MME FORM 60
SEPT. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Docket No. O.M.E. 6562
Contract No.
14-23-090- 2234
Contract Amount $ 6000.00
Gov't. Participation % 50 $ 3000.00
Mineral(s) Gold & Platinum

OPERATOR'S MONTHLY VOUCHER

For Month of October 1967

Operator's Name Douglas W. Sumner
Address Box 3-4052 Anchorage Alaska 99501

COST CATEGORIES	FOR OPERATOR'S USE: MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE	FOR GOVERNMENT APPROVAL ONLY: MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE
Fixed Unit Costs and						
(1) Independent Contracts:						
Bulldozing	698.87	2450.00	3148.87			
Drifting						
Crosscutting						
Drilling						
~~Inalegatin Bulldozer~~	0	150.00	150.00			
(2) Personal Services:						
Supervision & Technical						
Outside Consultants						
Labor						
(3) Operating Mat'l. & Supplies:						
Timber						
Explosives						
Pipe						
Rail						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehab. & Repairs:						
Buildings, Fixtures, etc.						
Operating Equipment						
(6) New Buildings, Fixtures, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Analytical Work						
Payroll Taxes						
Employee's Liability Ins.						
TOTALS	698.87	2600.00	3298.87			

I certify that the above bill is correct and just and that payment therefor has not been received.

Date Nov 9 1967 *Payee DOUGLAS W. SUMNER JAMES ANDRULLI

Per Douglas W. Sumner Title PARTNER

* When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of: 349.43 – 14X0604
200.00 – 14X6875(08)
$ 149.43

Signature John
(Authorized Certifying Officer)

Date NOV 28 1967 Vou. No. 37

(SEE OTHER SIDE)

FORM 61
SEPT. 1959

HK 11/17/67

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

OPERATOR'S PROGRESS REPORT For Month of October 1967 Docket No. OME. 6562

Operator's Name Douglas W. Sumner Contract No. 14-23-090- 2234

OPERATION	UNITS	FOR OPERATOR'S USE: UNITS THIS MONTH	UNITS TO DATE	COSTS TO DATE	FOR GOVERNMENT USE: APPROVED UNITS THIS MONTH	APPROVED UNITS TO DATE	APPROVED COSTS TO DATE
Drifting							
Crosscutting							
Raising							
Shafts							
Winzes							
Other Underground							
Drilling, Core-Diamond							
Rotary							
Drilling, Non-core-Diamond							
Rotary							
Churn							
Percussion							
Miscellaneous							
MOBILIZATION					0	½	150.00
Roads and Trails							
Stripping	Cu yds	933⅓	42000	3298.87	933⅓	4,200	3,150.00
Trenching							
Test Pitting							
Other Surface Work							
Initial Rehabilitation and Repairs							
Rehabilitation of Mine Workings							
New Buildings, Fixtures, etc.							
Operating Equipment Purchases							
Analytical Work							
TOTAL TO DATE (per MME Form 60)				3298.87			$3,300.00

REMARKS

(Continue on back)

REMARKS

OPERATOR HAS $1.13 ERROR IN ADDITION,

933 @ 75¢ = $700.00

Withhold $200.00 pending receipt of sample and assay data

H. Kikkawa

(Continue on back)

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this report is correct and complete to the best of their knowledge and belief.

Date NOV 9 1967 Operator Douglas W. Sumner Jame Andrulli

Per Douglas W Sumner Title PARTNER

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

I certify that the information above is complete and accurate to the best of my knowledge and belief.

Signature [illegible]

Title FIELD OFFICER, OME REGION II
Government Representative

Date NOV 14 1967

(INSTRUCTIONS ON REVERSE)

107

Dear Mr Stager. we recieved your letter & also forms thanks so much. here is the rest of the report for September & also a sample of gold hope this will do. and that Sept can be acted so we will get paid, as our money is sure running low. here is a report for october but we didnt get to sample much as it froze to soon but will sample the first thing come spring & send you a report at that time.

Yours Sincerely
Margie Sumner

NOV 9 1967
OME-6562
Cr. No. 2234

[illegible]
[illegible] THE INTERIOR
[illegible] SURVEY
[illegible] and Minerals
[illegible]

ADMINISTRATIVE SUSPENSION STATEMENT

Name and Address of Payee: Douglas W. Summer
Box 3-4052
Anchorage, Alaska 99501

[illegible]	[illegible]	[illegible]
$2,348.87	$200.00	$2,348.87 $1,174.43 Govt. Share - 200.00 Less $ 974.43
[illegible]	Payee's Invoice No. Docket # 6562 Contract # 2234	[illegible] September, October 1967

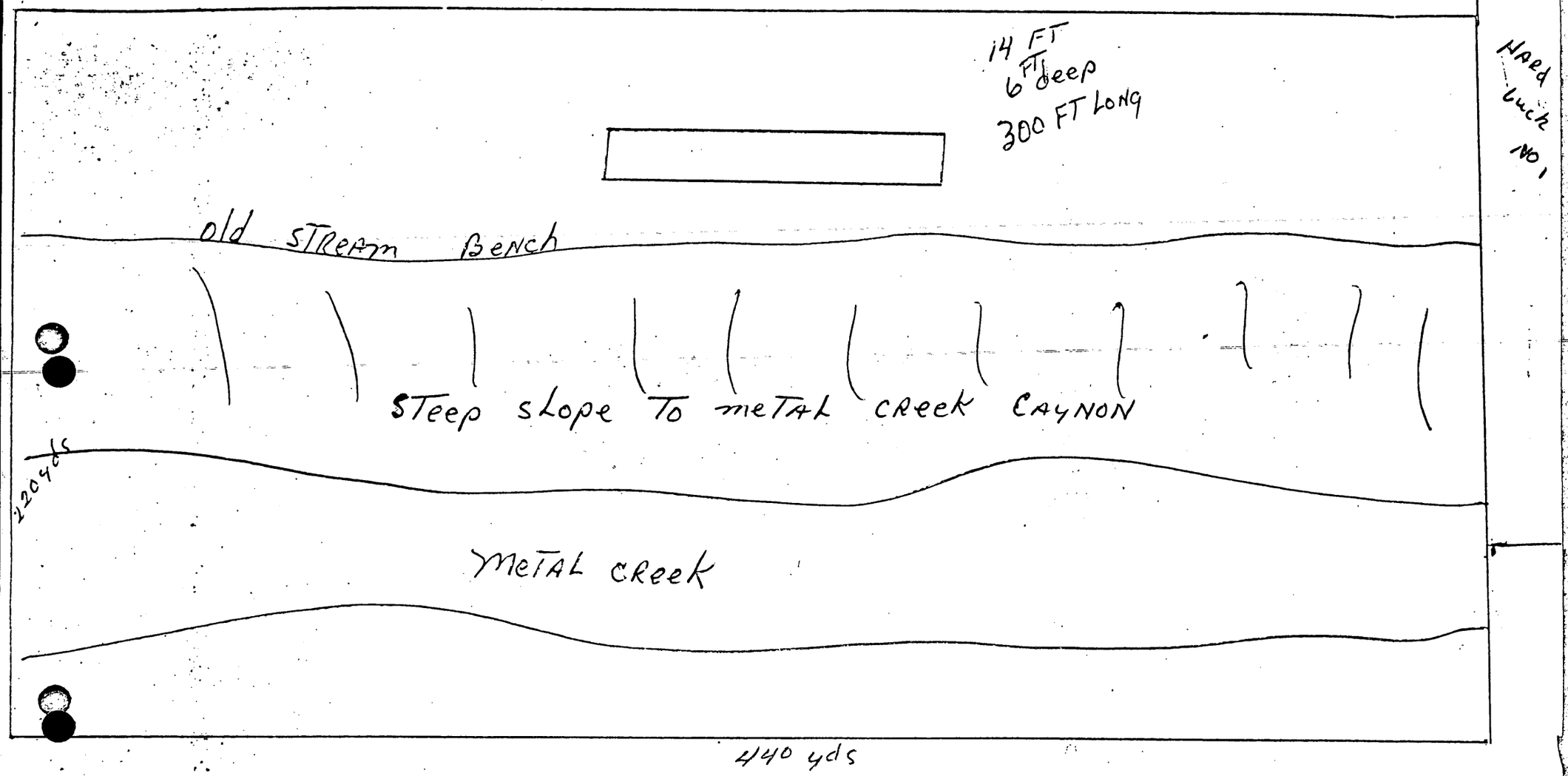
[illegible]

