STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY

Department of Natural Resources

1313 Sherman St., Room 215 Denver, Colorado 80203 Phone: (303) 866-3567 FAX: (303) 832-8106

July 2, 2012

Curtis Stone Fremont County 1170 Red Canyon Rd. Canon City, CO 81212



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda

Phantom Canyon Pit, Permit M-1994-118, Annual Fee Invoice and Report Request

PLEASE READ CAREFULLY – ACTION REQUIRED Please attach your COMPLETED written Annual Report and Annual Report Map to this form

Under the terms of your NOI or Reclamation Permit and Colorado Statutes, you must submit Annual Fees and Annual Reports (including a map). You must pay the Annual Fee and submit an Annual Report each year until reclamation responsibility release is granted. The Annual Fee is not a renewal fee. The Fee and Report are for LAST YEAR'S mining and reclamation season, and MUST be paid even if your operation was inactive.

The Annual Report and Fee requirement will be considered submitted when we have received the following components:

- 1. APPROPRIATE ANNUAL FEE
- 2. COMPLETED ANNUAL REPORT
- 3. ASSOCIATED MAP as required by rule

If you have requested reclamation responsibility release from the Division of Reclamation, Mining and Safety (the "Division") but your permit is not released by the anniversary date listed below, the Annual Fee MUST be paid. If the permit is released before the anniversary date, then by Statute, it is not necessary to pay an Annual Fee or submit an Annual Report for that year.

Division records indicate the \$323.00 fee is due for the following:

Permit: M-1994-118
Operation Name: Phantom Canyon Pit
Anniversary Date: August 8, 2012

Total Fee Due: \$323.00 (Due on or before your Anniversary Date)

Return the enclosed <u>Annual Report FORM</u>, a <u>MAP</u>, and a <u>CHECK</u> or <u>MONEY ORDER</u> made payable to: Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. If your records indicate these documents and fees have already been submitted, please notify the Division.

If you have additional comments and/or information that should be provided to the Division, please provide it below or attach it to this form along with your written report and map. Annual Report instructions are enclosed. If you have any questions, please feel free to contact Jim Dupler (303)866-3567 x8132 or Christine Brookshire (303)866-3567 x8132. Thank you for your cooperation in this matter.

IF THE ANNUAL FEE SUBMITTALS ARE NOT RECEIVED ON OR BEFORE YOUR ANNIVERSARY DATE, THE ENFORCEMENT PROCESS WILL BE AUTOMATICALLY INIATIED. ENFORCMENT ACTIONS MAY RESULT IN CIVIL PENALTIES AND/OR REVOCATION OF YOUR PERMIT.

110c Annual Report

Permittee Name:	Fremont County	Permit Number:	M-1994-118
Operation Name:	Phantom Canyon Pit	County:	Teller
Annual Fee Due:	\$323.00	Anniversary Date:	August 8, 2012
Permit Acreage:	9.80	Current Bond Amt:	\$0.00

According to C.R.S. 34-32.5-116 or 34-32-116, each year, on the anniversary date of the permit, an operator shall submit the Annual Fee, an Annual Report and map showing the extent of current disturbances to affected land, required monitoring information, reclamation accomplished to date and during the preceding year, any new disturbance that is anticipated to occur during the upcoming year, any reclamation that will be performed during the upcoming year, the dates for the beginning of active operations, and the date active operations ceased for the year.

Information contained in this report will be reviewed by the Division upon receipt and prior to the next compliance inspection of the site. If, while completing this report, you learn that your site is not in compliance with the rules and the act, it is advisable that the issues be rectified promptly to avoid possible enforcement action.

				1 1 2							
1.	Is the site identi	fication sign p	osted i	n accordance	with	Rule 3.1.12(1).				YES	NO
2.	Is the affected area boundary clearly marked in accordance with Rule 3.1.12(2).						YES	NO			
3.	. Is the mine site in final reclamation (all material extraction and stockpile removal is complete)? If "YES," please note time limits related to completion of reclamation, Rule 3.1.3.						ete)?	YES	NO		
4. What was the date of last excavation, processing or hauling activity at the mine?											
5.	5. Does the mine operate more than 180 days per year If "NO", please review Rule 1.13 to assure that your mine is in compliance.								YES	NO	
6.	 Has this mine been granted: a) approval of TEMPORARY CESSATION Status? b) approval for INTERMITTENT OPERATION? 							YES YES	NO NO		
7.	Number of acre	s currently affe	ected (1	mining + inco	mple	ete and or unrelea	sed re	eclamation).			
8.	Number of acre	s that were nev	wly affe	ected during th	ne cu	irrent report year					
9.	Number of acre	s that were rec	laimed	during the cu	rrent	t report year.					
10.	Estimated new	acreage to be a	affected	l in the next re	port	year.					
11.	Estimated acres	to be reclaime	ed in th	e next report y	ear.						
12	Total acres in v	various stages (of recla	amation since	nerr	nitted mining act	ivities	s hegan:			
[Total acres		tal acre		реп	Total acres	1 1 1 1 1 1 0 1	Total ac	eres		
	backfilled:		ded w/			w/topsoil		mulched			
			roved			replaced:			ed mulch:		
	Total acres			Topsoil			application				
	graded:	fert	tilized v	w/		replacement		rate (tor			
		apv	d fertil	izer:		depth (in.):		Ì	•		
f	Seed	, 1		Fertilizer			M	lulch			
	application			application			ap	plication			
	method:			method:			m	ethod:			

	3. Is weed control being conducted in accordance with an approved Weed Control Plan? YES NO N/A If "YES", indicate the weed species, control area, control type, application rate and treatment date on the report many states of the report many states are the weed species.					
14. Is adequate topsoil If "NO", please ex	YES	NO	N/A			
15. Is the reserved tops If "NO" please exp	YES	NO	N/A			
16. If mining has expo Engineer (Well Per	an and Off YES	ice of the NO	he State N/A			
17. Are all hazardous r	YES	NO	N/A			
18. Is your financial w	e cost to complete reclamation?	YES	NO	N/A		
19. Is your basis for lea	gal right to enter still valid?		YES	NO		
20. Does your permit r If "Yes", please att	YES	NO	N/A			
boundary and locat	ion of the acreages specified in ite te the following permittee contact	ccurately depicts the permit boundary ems 7- 12 and 14. UPDATED MAP and information. If this information is no	ATTACHE	ED: _		
Permittee Contact:	Curtis Stone					
Permittee Company:	Fremont County					
Address:	1170 Red Canyon Rd.					
	Canon City, CO 81212					
Phone Number:	(719) 275-2047					
Fax Number:	(719) 275-2120					
Email Address:	CF.PR.email					
	by state that the information proviordance with the Division approve	ided in this report is true and accurated mining and reclamation plans.	e, and that	site ope	erations are	
Signature of <u>Permitte</u>	e, Corporate Officer, Owner, or	Documented Designee	Date		_	