

May 14, 2016

Stephanie Mitchell  
Environmental Protection Specialist  
101 S. 3<sup>rd</sup> St. Suite 310  
Grand Junction, CO 81501

**RECEIVED**

MAY 20 2016  
GRAND JUNCTION FIELD OFFICE  
DIVISION OF  
RECLAMATION MINING & SAFETY

RE: Permit M-1977-020 request for bond reduction.

We are requesting bond reduction for permit M-1977-020 based on completion of reclamation tasks 1 through 9 on the Divisions last bond calculation (attached). This leaves tasks 10 through 12 with total direct cost of \$14,566, plus 1.55% for liability Insurance = \$226, plus 1.05% for Performance bond = \$153, plus 10% for profit = \$1457, plus Job Superintendent for 40 hours at \$35/hr = \$1400. Total contract amount with direct costs and O & P = \$17,802. Adding 5% for administration gives a new bond amount of \$18,692. The current bond is \$83,133.

Please let me know if there is any additional information you need.

Sincerely



Michael Ripp  
Consultant



# COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY

1313 Sherman Street, Room 215, Denver, Colorado 80203 ph(303) 866-3567

## REQUEST FOR FULL OR PARTIAL RELEASE OF PERMIT AREA/SURETY REDUCTION

Please indicate if you are requesting:

FULL/FINAL RELEASE OF ENTIRE PERMITTED AREA (per Rule 4.17) ☐

ACREAGE REDUCTION (PARTIAL RELEASE per Rule 4.17) ☐

I wish to release \_\_\_\_\_ acres at this time.

You will need to submit with this request: a map showing the acreage to be released from the current permit and updated mining and reclamation plan maps that will accurately depict the new permit boundary if the release is approved.

SURETY (Bond) REDUCTION (per Rule 4.14) ☒

If you are requesting a surety (bond) reduction you will need to include with this request a new estimate of the actual cost to reclaim the site based on what it would cost an independent contractor to complete reclamation, including unit costs for reclamation activities as appropriate to the operation to comply with the provisions of Rule 3.1 and the Permit's approved Reclamation Plan.

File No.: M- 1977-020 Site Name: Pit No. 1

County: Delta

Permittee: Keys Blue Haven LLC

Permittee Address: P.O. Box 948156

Maitland, FL 32794-8156

Operator (If Other than Permittee): \_\_\_\_\_

Permittee Representative: Bill St. James

Certified Mail# 70151730000165951812

In accordance with Rule 4.17.1(2) the Operator shall include the names, addresses and phone numbers of all owners of record to the affected land. Please attach additional sheets for this information if required.

Keys Blue Haven LLC, (407) 399-5799

Frances Loughrey, 697 1675 Rd., Delta, CO 81416 Glen Black, 691 16785 Rd., Delta, CO 81416

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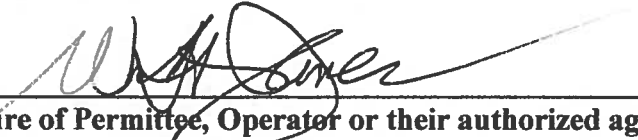
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Continue on following page..

In accordance with Rule 4.17.1(4), if requesting a full or partial acreage release the Operator or their agent MUST sign that they have complied with the following statement: "All applicable portions of the Reclamation Plan requirements have been satisfied in accordance with these Rules and all applicable requirements under the Act."

  
\_\_\_\_\_  
Signature of Permittee, Operator or their authorized agent

5-16-16  
\_\_\_\_\_  
Date

**Important: In accordance with Rules 4.14.2(a) and 4.17.1(3) This release request must be submitted to the Division via certified mail and separate from any other correspondence to the Division.**

TO : File

## **CIRCES Cost Estimating Software**

### **COST SUMMARY FORM**

## PROJECT IDENTIFICATION

Date : 14-Apr-2004

User: SSS

Permit or job no. : **M-1977-020**

Abbreviation : none

Filename : **M020-000**

Site : *Pit No. 1*

State : Colorado

County : *Delta*

Agency or organization name **DMG**

Permit or job action : AM-03 Bond Calculation ✓

### TASK LIST (DIRECT COSTS)

[illegible]

SUBTOTALS:	1,026.34	\$67.051
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	NA	%
* includes inflation factor adjustment of:	NA	%

TOTAL DIRECT COST * =	\$87.051
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### INDIRECT COSTS

**OVERHEAD AND PROFIT -**

Liability insurance :	1.55	% of direct	total =	\$1,039
Performance bond :	1.05	% of direct	total =	\$704
Job superintendent :	105.00	hrs*...\$/hr: \$35.00	total =	\$3,675
Profit :	10.00	% of direct	total =	\$6,705

\* net working hours comprising job

**TOTAL O & P = \$12,123**

**LEGAL - ENGINEERING - PROJECT MANAGEMENT -**

CONTRACT AMOUNT (direct + O & P) = \$79,174

Financial warranty processing (legal/related costs) :	total =
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Engineering work and/or contract/bid preparation :	NA	NA	NA	total =	NA
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Reclamation management and/or administration :	5.00	% of cntr.	NA	total =	\$3,959
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**CONTINGENCY -**

NA*	NA	total =	NA
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\* contingencies accounted for at task level

**TOTAL INDIRECT COST = \$16,082**

**TOTAL BOND AMOUNT (direct + Indirect) = \$83,133**