



COLORADO
Division of Reclamation,
Mining and Safety
Department of Natural Resources

1313 Sherman St. Room 215
Denver, CO 80203

May 21, 2020

Douglas & Patricia Sessions
PO Box 385
Wray, CO 80758

Re: Sessions Pit, Permit M-2008-030, Technical Revision Approval - Revision TR01 and Notice of Required Surety Increase

Mr/Ms. Sessions:

On May 21, 2020 the Division of Reclamation, Mining and Safety approved the Technical Revision application submitted to the Division on April 21, 2020, addressing the following:

Modify mining plan to allow for benched mining. Maximum benched horizontal distance (working face) of 200 feet, and a maximum pit depth of 50 feet below original grade. Bench height/face must be no greater than 16 feet, and bench width(s) must be no less than 3X maximum bench height.

The terms of the Technical Revision TR01 approved by the Division are hereby incorporated into Permit M2008-030. All other conditions and requirements of Permit M2008-030 remain in full force and effect.

In addition, the revised liability amount for this site exceeds the performance bond currently held (see below). As previously discussed, the required increase in bond is a result of the new benched configuration approved in TR01, in addition to the periodic, routine recalculation of the reclamation bond that the Division is required to perform. A summary of the bond calculation has been attached to this letter for your reference.

The revision will not be final until the increased bond is approved by the Division, and the increased reclamation bond is due within 60 days of the date on this letter (No later than Monday July 20, 2020). Failure to submit the required additional bond within 60 days may result in enforcement action.

Bond Held:	\$17,000.00
Total Bond Required:	\$32,000.00
<u>Additional Bond Required:</u>	<u>\$15,000.00</u>



If you have any questions, please contact me.

Sincerely,



Eric C. Scott

Environmental Protection Specialist

Site: Sessions Pit

Permit Action: Final Reclamation

Permit/Job#: M2008030

PROJECT IDENTIFICATION

Task #: 000

State: Colorado

Abbreviation: None

Date: 3/4/2020

County: Yuma

Filename: M030-000

User: ECS

Agency or organization name: DRMS

TASK LIST (DIRECT COSTS)

Task	Description	Form Used	Fleet Size	Task Hours	Cost
001	slope 200LFt of 16' faces to 3:1 (max depth 50')	DOZER	1	7.60	\$1,729
002	Replace 8" topsoil on 15 acres	DOZER	1	53.63	\$12,195
003	Reveg 15 ac	REVEGE	1	8.00	\$11,219
004	Mob/Demob	MOBILIZE	1	6.00	\$1,743
<u>SUBTOTALS:</u>				75.23	\$26,886

INDIRECT COSTS

OVERHEAD AND PROFIT:

Liability insurance: 2.02
Performance bond: 1.05
Job superintendent: 0.00
Profit: 10.00

Total = \$543

Total = \$282

Total = \$0

Total = \$2,689

TOTAL O & P = \$3,514

CONTRACT AMOUNT (direct + O & P) = \$30,400

LEGAL - ENGINEERING - PROJECT MANAGEMENT:

Financial warranty processing (legal/related costs): \$0

Total = \$0

Engineering work and/or contract/bid preparation: 0.00

Total = \$0

Reclamation management and/or administration: 5.00

\$1,520

CONTINGENCY: 0.00

Total = \$0

TOTAL INDIRECT COST = \$5,034

TOTAL BOND AMOUNT (direct + indirect) = \$31,920