




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: Dickerson Pit	MINE/PROSPECTING ID#: M-1978-305	COMMODITY: Granite/Volcanic	COUNTY: Gunnison
INSPECTION TYPE: Monitoring	INSPECTOR(S): Dustin Czaplá	INSP. DATE: August 15, 2012	INSP. TIME: 8:00
OPERATOR: Gunnison Aggregate Resources, LLC	OPERATOR REPRESENTATIVE: Warren Wilcox	TYPE OF OPERATION: 112(c)	
REASON FOR INSPECTION: Monitoring	BOND CALCULATION TYPE: Complete	BOND AMOUNT: \$ 66,518.00	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSPECTION AGENCY: None	
WEATHER: Clear	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: August 22, 2012	

GENERAL INSPECTION TOPICS

This list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each. Note: 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----- <u>Y</u>	(RD) ROADS----- <u>Y</u>
(HB) HYDROLOGIC BALANCE----- <u>Y</u>	(BG) BACKFILL & GRADING----- <u>Y</u>	(EX) EXPLOSIVES----- <u>NA</u>
(PW) PROCESSING WASTE/TAILING---- <u>Y</u>	(SF) PROCESSING FACILITIES----- <u>NA</u>	(TS) TOPSOIL----- <u>N</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>	(SB) COMPLETE INSP---- <u>Y</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>Y</u>	(SC) EROSION/SEDIMENTATION--- <u>Y</u>	(RS) RECL PLAN/COMP-- <u>Y</u>
(AT) ACID OR TOXIC MATERIALS----- <u>Y</u>	(OD) OFF-SITE DAMAGE----- <u>NA</u>	(ST) STIPULATIONS----- <u>NA</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 as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. Warren Wilcox, representing the Operator, was present during this inspection. Photographs are included with this report in order to illustrate some of the conditions observed.

The Dickerson Pit is located approximately 6 miles southwest of Gunnison and accessed from Hwy 50. The site is a 112c operation that includes a total of 33.16 permitted acres. The Division currently holds a financial warranty amount of \$66,518.00 for this site. The Division will review the reclamation costs in order to ensure the financial warranty reflects the actual current cost of fulfilling the requirements of the Reclamation Plan. The Operator will be notified under separate cover if the Division determines that the current financial warranty amount is insufficient.

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

The affected area was marked by t-posts and fencing that were clearly visible and adequate to delineate the affected area boundary.

A scale and small scale house were located at the east side of the pit area. A stockpile of crushed material was located in this area as well. The disturbance footprint at the site did not appear to have increased since the last inspection. Any excavation that has occurred at the site has merely lowered the pit floor elevation.

Slopes in the west permit area have been reclamation graded with overburden replaced. Native vegetation is beginning to establish on these slopes. The active mine area, consisting of several benches and near vertical higwalls, was located in the northwest part of the permit area. A flat, graveled stockpile/storage area was located at the base of the active mining area. Several stockpiles of crushed material and riprap material were located in this area. A storage area for dilapidated equipment and debris was located at the east end of this bench area.

No problems or violations were noted during this inspection.

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.

Inspection and Enforcement Contact

Warren Wilcox
Gunnison Aggregate Resources, LLC
P.O. Box 42
Gunnison, CO
81230

PHOTOGRAPHS



Figure 1: Mine ID sign located at site entrance.

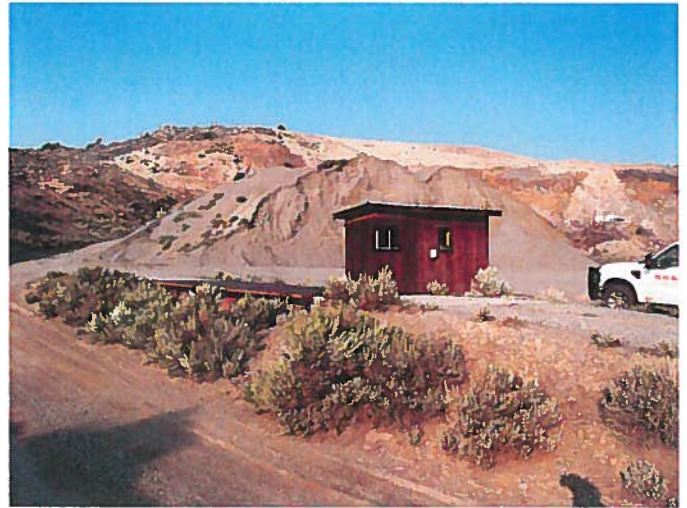


Figure 2: Scale and scale house located on the east side of the pit area. Reclaimed slopes can be seen in the background.



Figure 3: View from the mine floor area, facing south.



Figure 4: View from the mine floor area, facing southwest.



Figure 5: View from the mine floor area, facing west toward the active mine face.



Figure 6: View from the mine floor area, facing north.



Figure 7: View of refuse storage area at the east side of the mine bench.