December 19, 2018

Donald Corson/ Jack Corson C&B Sand and Gravel Inc. P.O. Box 147 Baggs, WY 82321



1313 Sherman Street, Room 215 Denver, CO 80203

RE: Sheehan Pit, Permit No. M-2007-058, Reclamation Costs Update and Notice of Surety Increase

Dear Mr. Corson:

On September 25, 2018 the Colorado Division of Reclamation Mining and Safety (Division) approved your Technical Revision request (TR-1). Upon approval of TR-1 additional financial warranty was required.

Division calculations estimate the cost to reclaim the above referenced site to be \$\frac{\$51,473.59}{20.00}\$ rounded down to \$\frac{\$51,470.00}{20.00}\$. This is an increase of \$\frac{\$12,210.00}{20.00}\$ over the \$\frac{\$39,260.00}{20.00}\$ currently held by the Division. Therefore, pursuant to Section 34–32.5–117(4) of the Colorado Land Reclamation Act, adequate Financial Warranty must be submitted to the Division within 60 days of the mailing date of this letter. The additional amount needs to be accepted prior to Tuesday, February 19, 2019.

The revision will not be final until the bond increase is approved by the Division.

Please make arrangements with Barbara Coria at the Division of Reclamation, Mining and Safety Denver Office, phone no. 303.866.3567, ext. 8148 for submittal of the financial warranty. Any questions regarding completion, execution and/or submittal of financial warranty forms should also be directed to Barbara Coria.

If you require additional information, or have questions or concerns, please feel free to contact me. Amy Yeldell at the Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. Direct contact can be made by phone at 970-254-8511 or via email at amy.yeldell@ state.co.us

Sincerely,

Amy Yeldell

Environmental Protection Specialist

Ec: Wally Erickson, Senior EPS, Grand Junction DRMS

Enc: Financial Warranty Cost Estimate

