

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:
Pit 29	M-1980-183	Sand and gravel	Adams
INSPECTION TYPE:	WEATHER: Clear	INSP. DATE:	INSP. TIME:
Monitoring		July 10, 2025	10:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Brannan Sand and Gravel Company, L.L.C.	Alex Schatz and Steve Kelton	112c - Construction Regular Operation	

	REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:
NA None None None INSPECTOR(S): INSPECTOR'S SIGNATURE: SIGNATURE DATE:	Citizen Complaint	Complete Bond	\$592,700.00
INSPECTOR(S): INSPECTOR'S SIGNATURE: SIGNATURE DATE:	DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGENCY:
	NA	None	None
yuku Dagnare	INSPECTOR(S): Nikie Gagnon	ctor's signature: Ku Lagnon	

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 #1: The affected area boundary markers were not observed per the requirements of Rule 3.1.12 which states that the boundaries of the affected area must be marked by monuments or other markers that are clearly visible and adequate to delineate such boundaries.

CORRECTIVE ACTIONS: The operator shall conduct a survey and replace the boundaries around the affected area and submit photographic evidence of the boundaries in place. Additionally, the Division requests that the operator submit a map showing the location of the boundaries and include the lat/long locations for each marker.

CORRECTIVE ACTION DUE DATE: 8/25/25

INSPECTION TOPIC: Financial Warranty

PROBLEM #2: The financial warranty is not adequate to reclaim the site in accordance with the approved reclamation plan. This is a failure to maintain the proper financial warranty amount to complete reclamation of the affected lands pursuant to C.R.S. 34-32.5-117(4)(b) of the Act.

CORRECTIVE ACTIONS: Enclosed is the reclamation cost estimate. By the corrective action due date, please submit any questions you have regarding the estimate to the Division. After the corrective action due date, the Division may send a separate surety increase notice to the operator regarding the required increase of the financial warranty. The operator will have 60 days from the date on the surety increase notice to post the additional financial warranty.

CORRECTIVE ACTION DUE DATE: 8/07/25

PERMIT #: M-2014-064 INSPECTOR'S INITIALS: NCG INSPECTION DATE: June 19, 2025

OBSERVATIONS

The Van Cleave Pit was inspected by Nikie Gagnon representing the Division of Reclamation, Mining and Safety (Division) as part of the Division's normal monitoring inspection program. Colby Van Cleave, the landowner and representative of VCA Aggregates, (Operator) accompanied the Division during the inspection. The site is located 13 miles northeast of New Raymer, on County Road 104 west of County Road 139 in Weld County.

General Compliance with the Mine Plan

The Van Cleave pit is permitted for 103.54 acres. The mine is classified as an intermitted operation due to the slow-moving pace of mining. The approved mine plan allows for a maximum of 15 acres of disturbance at any one time. During the inspection, the operator stated that they only removed a small amount of material from the site over the past year. Mr. Van Cleave does not have any plans to expand the mining area beyond the current footprint, which is approximately 15 acres.

During this inspection, the Division observed a flat mining area with a gradual slope to the south. Stockpiles of material are placed around the pit. Processing equipment was observed in the center of the pit. The mined slopes are 3H:1V or shallower on the south end of the pit, however on the north end, near the truck scale and office, the slopes are steeper than 3H:1V. The Division reminds the operator that the mining plan states that the slopes will be mined at approximately 3H:1V to eliminate any backfill or grading. Salvaged topsoil/overburden piles were observed on the western side of the disturbance area, along the permit boundary.

The Division observed a reclaimed area adjacent to the western side of the mining pit. During a previous inspection, the Division was concerned that the topsoil and overburden stockpiles were placed outside the permit boundary. The Operator moved the stockpiles east and reseeded an area on the west side. Native grasses are reestablished in this area.

Other than the small area of revegetation on the west side, reclamation has not been initiated at the site. The approved reclamation plan includes final grading the pit to 3H:1V slope, placing 6 inches of topsoil and drill seeding with the approved seed mix.

Permit Markers

In accordance with Rule 3.1.12, the Division observed the appropriate mine sign at the entrance to the site. However, some permit boundaries delineating the affected area could not be located. Although a metal permit stake was observed at the southwest corner of the permit area, the permit boundary is irregularly shaped along the western perimeter. Therefore, boundary markers should be placed at every corner to ensure the operation remains within the approved boundaries. As stated in Problem 1 above, the operator must conduct a survey and replace the boundary markers around the affected area to clearly define the existing approved permit area. Photographic evidence of the installed markers must be submitted to the Division. Additionally, the operator must provide a map with the photos, showing the permit markers with their latitude and longitude locations, to assist the Division in locating the boundaries in the future, especially since grazing cattle frequently dislodge them.

