

1313 Sherman St. Room 215 Denver, CO 80203

November 2, 2016

Mr. Garrett C. Varra Varra Companies, Inc. 8120 Gage St. Frederick, CO 80516

Re: Varra Companies, Inc.; Parcel 122 - Resource Development Project; File No. M-2015-033; 112c

Decision Letter - Financial and Performance Warranty Request - Construction Material Operation

Mr. Varra:

On November 2, 2016, the Division of Reclamation, Mining and Safety (Division/DRMS) approved your 112c mining permit application.

The amount of financial warranty set by the Division for this operation is \$118,575.00. You must submit a financial warranty in this amount and a performance warranty in order for us to issue a permit. In the event you have requested a financial warranty form, we have enclosed it in this letter. If you have not, please select a type of financial warranty from Rule 4.3. Then contact us so that we can provide you with the appropriate warranty form. We have enclosed a performance warranty form with this letter for your use.

PLEASE NOTE THAT MINING OPERATIONS MAY NOT COMMENCE UNTIL A PERMIT HAS BEEN ISSUED BY THE DIVISION <u>AFTER</u> RECEIPT OF YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY. A PERMIT WILL NOT BE ISSUED UNTIL WE VERIFY THE ADEQUACY OF BOTH YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY.

If you have any questions, please contact me at <a href="mailto:peter.hays@state.co.us">peter.hays@state.co.us</a> or (303) 866-3567 Ext. 8124.

Sincer

Peter S. Hays

**Environmental Protection Specialist** 

**Enclosure** 

Ec: Wally Erickson; DRMS

