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

Stephen Kaspar Elam Construction, Inc. 556 Struthers Ave Grand Junction, CO 81501-3826



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda

Highway 50 Borrow Area No. 2, Permit M-1999-076, 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 ("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 \$504.00 fee is due for the following:

Permit: M-1999-076

Operation Name: Highway 50 Borrow Area No. 2

Anniversary Date: August 5, 2012

Total Fee Due: \$504.00 (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 AUTOMATICALLY BE INIATIED. ENFORCEMENT ACTIONS MAY RESULT IN CIVIL PENALTIES AND/OR REVOCATION OF YOUR PERMIT.

111 Annual Report

Permittee Name:	Elam Construction, Inc.	Permit Number:	M-1999-076
Operation Name:	Highway 50 Borrow Area	County:	Mesa
	No. 2		
Annual Fee Due:	\$504.00	Anniversary Date:	August 5, 2012
Permit Acreage:	21.90	Current Bond Amt:	\$55,000.00

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.	Is the site identi	Is the site identification sign posted in 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.								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 d	ate of last excavat	ion, processing o	or hau	lling activity at the	mine?				
5.		operate more than review Rule 1.13			ine is in complianc	e.		`	YES	NO
6.	Has this mine b				RARY CESSATIO MITTENT OPERA		s?		YES YES	NO NO
7.	Number of acre	es currently affecte	d (mining + inco	omple	ete and or unrelease	d reclam	nation).			
8.	Number of acre	es that were newly	affected during	the cu	irrent report year.					
9.	Number of acre	es that were reclain	ned during the co	urrent	t report year.					
10	D. Estimated new	acreage to be affec	cted in the next r	eport	year.					
		s to be reclaimed in			mitted mining activ	ities beg	an:			
Ī	Total acres	Total a		- F	Total acres	- v	Total acı	res		
	backfilled:	seeded			w/topsoil		mulched			
			ed mix:		replaced:		approved			
ľ	Total acres	Total a			Topsoil			pplication		
	graded: fertilized		ed w/		replacement		rate (ton			
		apvd fo	ertilizer:		depth (in.):		•	,		
Ī	Seed		Fertilizer			Mulch				
	application	1	application			applica	ation			
	method:	1	method:			method	d:			

	s weed control being conducted in accordance with an approved Weed Control Plan? YES NO N/A f "YES", indicate the weed species, control area, control type, application rate and treatment date on the report map.					
	. Is adequate topsoil reserved for reclamation, based on your approved permit? If "NO", please explain:				N/A	
-	Is the reserved topsoil vegetated/stabilized in accordance with Rule 3.1.9(1)? If "NO" please explain:					
C 1	sed groundwater, is the site in comprmit, S.W.S.P., and/or Permanent A	pliance with the approved mining plaugmentation Plan)?	an and Off YES	ice of the	he State N/A	
17. Are all hazardous i	materials stored within approved sp	ill containment structures?	YES	NO	N/A	
18. Is your financial w	arranty value sufficient to cover the	e cost to complete reclamation?	YES	NO	N/A	
19. Is your basis for le	gal right to enter still valid?		YES	NO		
	require you to submit monitoring in each the required monitoring results		YES	NO	N/A	
Division records indica print <u>current</u> contact in Permittee Contact:	0 1	information. If this information is n	ot current,	please	type or	
Permittee Company:	Elam Construction, Inc.					
Address:	556 Struthers Ave Grand Junction, CO 81501-					
Phone Number:	3826 (970) 242-5370					
Fax Number:	(970) 245-7716					
Email Address:	CF.PR.email					
	eby state that the information provious cordance with the Division approved	ded 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		_	