



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

September 6, 2022

Jim McCuiston  
JH Sand & Gravel, LLC  
5960 Ln 23  
Sugar City, CO 81076

**RE: JH Sand & Gravel Pit#1, Permit No. M1979-131, Financial Warranty Increase, Revision No. SI-1**

Dear Mr. McCuiston,

On September 6, 2022 the Division of Reclamation, Mining and Safety (DRMS) increased the current Financial Warranty for the JH Sand & Gravel Pit#1 (M1979-131) to \$77,365.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$32,293.00.

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 5, 2022**.

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 [sara.stevenson-benn@state.co.us](mailto:sara.stevenson-benn@state.co.us).

If you need additional information or have any questions, please contact me by telephone at **303-866-3567 x8114**, or by email at [patrick.lennberg@state.co.us](mailto:patrick.lennberg@state.co.us).

Sincerely,

Patrick Lennberg  
Environmental Protection Specialist

Enclosures: Financial Warranty Cost Estimate Summary

cc: Jared Ebert, DRMS  
Sara Stevenson-Benn, DRMS

ec: Jim McCuiston, JH Sand & Gravel, LLC, [jmccuiston@centurytel.net](mailto:jmccuiston@centurytel.net), [jhsandgravel@gmail.com](mailto:jhsandgravel@gmail.com)



**Enclosure**

## COST SUMMARY WORK

Task description: Cost Summary

Site: JH Sand & Gravel Pit #1

Permit Action: Insp 2022

Permit/Job#: M1979131

### PROJECT IDENTIFICATION

Task #: 000

State: Colorado

Abbreviation: None

Date: 8/17/2022

County: Crowley

Filename: M131-000

User: JPL

Agency or organization name: DRMS

### TASK LIST (DIRECT COSTS)

Task	Description	Form Used	Fleet Size	Task Hours	Cost
001	Grade Highwall to 3H:1V	DOZER	1	13.20	\$2,928
002	Rip 8 acres of area	RIPPER	1	13.57	\$3,079
003a	Spread 6" topsoil over 19 acres	SCRAPER1	1	12.66	\$12,737
004	Revegetate 19 acres to rangeland	REVEGE	1	16.00	\$33,676
005	Mob/Demob	MOBILIZE	1	4.00	\$6,092
<b><u>SUBTOTALS:</u></b>				<b>59.43</b>	<b>\$58,512</b>

### INDIRECT COSTS

#### OVERHEAD AND PROFIT:

Liability insurance: 2.02

Total = \$1,182

Performance bond: 1.05

Total = \$614

Job superintendent: 29.71

Total = \$2,232

Profit: 10.00

Total = \$5,851

TOTAL O & P = \$9,880

CONTRACT AMOUNT (direct + O & P) = \$68,392

#### LEGAL - ENGINEERING - PROJECT MANAGEMENT:

Financial warranty processing (legal/related costs): \$500

Total = \$500

Engineering work and/or contract/bid preparation: 7.39

Total = \$5,054

Reclamation management and/or administration: 5.00

\$3,420

CONTINGENCY: 0.00

Total = \$0

TOTAL INDIRECT COST = \$18,853

**TOTAL BOND AMOUNT (direct + indirect) = \$77,365**