

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: | MINE/PROSPECTING ID#: | MINERAL: | COUNTY: | |
|----------------------------------|-------------------------|---------------------|---------------------------------------|--|
| Allen Pit | M-2002-094 | Gravel | Montrose | |
| INSPECTION TYPE: | INSPECTOR(S): | INSP. DATE: | INSP. TIME: | |
| Monitoring | Dustin M. Czapla | February 24, 2017 | 10:20 | |
| OPERATOR: | OPERATOR REPRESENTATIVE | : TYPE OF OPERA | TYPE OF OPERATION: | |
| Hank Williams, Inc. dba Williams | None | 112c - Construction | 112c - Construction Regular Operation | |
| Construction Contractors | | | | |
| REASON FOR INSPECTION: | BOND CALCULATION TYPE: | BOND AMOUNT: | | |
| Normal I&E Program | Partial Bond | \$72,400.00 | | |
| DATE OF COMPLAINT: | POST INSP. CONTACTS: | JOINT INSP. AGE | JOINT INSP. AGENCY: | |
| NA | None | None | None | |
| WEATHER: | INSPECTOR'S SIGNATURE: | SIGNATURE DAT | SIGNATURE DATE: | |
| Clear | De | March 1, 2017 | | |

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 Y | (RD) ROADS <u>Y</u> |
|--|--|---|
| (HB) HYDROLOGIC BALANCE <u>Y</u> | (BG) BACKFILL & GRADING <u>Y</u> | (EX) EXPLOSIVES <u>NA</u> |
| (PW) PROCESSING WASTE/TAILING <u>Y</u> | (SF) PROCESSING FACILITIES \underline{Y} | (TS) TOPSOIL \underline{Y} |
| (MP) GENL MINE PLAN COMPLIANCE- Y | (FW) FISH & WILDLIFE \underline{N} | (RV) REVEGETATION N |
| (SM) SIGNS AND MARKERS <u>Y</u> | (SP) STORM WATER MGT PLAN N | (CI) COMPLETE INSP $\underline{\mathbf{Y}}$ |
| (ES) OVERBURDEN/DEV. WASTE <u>Y</u> | (SC) EROSION/SEDIMENTATION \underline{Y} | (RS) RECL PLAN/COMP N |
| (AT) ACID OR TOXIC MATERIALS <u>Y</u> | (OD) OFF-SITE DAMAGE \underline{Y} | (ST) STIPULATIONS N |

Y = Inspected and found in compliance / N = Not inspected / NA = Not applicable to this operation / PB = Problem cited / PV = Possible violation cited

PERMIT #: M-2002-094 INSPECTOR'S INITIALS: DMC INSPECTION DATE: February 24, 2017

OBSERVATIONS

This inspection was conducted as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. A representative for the operator was not present during this inspection. Photographs are included with this report in order to illustrate some of the conditions observed.

The Allen Pit is located approximately 1.5 miles southwest of Redvale and accessed from 37 Road. The site is a 112c operation that includes a total of 51.5 permitted acres. The Division currently holds a financial warranty amount of \$72,400.00 for this site. The Division updated the reclamation cost estimate for this site in 2012. The financial warranty amount is still considered adequate.

Adequate mine identification signage was noted at the entrance to the site.

The affected area was marked by fencing and posts that were clearly visible and adequate to delineate the affected area boundary.

A scale and scalehouse are located near the entrance to the site.

Mining is active at this site. The permit was transferred to Hank Williams, Inc. in January 2015. The current mining area is located in the northwest part of the permit area. The excavated pit covers approximately 4 acres. The pit slopes are approximately 10 feet high and left at near vertical to 0.5H:1V slopes. There was no water observed in the pit. Materials stockpiles are located on the south side of the pit in a stripped area that covers approximately 6.5 acres. The topsoil that has been stripped is pushed into berms surrounding this area.

There has been no evident reclamation completed at the site.

No problems or violations were noted during this inspection.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, Grand Junction Field Office, 101 South 3rd Street, Room 301, Grand Junction, Colorado 81501, phone number (970) 243-6299.

PHOTOGRAPHS





















Inspection Contact Address

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