



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

September 30, 2022

Tim Kunau
23945 Lucky Lane
Calhan, CO 80808

**Re: Kunau Site - File No. M-2008-025
Surety Increase (SI-1)**

Dear Tim Kunau:

On September 30, 2022 the Division of Reclamation, Mining and Safety increased the current Financial Warranty for this permit to \$16,705.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$5,487.00.

A cost summary sheet is attached. The detailed cost estimate was provided with the inspection report emailed on September 30th.

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 29, 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. Warranty forms are available for download from our website at <https://drms.colorado.gov/forms/minerals-program-forms>.

The Permittee for this site may be scheduled for a Formal Board Hearing for possible revocation of the permit after November 29, 2022, if the amount of any increased Financial Warranty has not been provided.

Bond Held:	\$11,218.00
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Prior Liability:	\$11,218.00
Change in Liability:	\$5,487.00
Revised Liability:	\$16,705.00

If you have any questions, please contact me by telephone at (303) 866-3567 x 8169, or by email at Tim.cazier@state.co.us.

Sincerely,



Timothy A. Cazier, P.E.
Environmental Protection Specialist

Enclosure: Reclamation cost summary sheet

cc: Sara M. Stevenson-Benn, DRMS
DRMS file

COST SUMMARY WORK

Task description: Cost Summary

Site: Kunau Site

Permit Action: 2022 Update

Permit/Job#: M2008025

PROJECT IDENTIFICATION

Task #: 000

State: Colorado

Abbreviation: None

Date: 6/21/2022

County: El Paso

Filename: M025-000

User: TC1

Agency or organization name: DRMS

TASK LIST (DIRECT COSTS)

Task	Description	Form Used	Fleet Size	Task Hours	Cost
001	Replacing Topsoil	DOZER	1	9.05	\$3,406
002	Revegetating Disturbed Area	REVEGE	1	0.00	\$7,014
003	Equipment Mobilization/Demobilization	MOBILIZE	1	3.64	\$2,699
<u>SUBTOTALS:</u>				12.69	\$13,119

INDIRECT COSTS

OVERHEAD AND PROFIT:

Liability insurance: 2.02

Total = \$265

Performance bond: 1.05

Total = \$138

Job superintendent: 6.35

Total = \$457

Profit: 10.00

Total = \$1,312

TOTAL O & P = \$2,172

CONTRACT AMOUNT (direct + O & P) = \$15,291

LEGAL - ENGINEERING - PROJECT MANAGEMENT:

Financial warranty processing (legal/related costs): \$0

Total = \$0

Engineering work and/or contract/bid preparation: 4.25

Total = \$650

Reclamation management and/or administration: 5.00

\$765

CONTINGENCY: 0.00

Total = \$0

TOTAL INDIRECT COST = \$3,586

TOTAL BOND AMOUNT (direct + indirect) = \$16,705