

ACINIE NIABEE

Amber Michels

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:		MINE/PROSPECTING ID#:	MINERAL:	COUNTY:
Longmont Distel Operations		M-1989-029	Sand and gravel	Weld
INSPECTION TYPE:		WEATHER: Snowing, Windy	INSP. DATE:	INSP. TIME:
Monitoring			December 13, 2022	10:00
OPERATOR:		OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Holcim - WCR, Inc.		Wyatt Webster	112c - Construction Regular Operation	
REASON FOR INSPECTION:		BOND CALCULATION TYPE:	BOND AMOUNT:	
Normal I&E Program		Complete Bond	\$1,216,716.00	
DATE OF COMPLAINT:		POST INSP. CONTACTS:	JOINT INSP. AGENCY:	
NA		None	None	
INSPECTOR(S):	INSPECTOR'S SIGNATURE:		SIGNATURE DATE:	
Peter Hays	Ω_{1}		February 18, 2023	

The following inspection topics were identified as having Problems or Possible Violations. OPERATORS SHOULD READ THE FOLLOWING PAGES CAREFULLY IN ORDER TO ASSURE COMPLIANCE WITH THE TERMS OF THE PERMIT AND APPLICABLE RULES AND REGULATIONS. If a Possible Violation is indicated, you will be notified under separate cover as to when the Mined Land Reclamation Board will consider possible enforcement action.

INSPECTION TOPIC: Signs & Markers

PROBLEM: The mine identification sign was not posted at the entrance of the mine site. This is a problem for failure to post a mine identification sign as required by Rule 3.1.12(1). The Operator shall, at the entrance of the mine site post a sign, which shall be clearly visible from the access road, with a minimum size equaling one hundred and eighty-seven (187) square inches, such as eleven (11) inches in height and seventeen (17) inches in width, with appropriate font size, with the following: the name of the Operator, a statement that a reclamation permit for the operation has been issued by the Colorado Mined Land Reclamation Board; and the permit number.

CORRECTIVE ACTIONS: The Operator shall, at the entrance of the mine site, post a sign which shall be clearly visible from the access road with the following: the name of the operator, a statement that a reclamation permit for the operation has been issued by the Colorado Mined Land Reclamation Board; and the permit number. The Operator shall submit photo documentation that a proper sign has been posted by the corrective action date.

CORRECTIVE ACTION DUE DATE: 3/31/23

OBSERVATIONS

The Longmont Distel Operations site was inspected by Peter Hays and Amber Michels with the Division of Reclamation, Mining and Safety (Division/DRMS) as required by the Transfer of Permit and Succession of Operators (SO3) process and Rule 1.12. Mr. Wyatt Webster with Holcim – WRC, Inc. (Holcim) was present during the inspection.

On August 15, 2022, Holcim – WRC, Inc. submitted a Transfer of Permit and Succession of Operators (SO3) Application Form. Holcim provided a replacement Financial Warranty for the same dollar amount maintained by the previous operator, Aggregate Industries – WCR, Inc. (AI), in the amount of \$1,216,716.00.

On August 26, 2022, the SO3 application was approved by the Division. Holcim is the permitted operator of the site and AI was released from reclamation responsibility for the site.

In 2018, the Operator submitted an acreage reduction (AR1) request for the western portion of the permit boundary including the Peschel, Sherwood and the northwest portion of the Bigelow parcels. The acreage reduction request was for 119 acres, which reduced the permitted acreage from 712 to 593 acres. The Operator requested an associated financial warranty reduction (SR1) with the acreage reduction request reducing the financial warranty by \$267,084.00. The required financial warranty was reduced from \$1,483,800.00 to \$1,216,716.00.

The Division is required to recalculate the reclamation bond amount as part of the SO process. The Division's review of the financial warranty determined the current financial warranty is adequate to reclaim the site based on the observations from this inspection. No additional financial warranty is required to be posted by the Operator for SO3.

The site was observed from the oil and gas road on the Bigelow property and the service roads around the processing plants and sedimentation ponds. The processing and asphalt plants were operational during the inspection. The site observations were limited due to the snowy and windy conditions.

Photographs taken during the inspection are attached. If you need additional information or have any questions, please contact me at the Division of Reclamation, Mining and Safety, 1313 Sherman Street, Room 215, Denver, CO 80203, by telephone at 303.866.3567 x 8124, or by email at peter.hays@state.co.us.

Inspection Contact Address

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

Ec: Jared Ebert, DRMS

PHOTOGRAPHS



View of the mine sign for the Longmont Distel Operations



View of the site from the Bigelow property looking west



View of the site from the Bigelow property looking northwest



View of the site from the Bigelow property looking east



View of the processing plant area from the Bigelow property looking east

GENERAL INSPECTION TOPICS

The following list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each

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