

0040

SCOTT KISCADEN



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4/25/03

Lowell Braxton/ Mary Anne Wright

Re: reclamation load out site.

Good day, per our conversation I propose that in return for releasing the funds escrowed per our agreement at the Whisky Creek site, Blue Ridge will start the reclamation process at the Valcam loadout. The scope of this work shall include.

Removal of

10,000 gal water head tank

Scale house

Mine office

Salt shed

Truck shop

Bathhouse

10,000 gal diesel tank

3,000 gal gas tank

Spill protection

RECEIVED

APR 25 2003

DEPT. OF OIL, GAS & MINING

Pam/Darn
copy: PFO
(Also sent to
Dana & Wayne)
Dana
4/007/00

Oil shed

Mine shop

Mine substation

Power service to shops and offices

Guardrail from oil shed to mine shed

8,000 gal freeze proofing tank

Road to mine shop

Road to truck shop

Parking lot at truck shop.

This will complete the demolition and road removal on the lower half of the permitted area associated with the loadout permit. As we are on site with equipment and people we would like to do this work now. It will save a future mobilization cost and begin the process of reclaiming the site most visible to the public road.

I have spoken to Frontier and to the Trustee and they both are supportive. This will cost the Trustee and Frontier nothing and will allow the funds that Frontier may make available to be used "in the dirt" at the balance of the sites that need to be reclaimed.

If this is agreeable with your Organization please acknowledge this and send a copy back to me.

WRT the balance of the reclamation project, I have had a good conversation with Bill Gorton and we would both like to meet with you as soon as schedules allow to discuss

the best use of the funding that Frontier may make available. I will come prepared to discuss cost associated with each location and phase of the project so that you can decide where you would like the funds spent. I have told Frontier that time is important as this work needs to start now so that it can be done before the next winter. Thank you for your time on these matters.

Scott Kiscaden



Agreed _____ Division of Oil, Gas and Mining