Withheld $200.00 pending receipt of sample and assay data.

[illegible] for [illegible] deducted [illegible] by the original of this statement and submitted to the [illegible] above.

JDM

[illegible] and Minerals



HARd Luck No 2

OME-6562
Cn. No. 2234
OCTOBER 1967

ORM 60
1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Docket No. OME 6562
Contract No.
14-23-090- 2234
Contract Amount $ 6000.00
Gov't. Participation 50% $ 3000.00
Mineral(s) Gold - Platinum

RATOR'S MONTHLY VOUCHER

For Month of September 1967

ator's Name Douglas W. Sumner
Address Box 3-4052 Anchorage Alaska 99501

COST CATEGORIES	FOR OPERATOR'S USE: MONTHLY TOTAL	FOR OPERATOR'S USE: PREVIOUSLY REPORTED	FOR OPERATOR'S USE: TOTALS TO DATE	FOR GOVERNMENT APPROVAL ONLY: MONTHLY TOTAL	FOR GOVERNMENT APPROVAL ONLY: PREVIOUSLY REPORTED	FOR GOVERNMENT APPROVAL ONLY: TOTALS TO DATE
xed Unit Costs and						
lependent Contracts:						
ulldozing	1,650.00	800.00	2,450.00			
rifting						
rosscutting						
rilling						
lexibility Bulldozer	0	150.00	150.00			
rsonal Services:						
upervision & Technical						
utside Consultants						
abor						
erating Mat'l. & Supplies:						
imber						
xplosives						
ipe						
ail						
rating Equipment:						
ental						
urchase						
epreciation						
ial Rehab. & Repairs:						
uildings, Fixtures, etc.						
erating Equipment						
Buildings, Fixtures, etc.						
cellaneous:						
pairs to Equipment						
alytical Work						
yroll Taxes						
nployee's Liability Ins.						
TOTALS	1,650.00	950.00	2600.00			

certify that the above bill is correct and just and that payment therefor has n received.
Oct 7 1967 *Payee Douglas W Sumner James Andrulli
Douglas W. Sumner Title PARTNER

a voucher is signed or receipted in the name of a company or corporation, the name of on writing the company or corporate name, as well as the capacity in which he signs, pear. For example: "John Doe Company, per John Smith, Secretary," or "Treas- s the case may be.

lly false statement or representation to any department or agency of the United s to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, 01.)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 825.00 14X0804

Signature John
(Authorized Certifying Officer)

Date Nov 28, 1967 Vou. No. 83787

FORM 61
1959

HK 11/4/67

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

OPERATOR'S PROGRESS REPORT For Month of September 1967 Docket No. OME 6562

Operator's Name Douglas W. Sumner Contract No. 14-23-090-2234

OPERATION	UNITS	FOR OPERATOR'S USE: UNITS THIS MONTH	UNITS TO DATE	COSTS TO DATE	FOR GOVERNMENT USE: APPROVED UNITS THIS MONTH	APPROVED UNITS TO DATE	APPROVED COSTS TO DATE
Drifting							
Crosscutting							
Raising							
Shafts							
Winzes							
Other Underground							
Drilling, Core-Diamond							
Rotary							
Drilling, Non-core-Diamond							
Rotary							
Churn							
Percussion							
Miscellaneous							
~~Bulldozing blight~~	job	0	½	150.00	0	½	$150.00
Roads and Trails							
Stripping Bulldozing	Cu yd	2,200	3,266 2/3	$2450.00	2,200	3,266 2/3	2,450.00
Trenching							
Test Pitting							
Other Surface Work							
Initial Rehabilitation and Repairs							
Rehabilitation of Mine Workings							
New Buildings, Fixtures, etc.							
Operating Equipment Purchases							
Analytical Work							
TOTAL TO DATE (per MME Form 60)				$2,600.00			$2,600.00

REMARKS

(Continue on back)

REMARKS

(Continue on back)

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this report is correct and complete to the best of their knowledge and belief.

Date Oct 7 1967 Operator Douglas W. Sumner James Andrulli

Per Douglas W. Sumner Title PARTNER

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

I certify that the information above is complete and accurate to the best of my knowledge and belief.

