

December 2, 2020

Mr. Richard Stavneak, Director Joint Legislative Budget Committee 1716 West Adams Street Phoenix, Arizona 85007

Dear Director Stavneak:

In accordance with A.R.S. §27-131 (D), it is my pleasure to present to the Abandoned Mine Safety Fund (AMSF) Annual Report for FY2020. Preliminary planning has been conducted on nineteen priority mine sites to be secured in FY2021. The estimated costs for these projects total nearly \$19,000.00. Additional mine sites may be closed in FY2021 that are not listed. ASMI will be performing on-the-ground reconnaissance in various areas; mines will be secured on a case-by-case basis when determined that a significant hazard exists for the public.

The Arizona State Mine Inspector's office will continue fencing, filling or gating mines to protect the public. In addition, we have identified other areas for intensive study and probable closure.

If you have any questions regarding this report, please feel free to contact me at 602-542-5971,

Sincerely,

Joe Hart

Arizona State Mine Inspector

Abandoned Mine Safety Fund Annual Report

December 1, 2020

Statutory Authority: ARS §27-129: Locating abandoned mines

A. The state mine inspector shall establish a program to locate, inventory, classify and eliminate public safety hazards at abandoned mines ...

In addition, ARS § 27-131: Abandoned mines safety fund; annual report

- A. The abandoned mines safety fund is established consisting of:
- 1. Gifts, grants, and contributions specifically designated for the fund.
- 2. Monies that may be appropriated by the legislature to the fund to match the gifts, grants and contributions based on the preceding year's expenditure report required under subsection D of this section
- B. The state mine inspector shall administer the fund. Monies in the fund are exempt from lapsing pursuant to section 35-190
- C. Monies in the fund are continuously appropriated to the inspector to ensure public safety at abandoned mines on land owned by this state as provided by section 27-129. The inspector shall use monies in the fund to pay contractors for actual abatement costs to fill, fence or plug shafts and adits and not to pay administrative salaries and other costs. The inspector shall consult with the state land commissioner to identify and prioritize the abandoned mine sites on state lands to be considered for abatement.
- D, Each year the inspector shall submit an annual report to the joint legislative budget committee on or before December 1 concerning the expenditure of monies from the fund and contributions to the fund during the preceding fiscal year. The report shall itemize each expense paid from the fund and shall describe the actions taken to ensure public safety.

Financial Statement: The following is a summary of financial transactions during State Fiscal 2020 from the Abandoned Mine Safety Fund (Restricted)

Restricted fund balance \$134,785.40 Abandoned Mine Education and Training Program balance \$0.00

Activity	Amount	Closure	Entity
Beginning Balance	\$134,785.40		Arizona State Mine Inspector
Funds Received July 1, 2019	\$0.00		
Ending Balance June 30, 2020	\$134,785.40		

Financial Statement: The following is a summary of financial transactions during State Fiscal 2020 from the Abandoned Mine Special Line Item

Activity	Amount	Closure	Entity
Beginning Balance	\$194,700.00		Arizona State Mine Inspector
Funds Received July 1, 2019	\$0.00		
Ending Balance June 30, 2020	\$18,378.97		See below for monies spent on abandoned mine projects for FY2020

The following is a summary of mine(s) secured during State Fiscal Year 2020: The below mentioned mine(s) reflect the number of mines mitigated on state, private, federal and U.S. Forest lands. Feild staff priorties for FY2020 included more inventory and evaluation and issuing Notice of Violations of abandoned mines within the state of Arizona.

Mine Name	AZMIL#	Latitude Degrees	Latitude Minute	Latitude Seconds	Longitude Degrees	Longitude Minute	Longitude Seconds	County	Type of Closure	Ownership (surface)	Ownership (mineral)	Review	Costs
MK1-M	12N-02E-06-023	3	4 27	23.80	112		11 33,70	Yavapai		Private	Private	9/18/2020	
MK2-C	12N-02E-06-008	3	4 27	9.00	112		11 29,40	Yavapai		Private	Private	9/18/2020	
MK1-A	12n-02e-06-001	3	4 27	10-50	112		11 23.50	Yavapai		Private	Private	9/18/2020	

Mine Name	AZMIL#	Latitude Degrees	Latitude Minute	Latitude Seconds	Longitude Degrees	Longitude Minute	Longitude Seconds County	Type of Closure	Ownership (surface)	Ownership (mineral)	Review	Costs
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Nineteen mine features have been identified for closure in FY2021 on lands in Arizona. The most significant types of mine hazard features are open shafts, adits, and stopes. These areas typically have high use for backcountry touring and off highway vehicle activities, rock hounding, and recreational mineral collection by winter visitors, or are located near populated areas.

