



February 5, 2021

Kurt Blunt
Blue Mountain Energy, Inc.
3607 County Rd. 65
Rangely, CO 81648

**RE: Deserado Mine, Permit No. C-1981-018
2nd Quarter 2020 Discharge Monitoring Reports Review**

Dear Kurt,

The Colorado Division of Reclamation, Mining and Safety (the Division) has finished reviewing the 2020 2nd Quarter Discharge Monitoring Reports (DMR). The reports were received on September 16, 2020. The Division finds the reports to be in compliance with the following Rules:

- **Rule 4.05.13(2)(i)** – Samples are measured accurately and record the quality and quantity of the water discharged from the permit area.
- **Rule 4.05.13(2)(ii)** – Discharges occurred from DP-1 (Outfall 001-A/MN-01), SDH-3/5 (Outfall 026-A/026-W/MN-26), the B-Seam Dewatering System No. 1 (Outfall 029-A/029-W/ MN-29) and the Sewage Treatment Plant (Outfall 045-A) during the 2nd quarter of 2020. The samples collected from 001-A, 026-A, 029-A and 045-A were below the maximum allowable values or within acceptable value ranges. It was noted in the 2nd quarter DMRs that 026-W failed WET Testing for the quarter. This has been documented in previous DMR reports. Blue Mountain Energy, Inc. is working to get an amendment approved to include an additional discharge point to 026-A. This discharge point would be direct to the White River for the water discharging from 026-A.
- **Rule 4.05.13(2)(iii)** – Discharge Monitoring Reports are received on a quarterly basis and filed with the Division within 90 days of the sample collection.

This concludes the Division's review of the 2020 2nd Quarter Discharge Monitoring Reports. If you have any questions, please contact me at (303)-866-3567 x8144.



Kurt Blunt
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Sincerely,

A handwritten signature in black ink that reads "Clayton Wein". The signature is written in a cursive, slightly slanted style.

Clayton Wein
Environmental Protection Specialist