Signature H K Slager

Title Field Officer OME Region II
Government Representative

Date OCT 31 1967

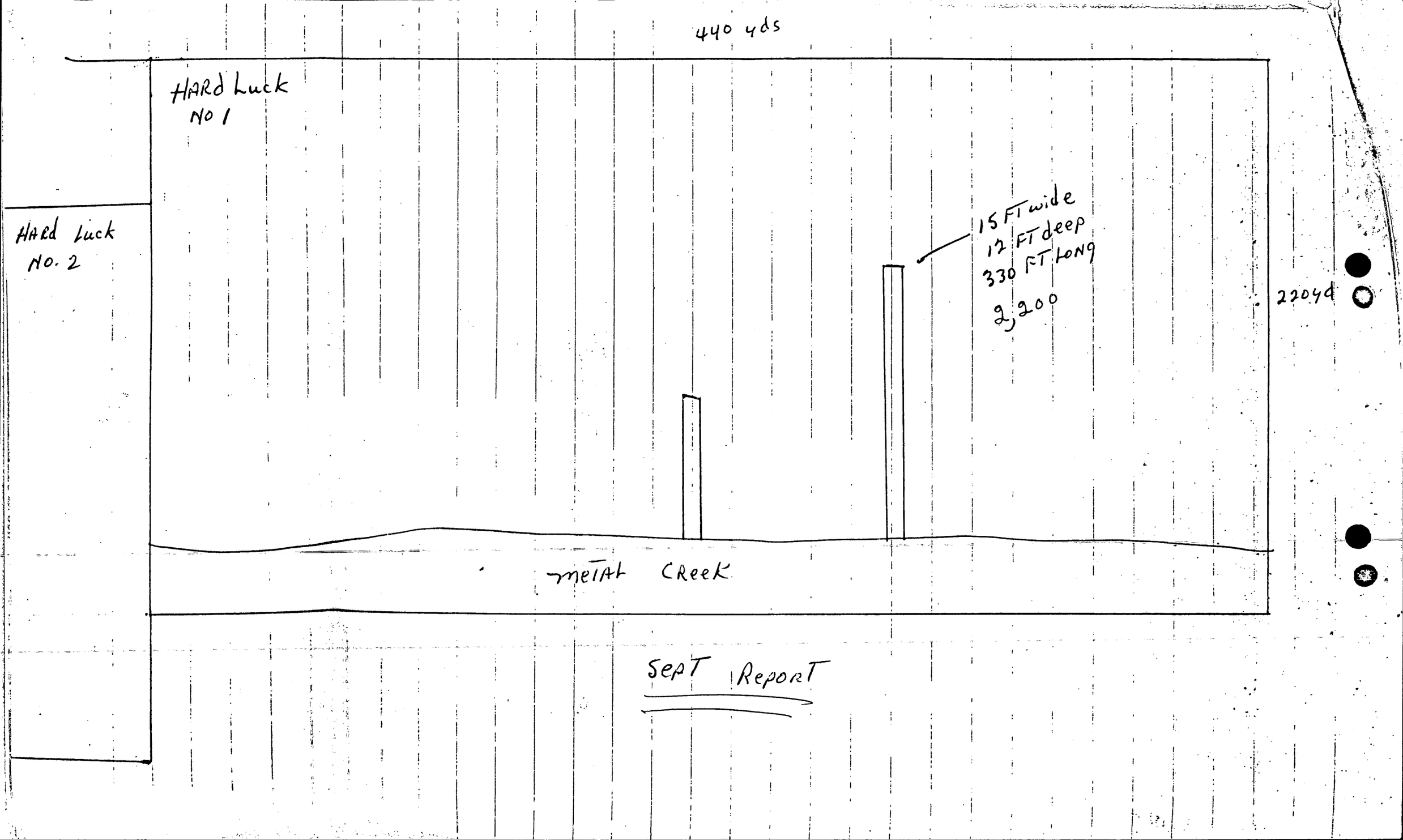
(INSTRUCTIONS ON REVERSE)

