, THE ENFORCEMENT PROCESS WILL AUTOMATICALLY BE INIATIED. ENFORCEMENT ACTIONS MAY RESULT IN CIVIL PENALTIES AND/OR REVOCATION OF YOUR PERMIT.

110(2) Annual Report

Permittee Name:	Stanley J. Conner	Permit Number:	M-1987-072
Operation Name:	Lee No 2 Placer	County:	Gilpin
Annual Fee Due:	\$259.00	Anniversary Date:	September 26, 2014
Permit Acreage:	1.00	Current Bond Amt:	\$1,200.00

According to C.R.S. 34-32.5-116 or 34-32-116, each year, on the anniversary date of the permit, an operator shall submit the Annual Fee, an Annual Report and Map showing the extent of current disturbances to affected land, required monitoring information, reclamation accomplished to date and during the preceding year, any new disturbance that is anticipated to occur during the upcoming year, any reclamation that will be performed during the upcoming year, the dates for the beginning of active operations, and the date active operations ceased for the year.

Information contained in this report will be reviewed by the Division upon receipt and prior to the next compliance inspection of the site. If, while completing this report, you learn that your site is not in compliance with the rules and the act, it is advisable that the issues be rectified promptly to avoid possible enforcement action.

				1 1 2							
1.	Is the site identi	fication sign p	osted	in accordance	with	Rule 3.1.12(1).				YES	NO
2.	Is the affected a	rea boundary	clearly	marked in ac	corda	ance with Rule 3.	.1.12	2(2).		YES	NO
3.	. Is the mine site in final reclamation (all material extraction and stockpile removal is complete)? If "YES," please note time limits related to completion of reclamation, Rule 3.1.3.						ete)?	YES	NO		
4. What was the date of last excavation, processing or hauling activity at the mine?											
5.	5. Does the mine operate more than 180 days per year If "NO", please review Rule 1.13 to assure that your mine is in compliance.							YES	NO		
6.	a) approval of TEMPORARY CESSATION Status? b) approval for INTERMITTENT OPERATION?							YES YES	NO NO		
7.	7. Number of acres currently affected (mining + incomplete and or unreleased reclamation).										
8.	3. Number of acres that were newly affected during the current report year.										
9.	Number of acre	s that were red	claime	d during the cu	ırren	t report year.					
10.	. Estimated new	acreage to be	affecte	d in the next r	eport	t year.					
11.	. Estimated acres	to be reclaime	ed in t	he next report	year.						
12	. Total acres in v	various stages	of recl	lamation since	ner	mitted mining ac	tivit	ies hegan:			
[Total acres		tal acr		реп	Total acres		Total acı	res		
	backfilled:		eded w			w/topsoil		mulched			
			proved			replaced:		approved			
	Cotal acres Total acres		Topsoil			pplication					
	graded:	fer	tilized	w/		replacement		rate (ton			
		ap	vd fert	ilizer:		depth (in.):			•		
f	Seed			Fertilizer				Mulch			
	application			application				application			
	method:			method:				method:			

	. Is weed control being conducted in accordance with an approved Weed Control Plan? If "YES", indicate the weed species, control area, control type, application rate and treat					
14. Is adequate topsoil If "NO", please exp	YES	NO	N/A			
15. Is the reserved tops If "NO" please exp	YES	NO	N/A			
16. If mining has expos Engineer (Well Per	olan and Offi YES	ice of tl NO	he State N/A			
17. Are all hazardous r	YES	NO	N/A			
18. Is your financial wa	YES	NO	N/A			
19. Is your basis for leg	YES	NO				
20. Does your permit rule if "Yes", please att	YES	NO	N/A			
permit boundary, c UPDATED MAP A Division records indica print <u>current</u> contact in	te the following permittee contact in formation:	cation of the acreages specified in	items 7- 12	2 and 14	1.	
Permittee Contact:	Thomas J. Musch					
Permittee Company:	Stanley J. Conner					
Address:	514 Americas Way, PMB 3773					
	Box Elder, SD 57719-7600					
Phone Number:	(850) 530-8898					
Fax Number:						
Email Address:	CF.PR.email					
	by state that the information provide ordance with the Division approved		te, and that	site ope	erations are	
Signature of <u>Permitte</u>	e, Corporate Officer, Owner, or D	ocumented Designee	Date		_	