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 1, 2013

Christopher L. Varra Varra Companies, Inc. 8120 Gage St. Frederick, CO 80516



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda

Western Sugar Reclamation Land Development Project, Permit M-2010-049, 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-2010-049

Operation Name: Western Sugar Reclamation Land Development Project

Anniversary Date: August 1, 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:	Varra Companies, Inc.	Permit Number:	M-2010-049
Operation Name:	Western Sugar Reclamation	County:	Weld
	Land Development Project		
Annual Fee Due:	\$791.00	Anniversary Date:	August 1, 2013
Permit Acreage:	102.18	Current Bond Amt:	\$292,210.00

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.	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.	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: fertilized w/			replacement						
		apvd fo	ertilizer:		depth (in.):		•	,		
Ī	Seed		Fertilizer			Mulch				
	application	1	application			applica	ation			
	method:	1	method:			method	d:			

13. Is weed control bein If "YES", indicate t	YES date on	NO the repo	N/A ort map.		
14. Is adequate topsoil if "NO", please exp	YES	NO	N/A		
15. Is the reserved tops If "NO" please expl	YES	NO	N/A		
16. If mining has expos Engineer (Well Per	and Offi YES	ce of the	e State N/A		
17. Are all hazardous materials stored within approved spill containment structures?					N/A
18. Is your financial warranty value sufficient to cover the cost to complete reclamation?					N/A
19. Is your basis for legal right to enter still valid?					
20. Does your permit re If "Yes", please atta	YES	NO	N/A		
Construction Mater permit boundary, cu UPDATED MAP A	ials (C.R.S. 34-32-116 or 34-32.5- arrent affected area boundary and laTTACHED: te the following permittee contact	ct and/or Colorado Land Reclamation A 116), attach a map to this report that acclocation of the acreages specified in iten information. If this information is not c	curately ns 7- 12	depicts and 14.	the
Permittee Contact:	Christopher L. Varra				
Permittee Company:	Varra Companies, Inc.				
Address:	8120 Gage St.				
	Frederick, CO 80516				
Phone Number:	(303) 666-6657				
Fax Number:	(303) 666-6743				
Email Address:	CF.PR.email				
	by state that the information provious ordance with the Division approved	ded in this report is true and accurate, and mining and reclamation plans.	nd that s	site oper	ations are
Signature of <u>Permittee</u>	e, Corporate Officer, Owner, or	Documented Designee	Date		_