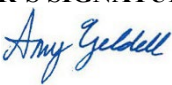




MINERALS PROGRAM INSPECTION REPORT
PHONE: (303) 866-3567

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: C Road Pit	MINE/PROSPECTING ID#: M-2016-050	MINERAL: Sand and gravel	COUNTY: Mesa
INSPECTION TYPE: Monitoring	WEATHER: Clear	INSP. DATE: July 16, 2025	INSP. TIME: 12:00
OPERATOR: Kilgore Companies LLC dba Elam Construction	OPERATOR REPRESENTATIVE: Jon Muller	TYPE OF OPERATION: 112c - Construction Regular Operation	
REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$351,000.00	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: DRMS	JOINT INSP. AGENCY: None	
INSPECTOR(S): Amy Yeldell	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: August 6, 2025	

GENERAL INSPECTION TOPICS

This list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each. No problems or possible violations were noted during the inspection. The mine operation was found to be in full compliance with Mineral Rules and Regulations of the Colorado Mined Land Reclamation Board for the Extraction of Construction Materials and/or for Hard Rock, Metal and Designated Mining Operations. Any person engaged in any mining operation shall notify the office of any failure or imminent failure, as soon as reasonably practicable after such person has knowledge of such condition or of any impoundment, embankment, or slope that poses a reasonable potential for danger to any persons or property or to the environment; or any environmental protection facility designed to contain or control chemicals or waste which are acid or toxic-forming, as identified in the permit.

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

OBSERVATIONS

This inspection was conducted as part of the Colorado Division of Reclamation, Mining and Safety's (Division) normal monitoring program. The C Road Pit is a 112c permitted site that includes a total of 84.90 permitted acres. This site has a maximum disturbance of 40 acres. The site located at the intersection of C Road and 31 Road in Grand Junction, CO. Eric Valdez of Parkerson Construction and Jon Muller from Kilgore Companies LLC dba Elam Construction (the permittee) was present. Amy Yeldell of the Division conducted the inspection.

Acid And Toxic Materials:

No fuel or other hazardous debris was observed on site.

Backfilling and Grading:

Phase 1 is completely mined out. Approximately 800 LF of highwall along the south requires grading prior to topsoiling. All other slopes within Phase 1 have been contoured to a 3H: 1V or less. Placement of backfill and topsoil material is also still required within Phase 1.

The active highwall is within Phase 2 and is being pushed to the west. Slopes along the north side will require backfill given their proximity to the permit boundary (approx. 1,000 LF). The west and south highwall may be cut/fill for grading (1,800 LF). Active walls within Phase 2 are near vertical and approximately 30 ft high.

Financial Warranty:

The Division currently requires a financial warranty amount of \$351,000.00 for this site. The bond has not been increased since TR-1 in 2020. In an effort to ensure the Financial Warranty adequately, reflects the actual current cost of fulfilling the requirements of the approved reclamation plan the Division will be updating the reclamation cost estimate. If the current bond is found to be insufficient the Division will send a Notice of Surety Increase under a separate cover.

Hydrologic Balance:

No exposed groundwater or surface water flows were observed at this site.

Gen. Compliance With Mine Plan:

This site was active at the time of the inspection. All of phase 1 has been affected to date (Approx. 20 ac). Mining has progressed into Phase 2. Phase 3 remains undisturbed. The Division estimates that 20 acres within Phase 1 and 26 acres within Phase 2 has been affected to date. Per the approved mining plan only 40 acres is to be affected at any given time. Please complete reclamation within portions of Phase 1 to stay under the 40 acre maximum. If reclamation will not be completed this fall than a Technical Revision should be submitted to increase the maximum disturbance for this site.

There are several extremely large stockpiles of processed material which are neatly stored throughout the pit floor in Phase 1. Overall the site is clean and free of trash and other miscellaneous debris

Other:

This pit was originally permitted by Parkerson Construction Inc. who operates the 31 Road Pit (M-1987-178) which borders this site to the northeast. There is an ongoing relationship between the two companies.

Right of Entry:

Division staff verified that A & G Partnership LLP remains the landowner of all affected lands and therefore is in compliance with Rule 6.3.7 by maintaining its Legal Right of Entry.

Reclamation Success:

No areas were evaluated for reclamation success during this inspection.

Revegetation:

No revegetation has occurred to date. Noxious weeds were not observed.

Support Facilities On-site:

A crusher was operating at the time of the inspection. The pit was extremely busy with several trucks being loaded and hauling material offsite.

Signs and Markers:

A mine sign was posted at the entrance to the mine site as required by Rule 3.1.12(1). The information depicted was correct/ up to date and the sign was of sufficient size . The permit boundary of the affected land was clearly delineated pursuant to Rule 3.1.12(2).

Topsoil:

Topsoil has been applied to the majority of the slopes within Phase 1. The 800 LF of slope that required contouring will need topsoil applied. As will the entirety of the pit floor once minimum backfill cover layer is applied.

Topsoil is stored along the southern boundary of Phase 2.

Nine photos are included with this report.

No problems or violations were noted during this inspection.

Responses to this inspection report should be directed to: Amy Yeldell at the Division of Reclamation, Mining and Safety, Rm 215, 1001 E 62nd Ave, Denver Co 80216. Direct contact can be made by phone at 970-210-1272 or via email at amy.yeldell@state.co.us

Inspection Contact Address

Jon Muller/ Bryan Jorgensen
Kilgore Companies LLC dba Elam Construction
7057 West 2100 South
Salt Lake City, UT 84128

EC: Travis Marshall, Senior EPS, Grand Junction DRMS

PHOTOGRAPHS





Photo 2: Stockpiles within Phase 1



Photo 3: Contoured highwalls in Phase 1







Photo 8: West and NW highwall vertical



Photo 9: North highwall vertical up to boundary