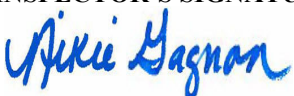




MINERALS PROGRAM INSPECTION REPORT
PHONE: (303) 866-3567

The Division of Reclamation, Mining and Safety has conducted an inspection of the mining operation noted below. This report documents observations concerning compliance with the terms of the permit and applicable rules and regulations of the Mined Land Reclamation Board.

MINE NAME: Dahlia North Resources Pit	MINE/PROSPECTING ID#: M-1994-093	MINERAL: Sand and gravel	COUNTY: Adams
INSPECTION TYPE: Monitoring	WEATHER: Clear	INSP. DATE: October 12, 2022	INSP. TIME: 13:00
OPERATOR: Holcim - WCR, Inc.	OPERATOR REPRESENTATIVE: Wyatt Webster	TYPE OF OPERATION: 112c - Construction Regular Operation	
REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$100,000.00	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None	
INSPECTOR(S): Nikie Gagnon	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: October 27, 2022	

GENERAL INSPECTION TOPICS

This list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each. No problems or possible violations were noted during the inspection. The mine operation was found to be in full compliance with Mineral Rules and Regulations of the Colorado Mined Land Reclamation Board for the Extraction of Construction Materials and/or for Hard Rock, Metal and Designated Mining Operations. Any person engaged in any mining operation shall notify the office of any failure or imminent failure, as soon as reasonably practicable after such person has knowledge of such condition or of any impoundment, embankment, or slope that poses a reasonable potential for danger to any persons or property or to the environment; or any environmental protection facility designed to contain or control chemicals or waste which are acid or toxic-forming, as identified in the permit.

(AR) RECORDS----- <u>Y</u>	(FN) FINANCIAL WARRANTY----- <u>N</u>	(RD) ROADS----- <u>N</u>
(HB) HYDROLOGIC BALANCE----- <u>Y</u>	(BG) BACKFILL & GRADING----- <u>N</u>	(EX) EXPLOSIVES----- <u>N</u>
(PW) PROCESSING WASTE/TAILING---- <u>N</u>	(SF) PROCESSING FACILITIES----- <u>N</u>	(TS) TOPSOIL----- <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>N</u>	(FW) FISH & WILDLIFE----- <u>N</u>	(RV) REVEGETATION---- <u>N</u>
(SM) SIGNS AND MARKERS----- <u>Y</u>	(SP) STORM WATER MGT PLAN---- <u>N</u>	(RS) RECL PLAN/COMP-- <u>Y</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>N</u>	(SC) EROSION/SEDIMENTATION-- <u>N</u>	(ST) STIPULATIONS----- <u>N</u>
(AT) ACID OR TOXIC MATERIALS----- <u>N</u>	(OD) OFF-SITE DAMAGE----- <u>N</u>	

Y = Inspected / N = Not inspected / NA = Not applicable to this operation / PB = Problem cited / PV = Possible violation cited

OBSERVATIONS

This inspection was conducted as part of the Division's routine monitoring program for permitted operations. Nikie Gagnon, with the Division, conducted the inspection and was joined by Wyatt Webster, representing the Operator, Holcim - WCR, Inc. The Dahlia North Resources Pit is currently permitted for 5.21 acres. The land is currently owned by A-1 Organics.

Roads:

The 5.2 acre site is accessed via a gravel road that runs through A-1 Organics processing area.

Hydrologic Balance:

Area 2C consisted of a pit excavation that has been backfilled with inert material and the area is now being used by A-1 Organics as a storage/sales yard for various landscaping and construction materials. In 2018, the operator applied for a full bond release for 89.16 acres. The full bond release request was denied, however DRMS agreed on a partial approval to release 83.95 acres and retain a 5.21 acres within Area 2C.

The remaining 5.21 acres was a former pit excavation that is now an open groundwater wetland. The exposed groundwater within the wetland area located in Area 2C is not currently covered under an approved augmentation plan. This area was excavated after the CDWR permit was issued. This area was originally reclaimed to fulfill USACE wetland mitigation requirements, however, according to the operator, the USACE recently determined this wetland is non-jurisdictional and can be backfilled in accordance with the original reclamation plan. Holcim - WCR, Inc. plans to backfill the 5.2 acres and complete reclamation of the site within five years. The operator will send the Division a copy of the determination letter from the USACE for the permit file.

The wetland appears stable and vegetated. Weeds are well controlled.

Signs and Markers:

The permit sign was posted at the entrance to the site as required by Rule 3.1.12(1). The permit boundary was clearly marked by wood posts with orange flags.

Financial Warranty:

The Division holds a \$100,000.00 bond for the site. The financial warranty was reviewed as a part of the inspection and the Division has determined the bond is adequate.

Photographs taken during inspection are attached.

Please contact Nikie Gagnon (303)866-3567 ext. 8126 or email at nikie.gagnon@state.co.us if you have any questions regarding this report.

PHOTOGRAPHS



Looking north across wetland mitigation area.



Looking west across west mitigation area



Boundary marked by stakes painted yellow at the top.



Mine sign posted at the southern end of the wetland mitigation area.

Inspection Contact Address

Wyatt Webster
Holcim - WCR, Inc.
1687 Cole Blvd., Suite 300
Golden, CO 80401

Enclosure

CC: Jason Musick, Senior EPS, DRMS