




**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.

<b>MINE NAME:</b> Yankee Gulch Minerals Project	<b>MINE/PROSPECTING ID#:</b> M-1999-002	<b>MINERAL:</b> Carbonates	<b>COUNTY:</b> Rio Blanco
<b>INSPECTION TYPE:</b> Monitoring	<b>INSPECTOR(S):</b> Travis H. Marshall	<b>INSP. DATE:</b> September 4, 2014	<b>INSP. TIME:</b> 09:30
<b>OPERATOR:</b> American Soda, L.L.P.	<b>OPERATOR REPRESENTATIVE:</b> Celina Akin	<b>TYPE OF OPERATION:</b> 112d-3 - Designated Mining Operation	

<b>REASON FOR INSPECTION:</b> Normal I&E Program	<b>BOND CALCULATION TYPE:</b> None	<b>BOND AMOUNT:</b> \$5,178,424.00
<b>DATE OF COMPLAINT:</b> NA	<b>POST INSP. CONTACTS:</b> BLM – White River Field Office	<b>JOINT INSP. AGENCY:</b> None
<b>WEATHER:</b> Clear	<b>INSPECTOR'S SIGNATURE:</b> 	<b>SIGNATURE DATE:</b> October 9, 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----- <u>Y</u>	(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----- <u>Y</u>	(TS) TOPSOIL----- <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE----- <u>Y</u>	(RV) REVEGETATION---- <u>Y</u>
(SM) SIGNS AND MARKERS----- <u>Y</u>	(SP) STORM WATER MGT PLAN---- <u>NA</u>	(SB) COMPLETE INSP---- <u>Y</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>NA</u>	(SC) EROSION/SEDIMENTATION--- <u>Y</u>	(RS) RECL PLAN/COMP-- <u>Y</u>
(AT) ACID OR TOXIC MATERIALS----- <u>Y</u>	(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

### **OBSERVATIONS**

This inspection was conducted as part of the normal monitoring program established by the Colorado Division of Reclamation, Mining and Safety (DRMS). Celina Akin with American Soda, LLP accompanied the inspector during the inspection. The American Soda Yankee Gulch Minerals Project is located 22 miles southwest of Meeker, Colorado in Rio Blanco County.

The purpose of the site visit was to inspect the status of the operation and to observe the current conditions of the mining project.

The site is in final reclamation and the only activity other than reclamation that is occurring is environmental monitoring and site maintenance. On July 22, 2008 an amendment to revise the post mine land use for the process plant area was approved. The Division highly recommends that the operator removes the process plant from the permit area through an acreage reduction request in compliance with the requirements of Rule 4.17.

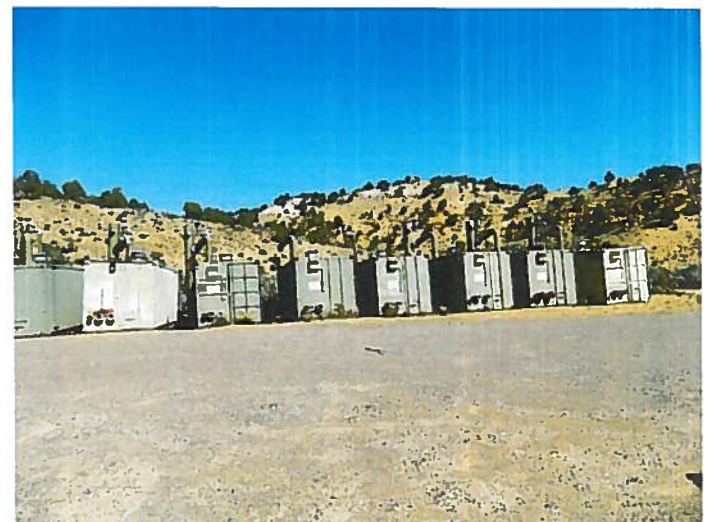
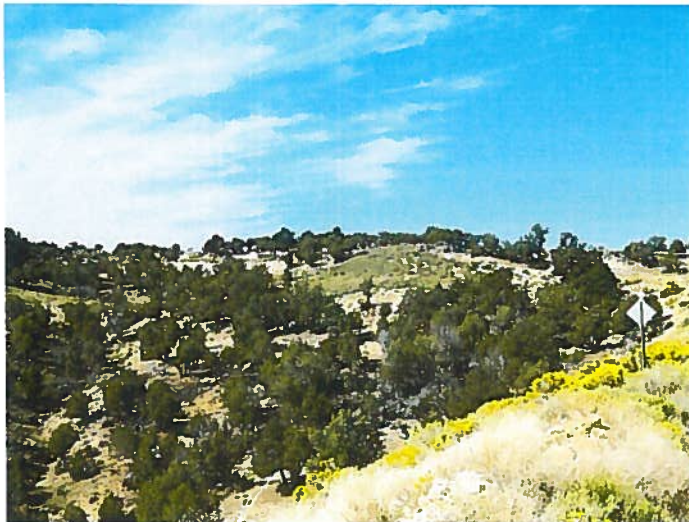
Due to the plugging and abandonment of multiple wells south and east of the access road the operator plans to demo and remove the surface product transport pipelines.

No problems or possible violations were identified during the inspection.

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

A copy of this inspection was supplied to Paul Dagget at the Bureau of Land Management - White River Field Office. If there are any questions regarding this inspection report please contact me at (970) 241-2042.

**PHOTOGRAPHS**







**Inspection Contact Address**

Celina Akin  
American Soda, L.L.P.  
P.O. Box 27328  
Houston, TX 77227

Cc: Paul Daggett  
BLM-White River Field Office  
220 East Market Street  
Meeker, CO 81641