

COLORADO Division of Reclamation, Mining and Safety

Department of Natural Resources 1313 Sherman Street, Room 215 Denver, Colorado 80203

May 2, 2018

John P. Ary Fremont Paving & Redi-Mix, Inc. 839 MacKenzie Avenue Cañon City, CO 81212

## Re: Notice of Surety Increase (SI-01), State Pit, Permit File No. M-1990-112

Dear Mr. Ary:

On February 28, 2018, the Division of Reclamation, Mining and Safety (Division) conducted an inspection of the State Pit, Permit Number M-1990-112. In accordance with Rule 4.2.1(1) and (2), the Division may review a financial warranty at any time to determine if the amount is sufficient to perform reclamation. The Division currently holds a financial warranty of \$103,925.00. The Division has calculated a reclamation cost estimate for the State Pit based on the approved mining and reclamation plans and from site observations made on February 28, 2018. The Division calculated the cost to reclaim the affected disturbance to be \$404,500.00. This is an increase of \$300,575.00 from the current financial warranty held.

Pursuant to Rule 4.2.1(2), the current Financial Warranty must be amended or replaced to reflect the increase within 60 days from the date of this letter, due **July 2, 2018**.

For questions regarding financial warranties, please contact Barbara Coria, the Division's Financial Assurance Specialist, at (303) 866-3567 x 8148. There are various financial warranty application forms on our website at <u>mining.state.co.us</u>.

For all other questions, please contact me at 303-866-3567 x8132.

Sincerely,

Elliott R. Russell Environmental Protection Specialist

Enclosure: Reclamation Cost Estimate M1990112

Cc: Wally Erickson with DRMS Barbara Coria with DRMS

