April 17, 2023

Ward Priestly Williams Construction Contractors P.O. Box 704 Norwood, CO 81423



1313 Sherman Street, Room 215 Denver, CO 80203

RE: Allen Pit, Permit No. M-2002-094, Technical Revision (TR-01) Adequacy Review (01)

Mr. Priestly:

On April 4, 2023 the Division of Reclamation, Mining and Safety (Division) received your Technical Revision application (TR-01). Your application included a revised Mining Plan Map to show that the highwall separating the Allen Pit (M-2002-094) and the Angie Pit (M-2000-049) would be removed. TR-01 was submitted in response to a Corrective Action issued through the Division's June 23, 2022 Inspection Report (attached). Please note that the Corrective Action required you to also update the final Reclamation Plan for the site based on the changed mining plan.

Therefore, within 60 days please submit a revised Reclamation Plan Map, based on the proposed final configuration of the site, which meets the requirements of Rule 6.4.6.

If you require additional information, or have questions or concerns, please contact me.

Sincerely,

Dustin Czapla

Environmental Protection Specialist Division of Reclamation, Mining and Safety

Phone: (303) 866-3567, ext. 8188





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:
Allen Pit	M-2002-094	Gravel	Montrose
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Dustin Czapla	June 23, 2022	11:40
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Hank Williams, Inc. dba Williams Construction	None	112c - Construction Regular Operation	
Contractors			

REASON FOR INSPECTION:		BOND CALCULATION TYPE:	BOND AMOUNT:
Normal I&E Program		Complete Bond	\$72,400.00
DATE OF COMPLAINT:		POST INSP. CONTACTS:	JOINT INSP. AGENCY:
NA		None	None
WEATHER:	INSPECTOR'S SIGNATURE:		SIGNATURE DATE:
Clear	De		June 29, 2022

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: General Compliance With Mine Plan

PROBLEM/POSSIBLE VIOLATION: Problem: Mining is not occurring in accordance with the approved Mine Plan. The operation has mined through the north permit boundary daylighting the pit to the adjacent Angie Pit (M-2000-049).

CORRECTIVE ACTIONS: Submit a Technical Revision to the permit to address the change to the Mine Plan and to update the final Reclamation Plan for the site.

CORRECTIVE ACTION DUE DATE: 9/30/22

PERMIT #: M-2002-094 INSPECTOR'S INITIALS: DMC INSPECTION DATE: June 23, 2022

OBSERVATIONS

This inspection was conducted as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. A representative for the Operator was not present. Photographs are included with this report in order to illustrate some of the conditions observed.

The Allen Pit is located approximately 1.5 miles southwest of Redvale and accessed from 37 Road. The site is a 112c operation that includes a total of 51.5 permitted acres. The Division currently holds a financial warranty amount of \$72,400.00 for this site.

Adequate mine identification signage was noted at the entrance to the site.

The affected area was marked by fencing and posts that were clearly visible and adequate to delineate the affected area boundary.

A scale and scalehouse are located near the entrance to the site. Topspoil stockpiles are located on the south side of the pit.

The permit was transferred to Hank Williams, Inc. in January 2015. During the Division's May 2019 inspection the operator stated that they were pursuing an agreement with the adjacent landowner that would allow the highwall separating the north end of the Allen Pit and the south end of the adjacent Angie Pit (M-2000-049) to be mined out in order to combine the two pits, both of which are operated by the same Operator. The currently approved Reclamation Plan requires that the highwall be backfilled to 2.5H:1V. **The Operator will need to submit a Technical Revision for the permit in order to address this change to the Mine Plan and associated change to the Reclamation Plan. This has been noted as a problem.**

The site was active during this inspection.

No other problems or violations were noted during this inspection.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, 1313 Sherman Street Room 215, Denver, Colorado, 80203, phone number (303) 866-3567, ext. 8188.









PERMIT #: M-2002-094 INSPECTOR'S INITIALS: DMC INSPECTION DATE: June 23, 2022

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

Inspection Contact Address

Ward Priestley Hank Williams, Inc. dba Williams Construction Contractors P O Box 704 Norwood, CO 81423

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