

1313 Sherman Street, Room 215 Denver, CO 80203

September 25, 2015

Mr. Jerald Schnabel Transit Mix Concrete Co. 444 East Costilla Colorado Springs, CO 80903

## RE: Hitch Rack Ranch, NOI File No. P-2014-016; Modification No. 1 (MD-01) Approval with Financial Warranty Due

Dear Mr. Schnabel:

On September 24, 2015 the Division of Reclamation, Mining and Safety approved the modification application submitted to the Division on August 12, 2015, addressing the following:

Additional 3 acres of disturbance

The terms of the Modification No. 01 approved by the Division are hereby incorporated into NOI No. P-2014-016.

No additional financial warranty was received with the modification application. The minimum required NOI financial warranty is \$2,000 per acre. With the addition of 3 acres of disturbance, the Division requires an additional \$6,000.00. It should be noted the Division received borehole abandonment reports for 6 boreholes. As such you are still approved for the original eight boreholes. The revised estimated liability amount of \$12,100.00 exceeds the \$6,100.00 performance bond currently held. If you have not already done so, please submit additional bond in the amount of \$6,000.00. The revision will not be final until the bond is approved by the Division. Please see the enclosed cost summary sheet for the additional bond details related to the NOI modification.

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

Sincerely,

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

ec: Wally Erickson, DRMS Barbara Coria, DRMS DRMS file Andre Laroche, Transit Mix Concrete