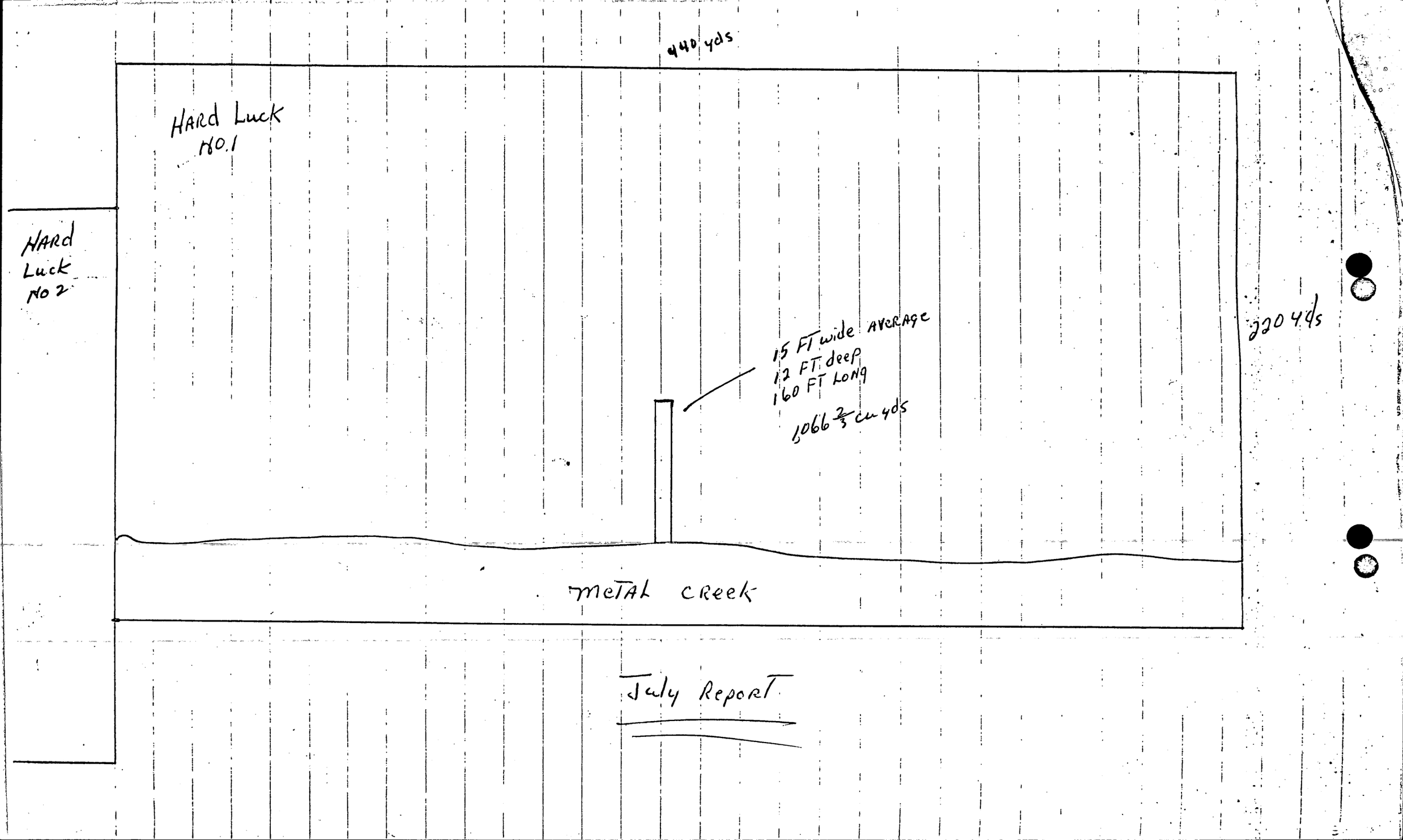
October 7 - 1967

Office of Minerals Exploration
345 Middle Road
Menlo Park California
OME 6562

Dear Sir: here is September's report which ha
been ready to mail sence Oct 7th but we have
been back at the Claims and have had no
way to get mail in or out.
here are two sketches one for July & one for September
beides digging trenches we have been
draining swamp areas and removing down
timber from the surface of the Claims Caused
by snow slides years back.

Sincerely Yours
Marjorie M. Sumner

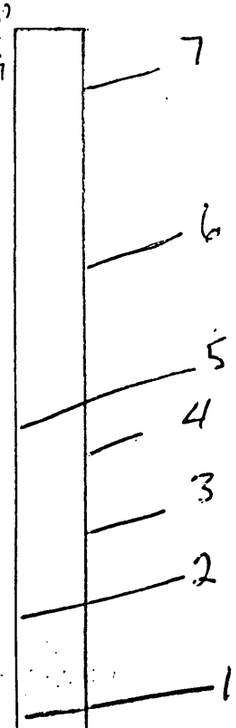

440 yds
HARD Luck
NO 1
HARD Luck
NO. 2
15 FT wide
12 FT deep
330 FT LONG
2,200
22044
METAL CREEK
SEPT REPORT


440 yds
HARD Luck
NO.1
HARD
Luck
NO 2
220 yds
1.5 FT wide AVERAGE
1.2 FT deep
160 FT LONG
1066 2/3 cu yds
METAL CREEK

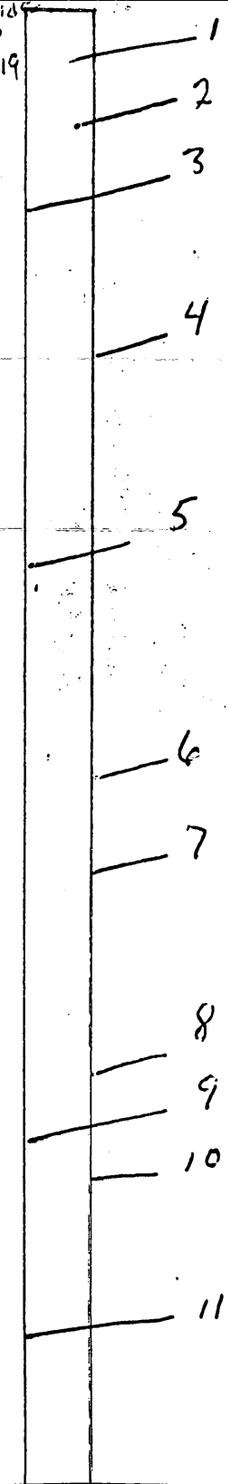
July Report

The samples were gone with
A PAN-A-MATIC, A PORTABLE
PANNING machine -
APPRO. ½ cu. yard per
each sample site

1. 2 GRAINS = (29¢/yd)
2. 2 GRAINS = (29¢/yd)
3. 4 GRAINS = (59¢/yd)
4. 4.5 GRAINS = (64¢/yd)
5. 3 GRAINS = (44¢/yd)
6. 1 GRAIN = (14¢/yd) 5 FT wide, 12 FT deep, 160 FT LONG
7. TRACE



15 FT wide
12 FT dp
330 FT LONG



1. TRACE
2. TRACE
3. 2 GRAINS (29¢/yd)
4. TRACE
5. TRACE
6. 2 GRAINS (29¢/yd)
7. 4 GRAINS (58¢/yd)
8. 5 GRAINS (73¢/yd)
9. 6.5 GRAINS (95¢/yd)
10. 5.5 GRAINS (80¢/yd)
11. 4 GRAINS (59¢/yd)

OME-6562
CN. No. 2234

MME FORM 60
SEPT. 19[illegible]

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Docket No. OME 6562
Contract No. 14-23-090-2234
Contract Amount $ 6000.00
Gov't. Participation % 50 $ 3000.00
Mineral(s) Gold + Platinum

OPERATOR'S MONTHLY VOUCHER

For Month of August 1967

Operator's Name Douglas Sumner
Address Box 8-4052
Anchorage Alaska 99501

COST CATEGORIES	FOR OPERATOR'S USE: MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE	FOR GOVERNMENT APPROVAL ONLY: MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE
Fixed Unit Costs and						
(1) Independent Contracts:						
Bulldozing	0	$800.00	$800.00			
Drifting						
Crosscutting						
Drilling						
Mobilization-bulldozer	0	150.00	150.00			
(2) Personal Services:						
Supervision & Technical						
Outside Consultants						
Labor						
(3) Operating Mat'l. & Supplies:						
Timber						
Explosives						
Pipe						
Rail						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehab. & Repairs:						
Buildings, Fixtures, etc.						
Operating Equipment						
(6) New Buildings, Fixtures, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Analytical Work						
Payroll Taxes						
Employee's Liability Ins.						
TOTALS	0	$950.00	$950.00			

I certify that the above bill is correct and just and that payment therefor has not been received.

