

June 11, 2025

Fred Schmalz Schmalz Construction Ltd 720 S. 8th St. Gunnison, CO 81230

Re: Schmalz Const Pit - File No. M-1984-069 Schmalz Construction Ltd Surety Increase (SI-2) Increase FW to \$24,406

Dear Fred Schmalz:

On June 11, 2025 the Division of Reclamation, Mining and Safety increased the Financial Warranty requirement for this permit to \$24,406.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$2,752.00.

The Division ordered amendment of the current Financial Warranty or submittal of a new Financial Warranty reflecting the increase is due within 60 days.

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, or by email at Sara.stevenson-benn@state.co.us.

The Permittee for this site may be scheduled for a Formal Board Hearing for possible revocation of the permit if the amount of any increased Financial Warranty has not been provided by August 10, 2025.

If you have any questions, please contact me by telephone at (970) 433-8393, or by email at Dustin.czapla@state.co.us.

Sincerely,

Dustin M. Czapla Environmental Protection Specialist

