



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: Hatchery Pit	MINE/PROSPECTING ID#: M-2014-043	MINERAL: Gravel, sand and bor for construction	COUNTY: Adams
INSPECTION TYPE: Monitoring	INSPECTOR(S): Tyler V. O'Donnell	INSP. DATE: May 19, 2015	INSP. TIME: 08:00
OPERATOR: Albert Frei & Sons Inc.	OPERATOR REPRESENTATIVE: Ben Frei	TYPE OF OPERATION: 112c - Construction Regular Operation	

REASON FOR INSPECTION: High Priority	BOND CALCULATION TYPE: None	BOND AMOUNT: \$809,500.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None
WEATHER: Raining	INSPECTOR'S SIGNATURE: <i>Tyler O'Donnell</i>	SIGNATURE DATE: December 1, 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----- <u>Y</u>	(RD) ROADS----- <u>Y</u>
(HB) HYDROLOGIC BALANCE----- <u>Y</u>	(BG) BACKFILL & GRADING----- <u>Y</u>	(EX) EXPLOSIVES----- <u>N</u>
(PW) PROCESSING WASTE/TAILING---- <u>Y</u>	(SF) PROCESSING FACILITIES----- <u>N</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>	(SW) STORM WATER MGT PLAN---- <u>Y</u>	(CI) COMPLETE INSP---- <u>Y</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>N</u>	(SC) EROSION/SEDIMENTATION--- <u>Y</u>	(RS) RECL PLAN/COMP-- <u>Y</u>
(AT) ACID OR TOXIC MATERIALS----- <u>N</u>	(OD) OFF-SITE DAMAGE----- <u>Y</u>	(ST) STIPULATIONS----- <u>Y</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 to observe current site conditions. The Division of Reclamation, Mining and Safety (Division) was concerned that site preparation and other mining related activities had begun after the application was approved, but prior to the acceptance of the required financial warranty and the issuance of the reclamation permit. This inspection was conducted by Tyler O'Donnell and Wally Erickson of the Division. Albert Frei and Sons, Inc., the Operator, was represented by Ben Frei during the inspection. Steve O'Brian with Environment, Inc., the consultant for Albert Frei and Sons, Inc., was also present during the inspection.

The 112c reclamation permit application for the Hatchery Pit was approved on January 1, 2015. The Operator had 365 days to post the required financial warranty. Once the financial warranty is posted, the Division issues the permit.

The Hatchery Pit is located approximately 3.5 miles north of Commerce City, Colorado, just west of I-76 and north of 88th Ave. The Hatchery Pit is a 53.17-acre pit for the extraction of construction materials, sand, gravel and general fill. The approved post-mining land use is rangeland and/or industrial commercial.

During the inspection it was overcast and raining. The site appeared to be the same as when the site was inspected during the October 16, 2014, pre-operation inspection. During the inspection, no mining or site preparation activities were observed. The operator's representative stated that no mining activities or site preparation would occur until the permit was issued. The Division observed a grading project on the adjoining property to the north. The Division was previously concerned that the activities taking place on the adjoining property were also taking place within the Hatchery Pit, thus possibly creating an unpermitted mining related disturbance. However this was not the case, no such project was occurring within the Hatchery Pit permit boundary, the site remains unaffected.

The operator's representative and consultant stated that they were currently working on obtaining the Adams County permit required for mining and land use activities. The operator's representative and consultant explained that the county permit may differ slightly from the Division's approved reclamation permit. The operator's representative and consultant stated that if needed they would file a Technical Revision to update/clarify minor discrepancies between the Adams County Permit and the Divisions Reclamation Permit, to clarify final reclamation. The gesture to update the reclamation permit if needed, is greatly appreciated.

Following the inspection, but before the inspection report was written, the Operator posted the financial warranty and the permit was issued on November 17, 2015. At the present time there are no problems or possible violations, the site appears to be in compliance with the Act, Rules and the approved reclamation permit.

Inspection Contact Address

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Albert Frei & Sons Inc.
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Henderson, CO 80640

cc: Wally Erickson, DRMS

Steve O'Brian
Environment, Inc.
7985 Vance Dr., #205A
Arvada, CO 80003

PHOTOGRAPHS



Photo 1: Unaffected land, no mining related disturbance.



Photo 2: Unaffected land, no mining related disturbance.