Date Sept 5 67 *Payee Douglas W. Sumner James Andrulli

Per Douglas W. Sumner Title PARTNER

* When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ -0- 14X0804

Signature [illegible]
(Authorized Certifying Officer)

Date SEP 22 1967 Vou. No. 2397

(SEE OTHER SIDE)

7 1967

...ating an exploration

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

OPERATOR'S PROGRESS REPORT For Month of August 1967 Docket No. OME 6562

Operator's Name Douglas W. Sumner Contract No. 14-23-090-2234

OPERATION	UNITS	FOR OPERATOR'S USE: UNITS THIS MONTH	UNITS TO DATE	COSTS TO DATE	FOR GOVERNMENT USE: APPROVED UNITS THIS MONTH	APPROVED UNITS TO DATE	APPROVED COSTS TO DATE
Drifting							
Crosscutting							
Raising							
Shafts							
Winzes							
Other Underground							
Drilling, Core-Diamond							
Rotary							
Drilling, Non-core-Diamond							
Rotary							
Churn							
Percussion							
Miscellaneous							
Mobilization-bulldozer	job	0	½	$150.00	0	½	$150.00
Roads and Trails							
Stripping -bulldozing	cu.yd.	0	1,066-2/3	800.00	0	1,066 2/3	800.00
Trenching							
Test Pitting							
Other Surface Work							
Initial Rehabilitation and Repairs							
Rehabilitation of Mine Workings							
New Buildings, Fixtures, etc.							
Operating Equipment Purchases							
Analytical Work							
TOTAL TO DATE (per MME Form 60)				$950.00			$950.00

REMARKS

(Continue on back)

REMARKS

(Continue on back)

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this report is correct and complete to the best of their knowledge and belief.

Date Sept 5 67 Operator Douglas W. Sumner dba Thomas Andarulli

Per Douglas W. Sumner Title Partner

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

I certify that the information above is complete and accurate to the best of my knowledge and belief.

Signature H B Stager

Title Field Officer, OME, Region
Government Representative

Date SEP 7 1967

(INSTRUCTIONS ON REVERSE)

Sept 5 - 67

Office of mineral exploration.
Dear Mr Stager:
we have had very bad luck and would like to have our loan extended,
we were almost down to bed rock and we had a terrable mud slide and falled it in, we have had nothing but rain.
as now we are busy cleaning out slide.
I guess we can't put in for moving slide mud.
will send another report soon.

Sincerly yours
Marjorie Sumner
Geo Doug Sumner

MME FORM 60
SEPT. 1959

II

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Docket No. OME-6562
Contract No. 2234
14-23-090-

OPERATOR'S MONTHLY VOUCHER

For Month of July 1967

Contract Amount $ 6,000.00
Gov't. Participation % 50 $ 3,000.00
Mineral(s) Gold-Platinum

Operator's Name Douglas W. Sumner
Address Box 3-4052, Anchorage, Alaska 99501

COST CATEGORIES	FOR OPERATOR'S USE			FOR GOVERNMENT APPROVAL ONLY		
	MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE	MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE
Fixed Unit Costs and						
(1) Independent Contracts:						
Bulldozing	$ 800.00	0	$ 800.00			
Drifting						
Crosscutting						
Drilling						
Mobilization-Bulldozer	0	$150.00	150.00			
(2) Personal Services:						
Supervision & Technical						
Outside Consultants						
Labor						
(3) Operating Mat'l. & Supplies:						
Timber						
Explosives						
Pipe						
Rail						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehab. & Repairs:						
Buildings, Fixtures, etc.						
Operating Equipment						
(6) New Buildings, Fixtures, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Analytical Work						
Payroll Taxes						
Employee's Liability Ins.						
TOTALS	$ 800.00	$ 150.00	$ 950.00			

I certify that the above bill is correct and just and that payment therefor has not been received.

Date August 3, 1967 Payee Douglas W. Sumner & James Andrull

Per Douglas W Sumner Title Partner

Douglas W. Sumner

* When a voucher is signed or submitted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 400.00 14X0804

Signature [illegible]
(Authorized Certifying Officer)

Date SEP 19 [illegible] Vou. No. 24 2[illegible]

(SEE OTHER SIDE)

MME FORM 61
SEPT. 1959

HK 9/7/67

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

OPERATOR'S PROGRESS REPORT For Month of July 1967 Docket No. OME-6562

Operator's Name Douglas W. Sumner Contract No. 14-23-090- 2234

OPERATION	UNITS	FOR OPERATOR'S USE: UNITS THIS MONTH	UNITS TO DATE	COSTS TO DATE	FOR GOVERNMENT USE: APPROVED UNITS THIS MONTH	APPROVED UNITS TO DATE	APPROVED COSTS TO DATE
Drifting							
Crosscutting							
Raising							
Shafts							
Winzes							
Other Underground							
Drilling, Core-Diamond							
Rotary							
Drilling, Non-core-Diamond							
Rotary							
Churn							
Percussion							
Miscellaneous							
Mobilization-bulldozer job		0	½	$150.	0	½	$ 150.00
Roads and Trails							
Stripping-Bulldozing	cu.yd.	1,066-2/3	1,066-2/3	800.	1,066 2/3	1,066 2/3	800.00
Trenching							
Test Pitting							
Other Surface Work							
Initial Rehabilitation and Repairs							
Rehabilitation of Mine Workings							
New Buildings, Fixtures, etc.							
Operating Equipment Purchases							
Analytical Work							
TOTAL TO DATE (per MME Form 60)				$950.00			$ 950.00

REMARKS

(Continue on back)

REMARKS

(Continue on back)

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this report is correct and complete to the best of their knowledge and belief.

Date August 3, 1967 Operator Douglas W. Sumner & James Andrulis

Per Douglas W. Sumner Title Partner

Douglas W. Sumner

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

I certify that the information above is complete and accurate to the best of my knowledge and belief.

Signature H. W. Flager

Title Field Officer, OME Region II
Government Representative

Date SEP 5 1967

(INSTRUCTIONS ON REVERSE)

Mr. E6562 Jan July

We haven't did any sluicing as yet. We have been moving the overburden to get to bed rock.

Douglas W. Sumner

RECEIVED
AUG 21 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

OME-
2234
$ 6.0
$ 50
Gold
PPROV

MME FORM 60
SEPT. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Docket No. OMZ-5562
Contract No. 14-23-090-2234
Contract Amount $6,000.00
Gov't. Participation % 50 $3,000.00
Mineral(s) Gold-Platinum

OPERATOR'S MONTHLY VOUCHER

For Month of June 1967

Operator's Name Douglas W. Sumner
Address Box 3 - 4052, Ketchikan, Alaska 99901

COST CATEGORIES	FOR OPERATOR'S USE			FOR GOVERNMENT APPROVAL ONLY		
	MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE	MONTHLY TOTAL	PREVIOUSLY REPORTED	TOTALS TO DATE
Fixed Unit Costs and						
(1) Independent Contracts:						
Bulldozing						
Drifting						
Crosscutting						
Drilling						
~~Mobilization~~						
Bulldozer	150.	0	$150.00			
(2) Personal Services:						
Supervision & Technical						
Outside Consultants						
Labor						
(3) Operating Mat'l. & Supplies:						
Timber						
Explosives						
Pipe						
Rail						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehab. & Repairs:						
Buildings, Fixtures, etc.						
Operating Equipment						
(6) New Buildings, Fixtures, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Analytical Work						
Payroll Taxes						
Employee's Liability Ins.						
TOTALS	$150.00	0	$150.00			

I certify that the above bill is correct and just and that payment therefor has not been received.

