



COLORADO

**Division of Reclamation,
Mining and Safety**

Department of Natural Resources

1313 Sherman Street, Room 215
Denver, CO 80203

April 26, 2018

Clint Beck
Pete Lien & Sons, Inc.
P.O. Box 440
Rapid City, SD 57709-0440

**RE: Rex Quarry, DRMS Permit No. M-1977-304.
Financial Warranty Adequacy**

Dear Mr. Beck,

The Colorado Division of Reclamation, Mining, and Safety (Division) has received and reviewed your responses to the Division's review of the adequacy of the currently held financial warranty. Thank you for providing the information in your letter dated March 2, 2018. With this information the Division was able to estimate the required financial warranty for the site. The Division's reclamation cost estimate is enclosed.

The currently held financial warranty at the site is \$654,500.00 in the form of a letter of credit. The Division has estimated the cost to reclaim the site to be about \$655,730.00. Given the relatively small difference between the bond currently held and the Division's estimate, the Division will not require an increase in the financial warranty at this time.

Thank you for working with the Division to assess the adequacy of the required financial warranty. If you have any questions feel free to contact me at (303) 866-3567, extension 8120.

Sincerely,

Jared Ebert
Environmental Protection Specialist III

Enclosure: *1.) CIRCES Reclamation Cost Estimate, Rex Quarry, M-1977-304*