Remediation at key sites is guided by focused inventory assessments starting with those sites that are clustered in proximity to sites with high public exposure.

Mine Name	AZMIL#	Latitude Degrees	Latitude Minute	Latitude Seconds	Longitude Degrees	Longitude Minute	Longitude Seconds	County	Type of Closure	Ownership (surface)	Ownership (mineral)	Review	Costs
82	7N-3W-02-003	-33	58	33.2	112	32	22.7	Yavapai	Backfill	State	State		\$1,000.00
ЛК140A	20S-10E-35-012	31	38	55,4	111	17	03.9	Pima	Backfill	State	State		\$1,000.00
11	8N-3W-29-001	34	0	2.5	112	35	57	Yavapai	Backfill	State	State		\$1,000.00
6	8N-3W-02-005	34	3	26	112	32	1.4	Yavapai	Backfill	State	State		\$1,000.00
ИК12-C	7N-2E-29-006	33	55	11.6	112	10	19.7	Maricopa	Backfill	State	State		\$1,000.00
MK12-B	7N-2E-29-001	33	55	10.09	112	10	20,7	Maricopa	Backfill	State	State		\$1,000.00
Above New Jersey	23N-18W-02-027	35	25	0.37	114	10	22,96	Mohave	Backfill	State	State		\$1,000.00
oint of Hill *heavy rec tra	23N-18W-02-031	35	24	43	114	10	49	Mohave	Backfill	State	State		\$1,000.00
ИК9-В	8N-5W-02-002	34	3	31.4	112	45	13.6	Yavapai	Backfill	State	State		\$1,000.00
MK9-C Sonoita MK4-A	8N-5W-02-003	34	3	30.3	112	45	11.7	Yavapai	Backfill	State	State		\$1,000.00
vildlife assessment equired sonoita MK4-B	17S-16E-25-006	31	55	24.8	110	39	34.2	Pima	Backfill	State	State		\$1,000.00
vildlife assessment equired Sonoita MK4-C	17S-16E-25-007	31	55	24.4	110	39	35.2	Pima	Backfill	State	State	-	\$1,000.00
vildlife assessment equired Sonoita MK4-F	17S-16E-25-008	31	55	25.8	110	39	34,3	Pima	Backfill	State	State		\$1,000.00
vildlife assessment equired onoita MK3-C	17S-16E-25-011	31	55	26.9	110	39	35.7	Pima	Backfill	State	State		\$1,000.00
vildlife assessment equired onoita MK3-D	17S-16E-12-005	31	57	48.6	110	39	32.3	Pima	Backfill	State	State		\$1,000.00
vildlife assessment equired onoita MK3-E	17S-16E-12-006	31	57	48.9	110	39	32.6	Pima	Backfill	State	State		\$1,000.00
vildlife assessment equired	17S-16E-12-007	31	57	048	110	39	33.2	Pima	Backfill	State	State		\$1,000.00
N-6W-02 #220	5N-6W-02-002	33	48	016	112	51	36.4	Maricopa	Backfill	State	State		\$1,000.00
N-6W-02 #224	5N-6W-02-004	33	48	014	112	51	37.8	Maricopa	Backfill	State	State		\$1,000.00

The Arizona State Mine Inspector's ability to accomplish this workload will be based on level of funding. We believe we have made significant progress in the last year in establishing AML teams that are poised to accomplish the work, in raising the awareness internally of the importance of the AML program to public health and safety, and in garnering other agency management support to move forward with this strategy.

Abandoned Mine Safety Fund Annual Report FY20 Persuant to A.R.S §27-131D

*Beginning Balance: Revenue: Expenditures: Ending Balance:	134,785.40 134,785.40	
Abandoned Mine Closure (paid with restricted money) Fund 2408	estricted money) Fund 2408	
Funds available	134,785.40	
Professional & Outside Services Operating Transdfer Out Total Expenses:	x r v	
Remaining Ralance.	134 785 40	

General Fund
line item monies)
with special
ıre (paid ۱
Mine Closu
Abandoned

194,700.00	102,491.42 44,484.75	10,891.57	3,208.38	ï	10,596.72		171,672.84
Appropriation Special Line:	Personnel Services ERE	Motorpool	Meals / Incidentals	Professional & Outside Services	Other Operating Expenses	Non Capital	Total Expenses:

Abandoned Mine Closure FY2020 (paid with restricted money) Fund 2408

23,027.16

Remaining Balance:

monies) General Fund	 .	
andoned Mine Closure (paid with special line item	Total	Abandoned Mine Closures FY2020
	Abandoned Mine Closure (paid with special line item monies) General Fund	sbandoned Mine Closure (paid with special line item monies) General Fund Total