Date July 22, 1967 * Payee ~~Douglas W. Sumner & Jesse Lemon~~

Per Douglas W. Sumner Title Partner

* When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 75.00 14X0804

Signature John
(Authorized Certifying Officer)

AUG 30 1967

Certification by Government Representative:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating an exploration project in accordance with the terms of Contract No. 2234

Signature H K Stager Title FIELD OFFICER Date AUG 21 1967

Approved by OME Executive Officer or Alternate: OME - REGIONAL

Signature H K Stager Title FIELD OFFICER Date AUG 21 1967

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of three parts.

FIRST, the Operator's Monthly Voucher on MME Form 60 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Progress Report on MME Form 61 is a statistical report of the units and cost of of work performed under the contract.

THIRD, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and four copies of each of the three sections of this report to the OME regional Executive Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, MME FORM 60

After all applicable spaces are filled in, the Operator or his agent must sign the certification in the lower left corner. Categories (2) through (7) apply to "Actual Cost" contracts only.

Under "Fixed Unit Costs" and Category (1) report, (a) the total fixed unit costs of work performed under contract provisions for contribution by the Government on a basis of "fixed unit costs"; and (b) the claimed costs of work performed on a unit-price basis by independent contractors.

Under Category (2) include the claimed costs of all payrolled and invoiced supervisory, technical, and labor personnel, except the costs for services applicable to Categories (5) and (6).

Under Category (3) include the claimed costs of all project materials and supplies other than those used for work under Categories (5) and (6).

Under Category (4) report claimed rentals on equipment belonging to a third party, claimed payments or obligations for payments on the Operator's purchase of equipment, and claimed depreciation for the use of Operator-owned equipment.

Under Categories (5) and (6) include all claimed costs of labor, supervision, technical services, operating materials and supplies, and all other items used in (5) the initial rehabilitation and repairs of existing buildings, fixtures, installations (exclusive of mine workings), and operating equipment; and (6) the installation or construction of new buildings, fixtures, and fixed improvements (exclusive of mine workings). Do not report these costs under Categories (2), (3), (4), and (7).

Under Category (7) include all miscellaneous claimed costs such as repairs (other than initial) and maintenance of equipment, sampling and analysis, travel, communication, accounting, office expenses, and the Operator's share of payroll taxes and insurance.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, itemized deductions, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as depreciation of Operator-owned equipment, unemployment taxes, and employee's liability insurance. The certification may be stated thus, "Certified True Copy (or Transcript)", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Executive Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

MME FORM 61
SEPT. 1959

HL 8/23/67

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

OPERATOR'S PROGRESS REPORT

For Month of June 1967 Docket No. OME-6562

Operator's Name Douglas W. Sumner Contract No. 14-23-090- 2234

OPERATION	UNITS	FOR OPERATOR'S USE			FOR GOVERNMENT USE		
		UNITS THIS MONTH	UNITS TO DATE	COSTS TO DATE	APPROVED UNITS THIS MONTH	APPROVED UNITS TO DATE	APPROVED COSTS TO DATE
Drifting							
Crosscutting							
Raising							
Shafts							
Winzes							
Other Underground							
Drilling, Core-Diamond							
Rotary							
Drilling, Non-core-Diamond							
Rotary							
Churn							
Percussion							
Miscellaneous							
Mobilization-bulldozer	job	½	½	$150.00	½	½	$150.00
Roads and Trails							
Stripping							
Trenching							
Test Pitting							
Other Surface Work							
Initial Rehabilitation and Repairs							
Rehabilitation of Mine Workings							
New Buildings, Fixtures, etc.							
Operating Equipment Purchases							
Analytical Work							
TOTAL TO DATE *(per MME Form 60)*				$150.00			$150.00

REMARKS

(Continue on back)

REMARKS

(Continue on back)

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this report is correct and complete to the best of their knowledge and belief.

Date July 22, 1967 Operator Douglas W. Sumner & James Andrulli

Per Douglas W. Sumner Title Partner

Douglas W. Sumner

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U.S. Code, Title 18, Sec. 1001.)

I certify that the information above is complete and accurate to the best of my knowledge and belief.

Signature [illegible]

Title Field Officer, OME Region II
Government Representative

Date AUG 21 1967

REMARKS (Cont.)

REMARKS (Cont.)

INSTRUCTIONS FOR PREPARING OPERATOR'S PROGRESS REPORT, MME FORM 61

This report is the second of the three parts of the Operator's Monthly Report. Submit the original and four copies.

The cost for each operation should be the total of all claimed costs attributable to that type of work with two exceptions, namely—operating equipment purchased and analytical work which are stated separately. For example, drifting costs should be the total of all costs chargeable to drifting including supervision, technical services, timbering (if any), etc. Similarly, drilling costs should include the cost of cementing, reaming, core boxes, etc. This procedure of distribution holds whether the contract was written on an actual cost or a unit cost basis, or some combination of the two. Distribute the cost of such general items as supervision, equipment rented, etc. according to relative footages or on some other conventional basis. The item "Initial Rehabilitation and Repairs" covers all rehabilitation and/or repairs other than the rehabilitation of mine workings.

The item titled "Drilling, Non-core Percussion" includes all drilling performed with wagon, jack-hammer, stoper and mounted drills. The several items labelled "Other" are provided to take care of particular exploration operations not specified on this form.

RECEIVED
SEP 5 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

AUG 24 9 07 AM '67
BUDGET BUREAU

6425

[illegible]
[illegible] in July

Douglas [illegible]

RECEIVED
AUG 21 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

rented bulldozer to Claims
to get ready to start stripping
over burden.
more report in July

Douglas W. Sumner

RECEIVED
AUG 21 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Field Office's copy

MME Form 51
July 1965

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
U. S. Geological Survey

EXPLORATION CONTRACT
(Short Form)

Docket	Commodity	Contract No.	County	State
OME -6562	Gold-Platinum	14-23-090-2227	Palmer Recording District	Alaska

It is agreed MAR 5 1967 (Date), between the United States of America, acting through the Department of the Interior, U. S. Geological Survey, hereinafter called the "Government," and

Douglas W. Sumner and James Andrulli, a partnership,

whose mailing address is 1-45/201 Anchorage, Alaska 99501, hereinafter called the "Operator,"

ARTICLE I. Authority and scope.--(a) This contract, entered into under the authority of Public Law 701, 85th Cong., 2d sess. (72 Stat. 700; 30 U.S.C. § 641 - 646), consists of this form, the attached Annex I (land description), Exhibit A (work and costs), and the maps and documents listed. The work is a search for new or unexplored deposits of the commodity designated above. The Operator shall begin the work on or before JUN 1 1967 (Date), and, subject to the provisions of Article 7 and Exhibit A, shall complete the work within 12 months from the date of the contract.

