

September 7, 2021

Ms. Angela Bellantoni, Ph.D. Permits and Licenses Specialist Pioneer Sand Company, Inc. 630 Plaza Drive, Suite 150 Highlands Ranch, CO 80129

#### RE: Pioneer Farm, Permit No. M2000-080, Financial Warranty Increase, Revision No. SI-1

Dear Dr. Bellantoni,

On September 7, 2021 the Division of Reclamation, Mining and Safety (DRMS) increased the current Financial Warranty for the Pioneer Farm site (M2000-080) to \$67,250.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$20,035.00.

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, **November 6, 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. Her phone number is 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 <a href="mailto:patrick.lennberg@state.co.us">patrick.lennberg@state.co.us</a>.

Sincerely,

Patrick Lennberg Environmental Protection Specialist

Enclosures: Financial Warranty Cost Summary

- cc: Jared Ebert, DRMS Sara Stevenson-Benn, DRMS
- ec: Angela Bellantoni, Ph.D., Pioneer Sand Company, Inc., angela.bellantoni@pioneerco.com



Enclosure

# COST SUMMARY WORK

Task description:		Cost Summary					
Site: Pioneer Farm			Per	rmit Action:	2021 Insp	Permit/Jo	b#: <u>M2000080</u>
P	ROJECT	IDENTIFIC	CATION				
	Task #:	000	State:	Colorado		Abbreviation:	None
	Date:	5/20/2021	County:	Arapahoe		Filename:	000
	User:	JPL					
			zation name: DR	RMS			

## TASK LIST (DIRECT COSTS)

Task	Description	Form Used	Fleet Size	Task Hours	Cost
001	Grading, Leveling and Erosion Repair 20 acres	SITEMAINT	1	20.00	\$3,587
	Active Mining	ENANCE			
002	Finish Grade Affected Land	GRADER	1	24.44	\$3,216
003	Spread Topsoil Over Mine Area 20 acres	SCRAPER1	1	17.95	\$21,295
004	Spread topsoil over scale house area	DOZER	1	4.78	\$808
006	Revegetation	REVEGE	1	5.75	\$14,794
007	Mobilization of Equipment	MOBILIZE	1	3.45	\$7,768
		SUBTOTALS:		76.37	\$51,468

## **INDIRECT COSTS**

### OVERHEAD AND PROFIT:

Liability insurance:	2.02	Total =	\$1,040
Performance bond:	1.05	Total =	\$540
Job superintendent:	40.30	Total =	\$2,903
Profit:	10.00	Total =	\$5,147
		TOTAL O & P =	\$9,630
		CONTRACT AMOUNT (direct + O & P) = $($	\$61,098

#### 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 \$2,597 \$3,055
CONTINGENCY:	0.00	Total =	\$0
		TOTAL INDIRECT COST =	\$15,781
TOTAL BO	\$67,250		