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

December 3, 2012

David S. Zehner Precision Excavating, Inc. PO Box 790 Hayden, CO 81639



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda

Peroulis Brothers Snake River Pit, Permit M-2009-079, 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 \$791.00 fee is due for the following:

Permit: M-2009-079

Operation Name: Peroulis Brothers Snake River Pit

Anniversary Date: January 6, 2013

Total Fee Due: \$791.00 (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 x8119 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.

112c Annual Report

Permittee Name:	Precision Excavating, Inc.	Permit Number:	M-2009-079
Operation Name:	Peroulis Brothers Snake	County:	Moffat
	River Pit		
Annual Fee Due:	\$791.00	Anniversary Date:	January 6, 2013
Permit Acreage:	101.00	Current Bond Amt:	\$145,000.00

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 identification sign posted in accordance with Rule 3.1.12(1).								7	YES	NO
2. Is the affected area boundary clearly marked in accordance with Rule 3.1.12(2).								7	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. 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	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	<u> </u>	Total acı	res		
	backfilled:	seeded			w/topsoil		mulched			
			ed mix:		replaced:		approved			
ľ	Total acres	Total a			Topsoil			pplication		
	graded:	fertiliz	ed w/		replacement		rate (ton	• •		
		apvd fo	ertilizer:		depth (in.):		•	,		
Ī	Seed		Fertilizer			Mulch			•	
	application	1	application			applica	ation			
	method:	1	method:			method	d:			

	ing conducted in accordance with a the weed species, control area, con	an approved Weed Control Plan? ntrol type, application rate and treatm	YES ent date or	NO n the rej	N/A port map.		
	dequate topsoil reserved for reclamation, based on your approved permit? NO", please explain:						
-	Is the reserved topsoil vegetated/stabilized in accordance with Rule 3.1.9(1)? If "NO" please explain:						
C I	sed groundwater, is the site in commit, S.W.S.P., and/or Permanent	npliance with the approved mining plangmentation Plan)?	an and Off YES	ice of the NO	he State N/A		
17. Are all hazardous i	materials stored within approved sp	pill containment structures?	YES	NO	N/A		
18. Is your financial w	arranty value sufficient to cover th	ne cost to complete reclamation?	YES	NO	N/A		
19. Is your basis for le	gal right to enter still valid?		YES	NO			
20. Does your permit r If "Yes", please att	YES	NO	N/A				
boundary and locate Division records indicate print current contact in	tion of the acreages specified in ite ate the following permittee contact information:	ccurately depicts the permit boundary ems 7- 12 and 14. UPDATED MAP information. If this information is not become a second to the control of	ATTACH	ED: _			
Permittee Contact:	David S. Zehner						
Permittee Company:	Precision Excavating, Inc.						
Address:	PO Box 790						
	Hayden, CO 81639						
Phone Number:	(970) 276-3359						
Fax Number:	(970) 276-3084						
Email Address:	CF.PR.email						
	eby state that the information prove ordance 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		_		