CHAPMAN, WOOD AND GRISWOLD, INC.



MINING ENGINEERS AND GEOLOGISTS

4015 CARLISLE BOULEVARD, N.E., SUITE C

ALBUQUERQUE, NEW MEXICO 87107

TELEPHONE: (505) 883-0220

November 8, 2018

Mr. Holland W. Shepherd Mining and Minerals Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: American Minerals Deming Manganese Site

Dear Mr. Shepherd:

American Minerals, Inc. (AMI) hereby requests a **Permit Modification of LU00IRE** to a Post Mine Land Use (PMLU) of "Industrial" from the existing PMLU of "Grazing and Wildlife". AMI leases the 20-acre site from the City of Deming and the City is in agreement to the change in the PMLU (Refer to the attached correspondence). The required fee of \$1000 for the requested change has previously been lodged with your Department.

Yours sincerely

CHAPMAN, WOOD AND GRISWOLD, INC.

Douglas of Joning

Douglas F. Irving

Agent for American Minerals, Inc.

Copy: Paul V. Hall, V.P. American Minerals

Keith Ehlert, NM Environment Dept. (Santa Fe)

George Llewellyn, NM Environment Dept. (Silver City)

Attachments: Two letters from the City of Deming, Nov. 2016 and May 9, 2017



Phone (575) 546-8848 · Fax (575) 546-6442
E-MAIL: deming@cityofdeming.org · Website: www.cityofdeming.org
P.O.BOX 706 · DEMING, NEW MEXICO 88031
POPULATION 14,000

NOV FOLLS

Mining & Minerals Division Energy, Mineral, and Natural Resources Department ATTN: Mr. James R. Hollen 1220 South St. Francis Drive Santa Fe, New Mexico, 87505

RE: Former Deming Manganese Processing site of American Minerals, Inc., Permit No. LU001RE

Dear Mr. Hollen:

The City of Deming owns the 20-acre site which was used by American Minerals, Inc. (AMI) for the processing of manganese ore. Operations ceased in 2003 and in 2005 the site was reclaimed under a plan approved by the Mining and Minerals Division (MMD). The Post Mine Land Use (PMLU) for the site is currently designated as "Grazing and Wildlife" by MMD.

For years, the City of Deming has regarded the site as "Industrial." It is the City's intent to use the site for "Industrial" purposes at some future time and it is our understanding that, subject to AMI satisfactorily fulfilling its obligations under the required 12-year post-reclamation monitoring period, the site will be released and AMI will have no further liabilities. That 12-year period ends in July of 2017.

The City of Deming as property owner hereby requests that MMD change the PMLU from "Grazing" to "Industrial."

Thank you for your consideration.

Sincerely,

Aaron Sera, City Manager



Phone (575) 546-8848 - Fax (575) 546-6442

E-MAIL: **dangga-gyve,denane, org - Website: www. cavolishmed eac P.O. BOX 706. DEMING, NEW MEXICO 88031 POPULATION 14,000

May 09, 2017

Doug Irving, Agent American Minerals, Inc. 4015 Carlisle Blvd. NE Suite C Albuquerque, NM 87107

RE:

Deming Manganese Processing Facility
Post Mining Land Use (PMLU) Designation
Future Land Use

Mr. Irving,

Site visit discussions on May 01, 2017 with NM Mining Act representatives helped to clarify the City's involvement as it relates to NM Mining and Minerals letter dated March 02, 2017 and the associated guidelines.

The City has multiple industrial parks for development considerations. The referenced area ranks low for the bulk of economic development proposals as the location can only be accessed through residential subdivisions and is immediately adjacent to the County's detention center.

The City does consider the referenced site as an option for a solar array. It is a viable consideration given the proximity of the site to two high electricity consuming facilities, the County's detention center, and the County's entertainment facility. Together with a proposed recreational effluent storage pond in the vicinity that would require multiple pumps to operate, the old processing site has promise for a solar array to help offset electric costs.

Although there is no guarantee the solar array will materialize, it remains a future consideration.

Sincerely,

Aaron Sera

City Administrator



CHAPMAN, WOOD AND GRISWOLD, INC.

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ALBUQUERQUE, NEW MEXICO 87107

RECEIVED

NOV 1 3 2018

MINING & MINERALESEPHONS ON) 883-0220

November 8, 2018

Mr. Keith Ehlert N.M. Environment Dept. 1190 South St. Francis Dr. Santa Fe, NM 87502

Re: American Minerals Deming Manganese Site

Dear Mr. Ehlert:

During our meeting in Santa Fe on November 2nd, 2018 at the Mining and Minerals Division office with Holland Shepherd, you stated that your Department has determined that further monitoring of the Groundwater at the AMI Site would no longer be required. American Minerals, Inc. is hereby requesting that the **Discharge Permit No. DP1234** for the site be cancelled. Following receipt of the cancellation of the Permit, AMI will notify the Office of the State Engineer and apply for abandonment of the site Monitor Well.

Thank you for your consideration in this matter as we proceed toward site Closure.

Yours sincerely

CHAPMAN, WOOD AND GRISWOLD, INC.

Douglas F. Irving

Agent for American Minerals, Inc.

Copy: Paul V. Hall, V.P. American Minerals

Holland W. Shepherd, Mining and Minerals Division George Llevvellyn, NM Environment Dept. (Silver City)