

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:
Conger Harvesting Area	M-1998-022	Stone	Gunnison
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Dustin M. Czapla	December 11, 2014	11:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
The Gallegos Corporation	Frank Gutierrez	112c - Construction Regular Operation	

REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:
Normal I&E Program	None	\$7,725.00
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGENCY:
NA	None	None
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:
Clear		12/23/2014

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 N	(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 NA	(SF) PROCESSING FACILITIES NA	(TS) TOPSOIL <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE \underline{Y}	(RV) REVEGETATION <u>Y</u>
(SM) SIGNS AND MARKERS <u>Y</u>	(SP) STORM WATER MGT PLAN NA	(SB) COMPLETE INSP <u>Y</u>
(ES) OVERBURDEN/DEV. WASTE <u>NA</u>	(SC) EROSION/SEDIMENTATION Y	(RS) RECL PLAN/COMP Y
(AT) ACID OR TOXIC MATERIALS NA	(OD) OFF-SITE DAMAGE <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 Division of Reclamation, Mining and Safety's (Division) normal monitoring program. Frank Gutierrez, representing the Operator, and Bill Balaz (Tetra Tech) were present during this inspection. Photographs are included with this report in order to illustrate some of the conditions observed.

The Conger Harvesting Area is located approximately 1.5 miles west of Marble and accessed from CR3. The site is a 112c operation that includes a total of 29.43 permitted acres. The Division currently holds a financial warranty amount of \$7,725.00 for this site.

Adequate mine identification signage was noted on the gate at the entrance to the site.

The affected area was marked by t-posts that were clearly visible and adequate to delineate the affected area boundary.

Mining and reclamation are completed in the private land portion of the permit area. Mined slopes have been graded to blend with the surrounding area and appear stable. Where soil exists vegetation is becoming well established. No potential problems were noted in this area.

The operator anticipates revising the permit to relocate the access to the USFS property. The new access would utilize an existing road located on private property owned by Robert Raymond. The existing road terminates at the USFS property line. Before the road can be utilized maintenance will be necessary, but significant upgrades are no anticipated. It was determined that the existing road does not need to be included in the permit area.

No problems or violations were noted during this inspection.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, Grand Junction Field Office, 101 South 3rd Street, Room 301, Grand Junction, Colorado 81501, phone number (970) 243-6299.

PHOTOGRAPHS



Figure 1: Permit area entrance to the private land

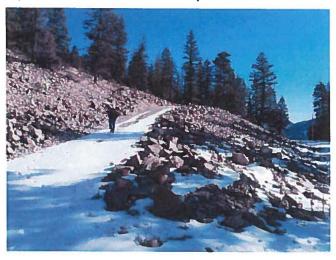


Figure 3: Reclaimed area on the private land

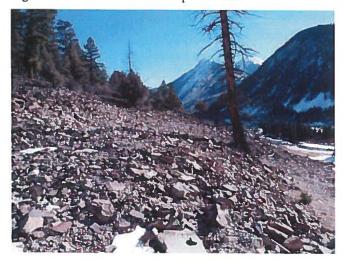


Figure 5: Reclaimed area on the private land



Figure 2: Reclaimed area on the private land



Figure 4: Reclaimed area on the private land

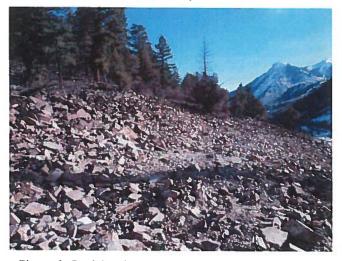


Figure 6: Reclaimed area on the private land



Figure 7: Proposed new access road



Figure 9: Proposed new access road



Figure 8: Proposed new access road

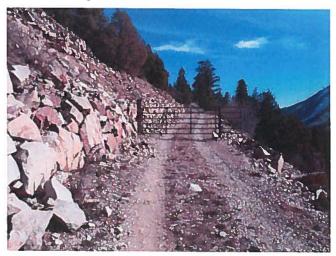


Figure 10: Proposed new access road

Inspection Contact Address

Frank Gutierrez The Gallegos Corporation P.O. Box 821 Vail, CO 81658

CC: Bill Balaz