

COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY 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:
West Rifle Pit	M-1981-006	Sand and gravel	Garfield
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Acreage Release Inspection	Dustin M. Czapla	July 10, 2012	10:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Central Aggregates, Inc.	Gilbert Lee	112c - Construction Regular Operation	

REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:
Acreage Release Requested	None	\$40,834.00
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGENCY:
NA	None	None
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:
Clear		July 13, 2012

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>Y</u>	(FN) FINANCIAL WARRANTY N	(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 N	(SF) PROCESSING FACILITIES N	(TS) TOPSOIL <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- Y	(FW) FISH & WILDLIFE N	(RV) REVEGETATION <u>Y</u>
(SM) SIGNS AND MARKERS <u>Y</u>	(SP) STORM WATER MGT PLAN N	(SB) COMPLETE INSP N
(ES) OVERBURDEN/DEV. WASTE <u>N</u>	(SC) EROSION/SEDIMENTATION Y	(RS) RECL PLAN/COMP Y
(AT) ACID OR TOXIC MATERIALS N	(OD) OFF-SITE DAMAGE <u>N</u>	(ST) STIPULATIONS <u>N</u>

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

OBSERVATIONS

This inspection was conducted by the Division of Reclamation, Mining and Safety (Division) in response to the request for acreage release that was submitted by the operator on June 13, 2012. Gilbert Lee, Bill Lee and Randy Van Slyke, representing the Operator, were present during this inspection. Photographs are included with this report in order to illustrate some of the conditions observed during the inspection.

The West Rifle Pit is located in west Rifle and accessed from Hwy 6. The site is a 112c operation that includes a total of 57 permitted acres. The Division currently holds a financial warranty amount of \$40,834.00 for this site. The Division has reviewed the reclamation costs, in order to ensure the financial warranty reflects the actual current cost of fulfilling the requirements of the Reclamation Plan, and determined that the current financial warranty amount is sufficient.

Adequate mine identification signage was noted at the entrance to the site.

The permit area was marked by fencing that was clearly visible and adequate to delineate the affected area boundary.

For this permit (M-1981-006), the operator has requested release from further reclamation responsibility for the south and southeast portions of the permit area. This will result in removal of most of Parcel B from the permitted area. The operator has also requested release from further reclamation responsibility for the southern portion of the adjacent 111 permit (M-1995-018), which is located in Parcel A. A site map submitted by the operator, received by the Division on April 23, 2012, shows the areas where reclamation has been completed at the site. During this inspection I requested that the operator submit a new map to show the revised permitted area proposed through this release request. The acreage that is to remain part of the permitted area shall be labeled on the map.

The reclaimed slopes of the area requested to be released appeared stable. Vegetation, consisting of planted grasses and volunteer grasses, shrubs and trees was well established. Some tamarisk and Russian olive are present within the area to be released. According to the Division's policy for tamarisk and Russian olive management, areas of mine sites that were undergoing reclamation prior to January 19, 2005 may be excluded from the noxious weeds requirements for these species. The areas requested for release were undergoing reclamation prior to 2005.

No problems or violations were noted during this inspection. It appeared that the operator has satisfactorily reclaimed the areas requested for release.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, Grand Junction Field Office, 101 South 3rd Street, Room 301, Grand Junction, Colorado 81501, phone number (970) 243-6299.

PHOTOGRAPHS

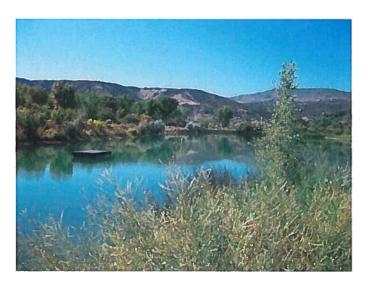


Figure 1: View from the west side of the boat house, facing southeast towards the reclaimed east shoreline in Parcel B.

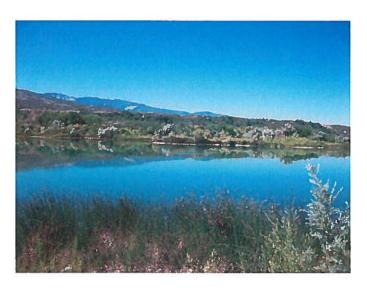


Figure 2: View from the west side of the boat house, facing southwest towards the reclaimed south shoreline and island located in Parcel B.



Figure 3: View of the reclaimed south shoreline and island from near the southeast corner of Parcel B.



Figure 4: View of the reclaimed east shoreline from near the southeast corner of Parcel B.

PERMIT #: M-1981-006 INSPECTOR'S INITIALS: DMC INSPECTION DATE: July 10, 2012

Inspection Contact Address

Gilbert Lee Central Aggregates, Inc. P.O. Box 26 Rifle, CO 81650