

November 30, 2020

Clint Beck, P.E. Pete Lien & Sons, Inc. P.O. Box 440 Rapid City, SD 57709

RE: St. Barbara Sand and Gravel Mine, Permit No. M2004-013, Financial Warranty Increase, Revision No. SI-01

Dear Mr. Beck,

On November 30, 2020 the Division of Reclamation, Mining and Safety increased the current Financial Warranty for the St. Barbara Sand and Gravel Mine (M2004-013) to \$549,479.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$138,286.00.

The Division ordered amendment of the current Financial Warranty, or submittal of a new Financial Warranty reflecting the increase, is due within 60 days from the date of this letter, **January 29, 2021.**

Please make arrangements with Sara Stevenson-Benn at the Division's Denver office for submittal of the financial warranty. Any other questions regarding completion, execution and/or submittal of financial warranty forms should also be directed to Sara by telephone at 303-866-3567, or by email at <u>sara.stevenson-benn@state.co.us</u>.

If you need additional information or have any questions, please contact me at Division of Reclamation, Mining and Safety, 1313 Sherman Street, Room 215, Denver, CO 80203, by telephone at **303-866-3567 x8114**, or by email at patrick.lennberg@state.co.us.

Sincerely,

Patrick Lennberg Environmental Protection Specialist

Enclosures: Financial Warranty Cost Summary

- cc: Jared Ebert, DRMS Sara Stevenson-Benn, DRMS
- ec: Clint Beck, P.E., Pete Lien & Sons, Inc., <u>CBeck@petelien.com</u>



COST SUMMARY WORK

Task des St. Ba e: <u>Mine</u>	rbara Sand and	Cost Summary Gravel Pe	ermit Action:	2020 Inspection	Permit/Job#	: M2004013
PROJEC	T IDENTIFIC	CATION				
						T
Task a		State: County:	Colorado Pueblo			None M013-000

TASK LIST (DIRECT COSTS)

Task		Form	Fleet	Task	
Task	Description	Used	Size	Hours	Cost
001a	Fill 5.7 acre Pit Area	SCRAPER1	1	24.73	\$111,887
001b	Fill Process Ponds	SCRAPER1	1	22.05	\$99,760
002	Replace Topsoil 7-in on 80 acres	SCRAPER1	1	14.50	\$65,977
003	Reveg 80 Acres	REVEGE	1	40.00	\$149,425
004	Mob/Demob	MOBILIZE	1	3.33	\$14,134
	<u>SUBTOTALS:</u>				\$441,183

INDIRECT COSTS

OVERHEAD AND PROFIT:

Liability insurance:	2.02	Total =	\$8,912
Performance bond:	1.05	Total =	\$4,632
Job superintendent:	52.51	Total =	\$3,652
Profit:	10.00	Total =	\$44,118
		TOTAL O & P =	\$61,315
		CONTRACT AMOUNT (direct + O & P) = $($	\$502,498

LEGAL - ENGINEERING - PROJECT MANAGEMENT:

Financial warranty processing (legal/related costs): Engineering work and/or contract/bid preparation: Reclamation management and/or administration:	\$500 4.25 5.00	Total = Total =	\$500 \$21,356 \$25,125
CONTINGENCY:	0.00	Total =	\$0
	TOTAL I	NDIRECT COST =	\$108,296
TOTAL BO	\$549,479		