PERMIT #: M-2014-064 INSPECTOR'S INITIALS: NCG INSPECTION DATE: June 19, 2025

Financial Warranty:

The Division currently holds a financial warranty in the amount of \$42,200.00. The reclamation cost estimate hasn't been updated since 2014 when the permit was first issued. After this inspection, the Division estimated the reclamation liability at the site to be \$54,844.00 which is \$12,644.00 more than the currently held financial warranty, due to the increased reclamation costs since 2014. The Division's reclamation cost estimate is enclosed with this report for the Operator's review. The Division requests that any questions or concerns regarding the estimated liability level be forwarded to the Division by August 7, 2025. The Division may issue a surety increase revision after August 7, 2025. In accordance with Rule 4.2.1(2), VCA Aggregates will have sixty (60) days from the date of the notice of surety increase to provide the additional financial warranty.

This concludes the Division's Inspection Report; a subset of photographs taken during the time of the inspection are included below. If you need additional information or have any questions, please contact me at Division of Reclamation, Mining and Safety, 1313 Sherman Street, Room 215, Denver, CO 80203, by telephone at 720-527-1640, or by email at nikie.gagnon@state.co.us.

PHOTOGRAPHS



Photo 1: Looking south across the floor of the mining pit.



Photo 2: Looking east across the mined pit area from the west side.



Photo 3: Looking northeast across the mined pit area from the western boundary of disturbance.



Photo 4: Looking southeast across the pit. Processing equipment observed in the middle of the pit floor. Slopes are 3H:1V here.



Photo 5: Looking west from the eastern side of the pit, outside the affected area.



Photo 6: Looking north towards the mining area from the permit boundary located in the southwest corner of the permit area.



Photo 7: Looking south across at the area on the west side that has been revegetated. The permit boundary marker observed in the southwest corner is marked by the red arrow.



Photo 8: Looking north across area on the west side that was revegetated.



Photo 9: Area near the entrance to the site on the north side of the farm road that has not been disturbed. The northern permit boundary runs through here.



Photo 10: Looking east at the farm road that runs through the middle of the permit area. This area has not been disturbed by mining. The red arrow points to the mining area.



Photo 11: Looking at the office at the north end of the mining area.



Photo 12: Looking at the truck scale at the north end of the mining area.

PERMIT #: M-2014-064 INSPECTOR'S INITIALS: NCG INSPECTION DATE: June 19, 2025

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 PB	(RD) ROADS <u>N</u>
(HB) HYDROLOGIC BALANCE <u>N</u>	(BG) BACKFILL & GRADING <u>N</u>	(EX) EXPLOSIVES <u>N</u>
(PW) PROCESSING WASTE/TAILING <u>N</u>	(SF) PROCESSING FACILITIES N	(TS) TOPSOIL <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>N</u>	(FW) FISH & WILDLIFE N	(RV) REVEGETATION <u>Y</u>
(SM) SIGNS AND MARKERS <u>PB</u>	(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>	

Inspection Contact Address

Colby Van Cleave VCA Aggregates LLC 4459 W. Pioneer Drive Greeley, CO 80634

Enclosure: 2025 Reclamation Cost Estimate

CC: Mike Ausmus

Jared Ebert, Senior EPS, DRMS

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

COST SUMMARY WORK

Та	ask description: Re	clamation Cost Estimate				
ite:	Van Cleave Pit	Permit Action:	2025 Inspection	1	Permit/Job	#: <u>M2014064</u>
PR	OJECT IDENTIFICAT	<u>ION</u>				
	Task #: 000	State: Colorado		I	Abbreviation:	None
	Date: 7/24/2025 User: NCG	County: Weld			Filename:	M064-000
	Agency or organization	n name: DRMS				
<u>TA</u>	SK LIST (DIRECT COS	<u>STS)</u>				
sk			Form	Fleet	Task	C
1	Description Place 6" of topsoil across		Used DOZER	Size 1	Hours 43.73	Cost \$9,994
2	Reveg. 15 ac.	13 acres	REVEGE	1	15.00	\$27,956
3	Mob/Demob		MOBILIZE	1	8.00	\$3,432
	DIRECT COSTS					
<u>U v</u>	ERHEAD AND PROFIT:	2.02			T	26
	Liability insurance: Performance bond:	2.02 1.05			Total =	
	Job superintendent:	30.26				,273
	Profit:	10.00				,138
						,682
		CONTR	RACT AMOUNT	(direct +	$O \& P) = _{4}$	9,064
LEG	GAL - ENGINEERING - PR	OJECT MANAGEMENT:				
	Financial warranty process	sing (legal/related costs):	\$0		Total = \$0	
			4.25	_	Total = ${\$2}$	005
		contract/bid preparation: _		_		
	Engineering work and/or Reclamation management		5.00	- -		,453
				=	\$2	

