



**COLORADO**

**Division of Reclamation,  
Mining and Safety**

Department of Natural Resources

1313 Sherman Street, Room 215  
Denver, CO 80203

June 11, 2015

Mike Ausburn  
Pioneer Sand Company, Inc.  
5000 Northpark Drive  
Colorado Springs, CO 80933

**Re: Phillips Ranch Property Gravel Pit #2, File No. M-2000-046,  
Conversion Approval, Revision No. CN-01**

Dear Mr. Ausburn:

On June 11, 2015 the Division of Reclamation, Mining and Safety (Division) approved the Conversion application submitted to the Division on March 11, 2015, addressing the following:

*Convert 110 Permit M-2000-046 to a 112 Permit to extract gravel from approximately 175 acres.  
This conversion will include 110 Permit M-1997-097.*

The terms of the Conversion No. 1 approved by the Division are hereby incorporated into Permit No. M-2000-046. All other conditions and requirements of Permit No. M-2000-046 remain in full force and effect.

The estimated liability amount of \$ 117,123.00 exceeds the \$26,433 performance bond currently held. If you have not already done so, please submit additional bond in the amount of \$ 90,690.00. The revision will not be issued until the bond is approved by the Division.

**PLEASE NOTE THAT MINING OPERATIONS IN THE EXPANSION AREA MAY NOT COMMENCE UNTIL A PERMIT HAS BEEN ISSUED BY THE DIVISION AFTER RECEIPT OF YOUR FINANCIAL WARRANTY. A PERMIT WILL NOT BE ISSUED UNTIL WE VERIFY THE ADEQUACY OF YOUR FINANCIAL WARRANTY.**

If you have any questions, please contact me at (303) 866-3567, ext. 8169.

Sincerely,

Timothy A. Cazier, P.E.  
Environmental Protection Specialist

ec: Wally Erickson, DRMS  
DRMS file  
Angela Bellantoni, EAI

