



COLORADO
**Division of Reclamation,
Mining and Safety**
Department of Natural Resources
1313 Sherman Street, Room 215
Denver, CO 80203

July 12, 2019

David Patterson
Colorado Sand Company LLC
2001 Kirby Drive, Suite 360
Houston, TX 77019

**Re: File No. M-2019-027, Keenesburg Project, 110c Decision Letter - Financial and Performance
Warranty Request - Construction Material Operation**

Mr. Patterson:

On July 12, 2019, the Division of Reclamation, Mining and Safety (Division/DRMS) approved your 110c mining permit application.

The amount of financial warranty set by the Division for this operation is \$291,546.90. 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 AFTER 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 peter.hays@state.co.us or (303) 866-3567 Ext. 8124.

Sincerely,

Peter S. Hays
Environmental Protection Specialist

Ec: Michael Cunningham, DRMS
Timothy McCarthy, Schedio Group LLC