TOTAL BOND AMOUNT (direct + indirect) = \$54,844

BULLDOZER WORK

Task description:	Place 6" of topsoil across 15	acres		
ite: Van Cleave Pit	Permit Action:	2025 Inspection	Permit/Jo	b#: <u>M2014064</u>
PROJECT IDENTI	FICATION .			
Task #: 001 Date: 7/24/202 User: NCG	State: Colorado County: Weld		Abbreviation: Filename:	None M064-001
Agency or org	ganization name: DRMS			
HOURLY EQUIPM	IENT COST			
Horsepower: 28 Blade Type: 58 Attachment: 68 Shift Basis: 68	Cat D7R DS XR Series II 240 Semi-Universal 3-shank ripper 1 per day (CRG)			
Cost Breakdown:				
Ownership Cost/Hou	r: \$97.39	<u>Utilization %</u> NA		
Operating Cost/Hou	r: \$80.69	100		
Ripper owi Cost/Hou		NA		
Ripper op. Cost/Hou		25		
Operator Cost/Hou	r: \$39.46	NA		
Swell factor: 1.	2,100 .000 2,100 LCY			
Source of estimated v Source of estimated so factor:	olume: Division of Reclamat	ion, Mining & Safety		
HOURLY PRODUC	<u>CTION</u>			
Average push distance Unadjusted hourly production:	e: 250 feet 350.0 LCY/hr			
Materials consistency	description: Compacted fill or e	mbankment 0.9		
Average push gradient:	-5 %			
Average site altitude:	4,750 feet			
Material weight:	1,600 lbs/LCY		<u></u>	
Weight description:	Top Soil			
Job Condition Correction	on Factor	Source		

Operator Skill:	0.750	(AVG.)
Material consistency:	0.900	(CAT HB))
Dozing method:	1.100	(50% SL)
Visibility:	1.000	(AVG.)
Job efficiency:	0.830	(1 SHIFT/DAY)
Spoil pile:	0.800	(FND-RF)
Push gradient:	1.115	(CAT HB)
Altitude:	1.000	(CAT HB)
Material Weight:	1.438	(CAT HB)
Blade type:	1.000	(PAT)

Net correction: 0.7905

Adjusted unit production:

Adjusted fleet production:

276.68 LCY/hr

276.68 LCY/hr

JOB TIME AND COST

Fleet size: 1 Dozer(s)
Unit cost: \$0.826/LCY

Total job time: 43.73 Hours
Total job cost: \$9,994

REVEGETATION WORK

Van Cleave Pit	Permit A	Action: 2025	Inspection		Permit/Job#	: <u>M2014064</u>
ROJECT IDENTIFICA	<u>ATION</u>					
Task #: 002	State: Col	orado		Abb	oreviation:	None
Date: 7/24/2025	County: We	ld		_	Filename:	M064-002
User: NCG						
Agency or organiza	tion name: DRMS					
FERTILIZING PROPERTY OF THE PR						
Materials						
Description		Units / Acre	Unit	Cost	t / Unit	Cost /Acre
				\$		\$
					al Fertilizer Materials	
					CosuAcre	\$0.00
					Cost/Acre	\$0.00
Application				l	Cost/Acre	20.00
					Cost/Acre	Cost /Acre
Application Description					Cost/Acre	Cost /Acre
		Tota	l Fertilizer /	Application	n Cost/Acre	Cost /Acre
		Tota	l Fertilizer A	Application		Cost /Acre
Description FILLING		Tota	l Fertilizer A	Application		Cost /Acre
Description		Tota	l Fertilizer A	Application		Cost /Acre \$ \$0.00
Description FILLING Description		Tota				Cost /Acre \$ \$0.00 Cost /Acre \$109.95
Description FILLING Description		Tota			n Cost/Acre	Cost /Acre \$ \$0.00 Cost /Acre \$109.95

Seed Mix	Rate – PLS LBS / Acre	Seeds per SQ. FT	Cost /Acre
Blue Grama - Hachita	0.25	4.08	\$7.33
Sand Dropseed	0.10	11.94	\$1.33
Prairie Clover, Purple - Kaneb	0.32	2.19	\$14.71
Little Bluestem - Pastura	0.34	2.03	\$5.52
Sideoats Grama - El Reno	1.37	4.50	\$34.26
Alfalfa - Ladak (inoculated)	0.40	1.93	\$1.63
Western Wheatgrass - Arriba	4.00	10.10	\$37.00
Needle and Thread	0.55	1.45	\$45.86
Needlegrass, Green - Lodorm	0.48	1.99	\$4.25
Prairie Sandreed - Goshen	0.32	2.01	\$5.58

