



Department of Energy

Washington, DC 20585

November 14, 2022

LM-PR-2022-084

Mr. Don Coram, Sr., President
Gold Eagle Mining, Inc.
PO Box 3007
Montrose, CO 81401

Subject: GEMI Bonding

Dear Mr. Coram:

The Department of Energy (DOE), Office of Legacy Management (LM) is submitting this letter as a follow-up to our letter issued to Gold Eagle Mining, Inc., (GEMI) dated September 21.

In our September letter, DOE addressed GEMI's proposal to complete several maintenance activities to reduce the bonding required by DOE for GEMI's three permitted uranium mines. The potential bonding amount for GEMI's three uranium mines is dependent upon the maintenance items completed by GEMI.

The proposal indicated GEMI will complete several maintenance activities by October 31. The tables of the enclosed Exhibit A, identify those maintenance items discussed.

DOE has reviewed the maintenance activities and agrees GEMI has accomplished all of the tasks required, to the satisfaction of the DOE. With the completion of these activities the bond amount due December 1 is \$97,877. Please provide proof of bonding/surety in this amount to my attention by December 1, 2022.

Please contact me at (970) 248-6039 or Polly.Robinson@lm.doe.gov or contact Brian Mangan at 970-248-6385 or Brian.Mangan@lm.doe.gov of my contractor staff, if you have any questions or concerns.

Sincerely,

A handwritten signature in cursive script that reads "Polly Robinson".

POLLY ROBINSON

2022.11.14

11:05:10 -07'00'

Polly Robinson
Senior Realty Officer

Enclosures

cc w/enclosures via email:

Connie Clementson, BLM-TRFO

Laura Hartman, BLM-TRFO

Vincent Beresford, BLM-UFO

Dustin Czapla, Colorado DRMS

Lucas West, Colorado DRMS

William Burns, DOE-LM

Gordon Clark, DOE-LM

Ian Shafer, DOE-LM

April Ayers, RSI

Miquette Gerber, RSI

Suzie Jo Herrera, RSI

Brian Mangan, RSI

Nelcy Trickey, RSI

Ann K. Wei, RSI

DOE Read File

F/20/332

Exhibit A

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Table 1: Total Bond Due without completing maintenance items

Mine Name	DRMS Permit Number	Lease Number	Amount Due
Burro Tunnel	M1977297	DE-RO01-19LM70240	\$ 10,622.98
New Ellison	M1978342	DE-RO01-19LM70240	\$ 26,282.33
JD-5	M1977248	DE-RO01-19LM70253	\$ 90,120.67
Total:			\$ 127,025.98

The tables below detail the proposed reductions listed in paragraphs 2 and 3 of this letter.

Table 2: Burro Tunnel Reductions Detail

Burro Tunnel Detail	June Bond	August Bond	Delta	Line-Item Total
Overall Oversight Rate Reduction	\$ 12,560.18	\$ 11,304.16	\$ (1,256.02)	\$ (1,256.02)
Trash Removal Allowance	\$ 504.57	\$ -	\$ (504.57)	\$ (681.18)
<i>Oversight Rate</i>	\$ 176.61	\$ -	\$ (176.61)	
September 2022 Total				\$ 10,622.98

Table 3: New Ellison Reductions Detail

New Ellison Detail	June Bond	August Bond	Delta	Line-Item Total
Overall Oversight Rate Reduction	\$ 34,696.03	\$ 31,226.43	\$ (3,469.60)	\$ (3,469.60)
Trash Removal Allowance	\$ 703.23	\$ -	\$ (703.23)	\$ (949.36)
<i>Oversight Rate</i>	\$ 246.13	\$ -	\$ (246.13)	
Surface Pocking	\$ 1,198.56	\$ 486.70	\$ (711.86)	\$ (961.01)
<i>Oversight Rate</i>	\$ 419.50	\$ 170.35	\$ (249.15)	
Seeding	\$ 3,797.01	\$ 1,549.80	\$ (2,247.21)	\$ (3,033.73)
<i>Oversight Rate</i>	\$ 1,328.95	\$ 542.43	\$ (786.52)	
September 2022 Total				\$ 26,282.33

Table 4: JD-5 Reductions Detail

JD-5 Detail	June Bond	August Bond	Delta	Line-Item Total
Overall Oversight Rate Reduction	\$100,133.67	\$ 90,120.67	\$ (10,013.00)	\$ (10,013.00)
September 2022 Total				\$ 90,120.67

Exhibit A

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Table 5: Burro Tunnel Bond Reduction Options

Burro Tunnel	June Bond	Oversight Rate	Line-Item Total
Vent Shaft Sealing	\$ 3,292.17	\$ 1,152.25	\$ 4,444.42
Timber Loadout Removal	\$ 1,717.65	\$ 601.18	\$ 2,318.83
Total Potential Reduction - 2022			\$ 6,763.25

Table 6: JD-5 Bond Reduction Options

JD-5	June Bond	Oversight Rate	Line-Item Total
Shaft Closure	\$ 9,912.46	\$ 3,470.01	\$ 13,382.47
Vent Shaft Sealing	\$ 3,122.42	\$ 1,092.85	\$ 4,215.27
General Trash Removal	\$ 4,390.80	\$ 1,538.00	\$ 5,928.80
Total Potential Reduction - 2022			\$ 23,526.54

Table 7: Total Bonding Amounts due if all Bond Reduction Options are Completed

Burro Tunnel	\$ 5,000
New Ellison	\$ 26,282
JD-5	\$ 66,595
Possible Total Due to LM	\$ 97,877