

October 3, 2019

Michael Krauth KrauthCo Inc. 1068 Red Canyon Road Cañon City, CO 81212

Re: J&J Stone Pit #1, Permit No. M-2011-004; Technical Revision (TR-01) Preliminary Adequacy Review

Dear Mr. Krauth:

On September 24, 2019 the Division of Reclamation, Mining and Safety (DRMS) received a revised Technical Revision application TR-1 submittal from an authorized representative (EAI) for the J&J Stone Pit #1 (Permit No. M-2011-004), addressing the following:

Initiate Phase 2 Mining.

The submittal was called complete for the purpose of filing on October 1, 2019. The current **decision date for TR-01 is October 31, 2019**. Please be advised that if you are unable to satisfactorily address any concerns identified in this review before the decision date, **it will be your responsibility to request an extension of the review period**. If there are outstanding issues that have not been adequately addressed prior to the end of the review period, and no extension has been requested, the Division may deny this Technical Revision.

The following comments are based on the DRMS review of the request for TR-01:

<u>Maps</u> – A review of March 27, 2017 Exhibits C-1, C-2 and F-1 submitted to the DRMS in response to our Amendment 1 (AM-01) March 2, 2017 adequacy review letter, the proposed phase 2 mining was intended to be the 20-acre parcel to the north and northeast of the current phase 1 parcel. The TR-08 application indicates the next phase of mining will be a 15-acre parcel to the west of the current mining area which is identified as 40 acres on the aforementioned maps. As such, it appears this TR is also requesting a change to the sequence of the approved mine plan. Please provide updated Exhibits C-1, C-2 and F-1 showing a revised phased mining plan which delineates the TR-01 proposed 15-acre phase 2 (including the additional proposed staging and processing area – Approximate locations of the 5-acre stockpile and processing plant, and the sizing plant) the from the 40-acre western area in order for the DRMS to verify the included revised reclamation cost and confirm the approved mine plan is adhered to at future inspections.



Mr. Michael Krauth October 3, 2019 – TR-01 PAR Page 2

> <u>Reclamation cost</u> – The DRMS completed a reclamation cost summary based on the September 24, 2019 submittal, arriving at a cost estimate similar to the \$26,868.68 provided. If no changes are necessary upon receipt of the response to Comment No. 1 above, we will accept a rounded bond estimate of \$\$26,870.

If you have any questions or need further information, please contact me at (303)866-3567 x8169.

Sincerely, him

Timothy A. Cazier, P.E. Environmental Protection Specialist

ec: DRMS file Dr. Angela Bellantoni, EAI.