(b) The description of the work and the fixed cost for each unit of work to be performed (per foot of drilling, per foot of drifting, per hour of operations, etc.) are hereby agreed upon as specified in Exhibit A. The estimated total cost of the work is $6,000.00. The Government will contribute 50 percent of the total fixed unit costs of the work performed, not in excess of $3,000.00 in accordance with the provisions of Articles 4 and 5.

(c) Interest computation.--Simple interest at the rate of 7 percent shall accrue from the dates Federal funds are made available until the period specified for payment of royalty expires, or until the amount of Federal funds contributed is fully repaid with interest.

(d) The Operator shall not transfer or assign this contract or any right or obligation thereunder without the written consent of the Government.

ARTICLE 2. Operator's rights in land.--(a)The Operator represents and undertakes that Annex I correctly describes the land which is the subject of this contract and the nature of the Operator's right of property and possession therein (whether as owner, lessee, or otherwise), and that such right, title, or interest is subject only to the following claims, liens, or encumbrances:

See Annex I

(b) The Subordination Agreement of the holder of any claim, lien, or encumbrance listed above and (if the Operator does not hold the legal title) the Lien Agreement of any holder of the legal title of the land (lessor, seller, optionor, etc.) are attached as follows:

See Annex I

(c) The Operator shall preserve and maintain his right, title, or interest in the land and his right to the possession thereof for the purposes of this contract, and shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of this contract. The Operator shall neither transfer, convey, nor surrender the land nor any right, title, or interest therein, nor permit nor suffer any claim, lien, or encumbrance thereon, without expressly referring to and providing in the instrument of conveyance, lien, or encumbrance for the preservation of the Government's right to a royalty on production and liens for the payment thereof. Two true copies of such instrument shall be furnished to the Government. If the Government's rights to royalty as provided in Article 6 have been terminated, the provisions of this paragraph (c) shall become inapplicable.

ARTICLE 3. Performance of the work.--(a) Operator's responsibility.--The work shall be performed diligently, efficiently, in a workmanlike manner in accordance with good mining standards, and in compliance with State laws governing health, safety, and liability insurance covering employment. The Operator shall provide suitable and adequate equipment, facilities, materials, supplies, and labor to complete the work as specified in Article 1(a).

(b) Government may inspect.--The Operator shall consult with and inform the Government on all phases of the work as it progresses. The Government may enter at all reasonable times to inspect the work under the contract and production operations during the period that royalty is payable to the Government. The Operator shall provide the Government with all reasonable means of access for such inspections.

ARTICLE 4. Contribution by the Government.--The Government will make its contribution on the basis of the monthly vouchers referred to in Article 5(b), but all payments by the Government are provisional only, subject to audit. Until the account between the Operator and the Government is finally audited and settled and the Operator's final report has been received, the Government may withhold such sums as are necessary to protect its interests. To the extent that amounts in excess of fixed unit costs or in excess of the estimated total cost may be necessary for the performance of the work, the Operator shall incur and pay such amounts for his own account without contribution by the Government. The Government will not contribute to the cost of any work performed prior to the date of this contract. The Government may make payments for the account of the Operator directly to independent contractors and suppliers rather than to the Operator.

ARTICLE 5. Reports, accounts, audits.--(a) Operator's records.--The Operator shall keep suitable records and accounts of the units of work performed and of any production in which the Government may have an interest; and shall preserve those with respect to work performed for at least three years after final payment by the Government, and those with respect to production for at least three years after any obligation to pay royalties to the Government has terminated. The Government may inspect and audit said records and accounts at any time, either by itself or by a certified public accountant. The Comptroller General of the United States or his representative, until the expiration of said three-year periods, shall have access to and the right to examine all pertinent books, documents, papers, and records of the Operator.

(b) Monthly reports.--The Operator shall provide the Government with four copies of monthly reports in three sections as follows:

(1) Operator's Monthly Voucher claiming costs for work performed;

(2) Operator's Progress Report showing the number of units of the various types of work performed; and

(3) a narrative report of the work performed during the reporting period, including adequate engineering-geological maps or sketches, drill hole logs and locations, and assay reports on samples taken concurrently with advance in mineralized ground.

(Forms for reporting under (1) and (2) above will be provided by the Government.)

(c) Final report.--Upon completion of the work or termination of the Government's obligation to contribute to costs, the Operator shall furnish the Government with three copies of a final report (in addition to the final monthly report). This final report shall include a geological and engineering evaluation of the results of the work performed under the contract with an estimate of the ore reserves resulting from such work, complete assay data, adequate geological and engineering maps or sketches, and a summary of the work performed and the unit costs thereof.

(d) Report of sales.--The Operator shall provide the Government with suitable accounting and documentary evidence covering all production to which the Government's royalty relates, such as two copies of smelter or concentrator settlement sheets and certified accounts of production and sale or other disposition of production.

(e) Compliance with requirements.--If the Government determines that any of the Operator's reports, records, or accounts are insufficient or incomplete, or if the Operator fails to make them, the Government may procure the preparation or completion of same with suitable attachments as an expense of the work to which the Operator shall contribute. The Government may withhold approval and payment of any vouchers relating to insufficient or incomplete reports, records, or accounts.

ARTICLE 6. Repayment by Operator.--(a) Certification.--If the Government considers that mineral or metal production from the land covered by the contract may be possible as a result of the exploration work, it shall so certify in writing to the Operator at any time not later than six months after a sufficient final report and final accounting (see Article 5) have been furnished.

(b) Royalty on production.--The Operator, whether or not the producer (for example, if the Operator either transfers or does not retain his interest in the land), shall pay to the Government a royalty on all minerals and metals mined or produced from the land as follows:

(1) irrespective of any certification of possible production--from the date of the contract until the lapse of the time within which the Government may issue such certification or until the total net amount contributed by the Government is fully repaid with interest, whichever occurs first; or

(2) if the Government issues a certification of possible production--for a period of ten years from the date of the contract or until the total net amount contributed by the Government is fully repaid with interest, whichever occurs first.

