

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:
JD-9 Mine	M-1977-306	Uranium and vanadium	Montrose
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Dustin Czapla	April 29, 2015	12:30
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Cotter Corporation	Jim Sheridan	112d-1 - Designated Mining Operation	

REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:
Normal I&E Program	None	\$100.00
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGENCY:
NA	None	DOE
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:
Clear		May 11, 2015

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

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

PERMIT #: M-1977-306 INSPECTOR'S INITIALS: DMC INSPECTION DATE: April 29, 2015

OBSERVATIONS

This was a routine monitoring inspection. Ed Cotter, representing DOE, Jim Sheridan and Gus Gaviotis, representing Cotter Corporation, were present.

The JD-9 Mine is located approximately twelve miles west Naturita and accessed from FF16 road. The site is a 112d-1 operation that includes a total of 11.1 permitted acres.

No evidence of recent mining activity was noted during this inspection. The site is currently in Temporary Cessation. Conditions at the site appeared unchanged from the Division's previous inspection.

Upper Monogram area

Vent fans and water treatment plant are located in this area. The water treatment plant is not currently in use. Treatment ponds were dry during the inspection. Facilities in this area appeared secure.

Bull Canyon area

The Bull Canyon area conditions appeared unchanged from the Division's last inspection. There is a mine building located on the main mine bench area. Several pieces of dilapidated equipment and refuse were observed around the building. An empty fuel tank in a lined containment pit is located here. The portal in this area collapsed years ago and has not yet been reopened.

No problems or violations were noted.

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: Collapsed portal



Figure 3: Mine bench

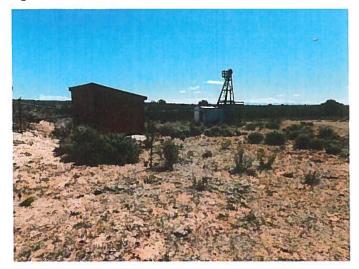


Figure 5: Water treatment area



Figure 2: Shop area



Figure 4: Retention pond



Figure 6: Water treatment area



Figure 7: Water treatment area

Inspection Contact Address

Jim Sheridan Cotter Corporation P.O. Box 700 Nucla, CO 81424