

Department of Natural Resources

July 6, 2022

Harold Stickler General Shale Brick, Inc. 1845 West Dartmouth Avenue Denver, CO 80110

Re: Lariat Pit - File No. M-1977-251 General Shale Brick, Inc. **Surety Increase (SI-2)** Increase Required total Bond to \$266,300

Dear Harold Stickler:

On July 6, 2022 the Division of Reclamation, Mining and Safety increased the current Financial Warranty for this permit to \$266,300.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$109,630.00.

The Division ordered amendment of the current Financial Warranty, or submittal of a new Financial Warranty reflecting the increase, within 60 days from the date of this letter (July 6, 2022).

Please make arrangements with Sara M. 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 M. Stevenson-Benn by telephone at (303) 866-3567 (8148), or by email at Sara.stevenson-benn@state.co.us.

The Permittee for this site may be scheduled for a Formal Board Hearing for possible revocation of the permit after September 4, 2022, if the amount of any increased Financial Warranty has not been provided.

Bond Held:	\$156,670.00
Prior Liability:	\$156,670.00
Change in Liability:	\$109,630.00
Revised Liability:	\$266,300.00
Prior Permit Acreage:	287.62
Change in Permit Acreage:	0.00



Revised Permit Acreage:	287.62
Prior Affected Acreage:	287.62
Change in Affected Acreage:	0.00
Revised Affected Acreage:	287.62

If you have any questions, please contact me by telephone at (303) 866-3567 x 8140, or by email at Eric.scott@state.co.us.

Sincerely,

Eric C. Scott

Environmental Protection Specialist

cc: Jason McGraw

M-GR-04

COST SUMMARY WORK

Site: Lariat Pit		Permit Action: 202		2022 Bond Update	Permit/Job	#: <u>M1977251</u>	
PR	OJECT 1	IDENTIFIC	CATION				
	Task #:	000	State	: Colorado		Abbreviation:	None
	Date:	12/22/2014	County	: Jefferson		Filename:	M251-000
	User:	MAC		·	_	_	

TASK LIST (DIRECT COSTS)

Task	Description	Form Used	Fleet Size	Task Hours	Cost
001	Haul Overburden to NE corner of lower stockpile area	SCRAPER1	1	6.79	\$3,001
002	Grade NE corner of Lower Stockpile Area	DOZER	1	12.71	\$2,546
003	Haul Scrap Brick From Upper Stockpile Area to Pit	SCRAPER1	1	9.42	\$8,334
004	Haul Scrap Brick From Lower Stockpile Area to Pit	SCRAPER1	1	86.19	\$38,115
005	Haul Overburden From Lower Stockpile Area to Pit	SCRAPER1	1	137.26	\$60,702
006	Spread Topsoil	SCRAPER1	1	73.90	\$24,845
007	Revegetation of Disturbed Area	REVEGE	1	16.00	\$53,297
008	Equipment Mobilization/Demobilization	MOBILIZE	1	3.33	\$2,578
		345.6	\$193,418		

INDIRECT COSTS

OVERHEAD AND PROFIT:

Liability insurance:2.02Total =\$3,907Performance bond:1.05Total =\$2,031Job superintendent:172.80Total =\$12,982

Profit: 10.00 Total = \$19,342

TOTAL O & $P = \frac{$38,262}{}$

CONTRACT AMOUNT (direct + O & P) = $\frac{$231,680}{}$

LEGAL - ENGINEERING - PROJECT MANAGEMENT:

Financial warranty processing (legal/related costs): \$500 Total = \$500
Engineering work and/or contract/bid preparation: 7.22 Total = \$16,727
Reclamation management and/or administration: 5.00 \$11,584

CONTINGENCY: 3.00 Total = \$5,803

TOTAL INDIRECT COST = \$72,876

TOTAL BOND AMOUNT (direct + indirect) = \$266,294