Saltbush, Four Wing	1.00	1.38	\$20.35
Winter Fat	0.02	0.05	\$0.96
Totals Seed Mix	9.15	43.64	\$178.78

Application

Description		Cost /Acre
Drill Seeding (DRMS Survey Cost)		\$242.30
	Total Seed Application Cost/Acre	\$242.30

MULCHING and MISCELLANEOUS

Materials

Description	Units / Acre	Unit	Cost / Unit	Cost /Acre
Straw, delivered	2.00	TON	\$504.56	\$1,009.12
Total Mulch Materials Cost/Acre				\$1,009.12

Application

Description		Cost /Acre
Crimping, with tractor {DMG survey data}		\$239.35
	Total Mulch Application Cost/Acre	\$239.35

NURSERY STOCK PLANTING

Common Name	No / Acre	Type and Size	Planting Cost	Fertilizer Pellet Cost	Cost /Acre
					\$
Totals Nursery Stock Cost / Acre					\$0.00

JOB TIME AND COST

 No. of Acres:
 15
 Cost / Acre:
 \$1,779.50

 Estimated Failure Rate:
 20%
 Cost / Acre*:
 \$421.08

*Selected Replanting Work Items: SEEDING

Initial Job Cost: \$26,692.50

Reseeding Job Cost: \$1,263.24

Total Job Cost: \$27,956

Job Hours: 15.00

EQUIPMENT MOBILIZATION/DEMOBILIZATION

Task description: Mo	b/Demob				
ite: Van Cleave Pit	Permi	t Action:2025	Inspection	Permit/Jo	b#: <u>M2014064</u>
PROJECT IDENTIFICATI	<u>ON</u>				
Task #: 003	State: C	Colorado		Abbreviation:	None
Date: 7/24/2025 User: NCG	County: V	Veld		Filename:	M064-003
Agency or organization	n name: DRMS	S			
EQUIPMENT TRANSPOR	T RIG COST				
				Shift basis:	1 per day
			Cost D		CRG Data
Truck Tractor Desc	ription: GENI	ERIC ON-HIGH		TRACTOR, 6X4, HALF, 2006)	DIESEL POWERED,
Truck Trailer Desc	ription:	GENERIC FOLI	DING GOOSENI	ECK, DROP DEC	K EQUIPMENT
			TRAILER (25T,	50T, AND 100T)	
Cost Breakdown:					
Available Rig Capacities	0-25 Tons	26-50 Tons	51+ Tons	S	
Ownership Cost/Hour:	\$21.47	\$38.32	\$48.96		
Operating Cost/Hour:	\$31.47	\$60.11	\$65.86		
Operator Cost/Hour:	\$22.52	\$22.52	\$22.52		
Helper Cost/Hour:	\$0.00	\$22.25	\$22.25		
Total Unit Cost/Hour:	\$75.46	\$143.20	\$159.59		

NON ROADABLE EQUIPMENT:

Machine Description	Weight/ Unit	Owner ship Cost/hr/ unit	Haul Rig Cost/hr/uni	Fleet Size	Haul Trip Cost/hr/	Return Trip Cost/hr/ fleet	DOT Permit Cost/ fleet
1	(TONS)		t		fleet		
Cat D7R DS XR Series II	32.01	\$97.39	\$143.20	1	\$240.59	\$143.20	\$250.00
Drill/Broadcast Seeder with Tractor	25.00	\$5.99	\$75.46	1	\$81.45	\$75.46	\$250.00

Subtotals: \$322.04 \$218.66 \$500.00

ROADABLE EQUIPMENT:

Machine Description	Total Cost/hr/ unit	Fleet Size	Haul Trip Cost/hr/ fleet	Return Trip Cost/hr/ fleet
Light Duty Pickup, 4x4, 1 T. Crew	\$31.11	1	\$31.11	\$31.11

Subtotala	\$31.11	\$31.11
Subtotals:	531.11	531.11

EQUIPMENT HAUL DISTANCE and Time

Total Non-Roadable Mob/Demob Cost *

'* two round trips with haul rig:

Total Roadable Mob/Demob Cost **

** one round trip, no haul rig:

\$3,369.56

\$62.22

Transportation Cycle Time:

	Non-	
	Roadable	Roadable
	Equipment	Equipment
Haul Time (Hours):	1.00	1.00
Return Time (Hours):	1.00	1.00
Loading Time (Hours):	1.00	NA
Unloading Time (Hours):	1.00	NA
Subtotals:	4.00	2.00

JOB TIME AND COST

Total job cost: 8.00 Hours

Total job cost: \$3,432