(c) Payment of royalty.--(1) The Government's royalty shall be five percent of the gross proceeds (including any bonuses, premiums, allowances, or other benefits) from the production sold, in the form sold (ore, concentrate, metal, or equivalent), at the point of delivery (the f.o.b. point); except, that charges of the buyer arising in the regular course of business and shown as deductions on the buyer's settlement sheets (such as treatment processes performed by the buyer, sampling and assaying to determine the value of the production sold, and freight payable by the buyer to a carrier (not the Operator or producer)), shall be allowed as deductions in arriving at the "gross proceeds" as that term is used herein. No costs of the Operator or producer are deductible in arriving at the "gross proceeds" as that term is here used.

The term "treatment processes" means those processes (such as milling, concentrating, smelting, refining, or equivalent, but excluding fabricating or manufacturing) applied to the crude ore or other production after it is extracted from the ground to put it into a commercially marketable form.

(2) The Government's royalty shall be computed and paid currently upon each lot sold, held, or used in integrated operations, as the case may be.

(d) Unsold production.--If any production (ore, concentrate, metal, or equivalent), after the lapse of six months from the date the ore was extracted from the ground, remains neither sold nor used in integrated manufacturing or fabricating operations (for instance if it is stockpiled), the Government, at its option, as long as it so remains, may require the computation and payment of its royalty on the value of such production in the form (ore, concentrate, metal, or equivalent) it is in when the Government elects to require computation and payment. If any production is used in integrated manufacturing or fabricating operations before the Government makes its election, the Government's royalty on such production shall be computed on the value thereof in the form in which and at the time it is so used. "Value" as here used means what is or would be gross income from mining operations for percentage depletion purposes in Federal income tax determination, or the market value, whichever is greater.

(e) Lien for payment.--To secure the payment of royalty (see Article 6(b)), the Operator hereby grants to the Government a lien upon his interest in the land and upon any production of minerals and metals therefrom until the royalty claim is extinguished by lapse of time or is fully paid.

(f) Notice to purchasers.--The Operator or producer shall give notice of the Government's claim for royalty to any purchaser of the production, and shall authorize and direct such purchaser to pay the royalty directly to the Government and to furnish the Government with copies of the settlement sheets. If the records of any production and sales or other disposition of production, whether the production is by the Operator or by others, are not made available to the Government, the amount of the royalty may be estimated by the Government, and this estimate shall be final and binding upon the Operator or producer.

(g) No obligation to produce.--Nothing in this contract shall be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any production operations.

(h) Government not obligated to buy.--Nothing in this contract shall be construed as imposing any obligation on the Government to purchase any minerals and metals mined or produced from the land.

ARTICLE 7. Termination of the Government's Obligations.--(a) If the Government determines that operations at any time have failed to achieve anticipated results and further work is not justified, the Government may give the Operator written notice thereof, and thereupon:

(1) the Government shall be free of all obligation to pay on account of units of work not then performed; and

(2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to final accounting and reporting.

(b) If the Government determines that the Operator is in default under the terms of the contract, the Government may give the Operator written notice of such default with a specification of reasonable time within which the default must be cured; and if the Operator fails to cure such default as required, thereupon:

(1) the Government shall be relieved of all obligation to pay on account of units of work not performed when the notice was given, and

(2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to final accounting and reporting.

The Government may also avail itself of any other remedy the law may provide for breach of contract, including the right to rescind the contract and to demand repayment of all moneys contributed by the Government under the contract.

(c) The giving of any notice by the Government under the provisions of this Article 7 shall not affect the Government's rights as provided for in the contract with respect to royalty and liens to secure the payment thereof, and such rights shall be fully preserved.

(d) The determinations of the Government are subject to appeal under Article 11.

ARTICLE 8. Notices to be given by the Government may be delivered to the Operator or may be sent by certified mail addressed to the Operator at his mailing address stated in this contract. If mailed, notices are deemed to have been delivered five days after the date of mailing.

ARTICLE 9. Officials not to benefit.--No member of or delegate to Congress or resident commissioner shall be admitted to any share or part of this contract or to any benefit that may arise therefrom; but this provision shall not be construed to extend to this contract if made with a corporation for its general benefit.

ARTICLE 10. Nondiscrimination in Employment.--The provisions respecting nondiscrimination in employment which are required by section 301 of Executive Order 10925, dated March 6, 1961, as amended and supplemented, are attached hereto as Exhibit B and are hereby incorporated in and made a part of this contract.

ARTICLE 11. Disputes.--Any dispute arising under this contract which is not disposed of by agreement shall be decided by the Director, U. S. Geological Survey, who shall reduce his decision to writing and mail or otherwise furnish a copy thereof to the Operator. The decision of the Director, U. S. Geological Survey, shall be final and conclusive unless, within 30 days from the date of receipt of such copy, the Operator mails or otherwise furnishes to the Director, U. S. Geological Survey, a written appeal addressed to the Secretary of the Interior. The decision of the Secretary or his duly authorized representative for the determination of such appeals shall be final and conclusive unless determined by a court of competent jurisdiction to have been fraudulent, or capricious or arbitrary, or so grossly erroneous as necessarily to imply bad faith, or not supported by substantial evidence.

The term "Director, U. S. Geological Survey," as used herein includes his duly authorized representative.

ARTICLE 12. Work Hours Act of 1962 - Overtime Compensation.--This contract, to the extent that it is of a character specified in the Work Hours Act of 1962 (Public Law 87-581, 76 Stat. 357-360) and is not covered by the Walsh-Healey Public Contracts Act (41 U.S.C. 35-45), is subject to the following provisions and to all other provisions and exceptions of said Work Hours Act of 1962.

(a) Overtime requirements.--No Operator or subcontractor contracting for any part of the contract work which may require or involve the employment of laborers or mechanics shall require or permit any laborer or mechanic to be employed on such work in excess of eight hours in any calendar day or in excess of forty hours in any workweek unless such laborer or mechanic receives compensation at a rate of not less than one and one-half times his basic rate of pay for all hours worked in excess of eight hours in any such calendar day or in excess of forty hours in any such workweek, as the case may be.

(b) Violations; liability for unpaid wages; liquidated damages.--In the event of any violation of the clause set forth in subparagraph (a) of this paragraph, the Operator and any subcontractor responsible therefor shall be liable to any affected employee for his unpaid wages. In addition, such Operator and subcontractor shall be liable to the United States (in the case of work done under contract for the District of Columbia or a territory, to such District or to such territory), for liquidated damages. Such liquidated damages shall be computed, with respect to each individual laborer or mechanic employed in violation of the clause set forth in subparagraph (a) of this paragraph, in the sum of $10 for each calendar day on which such employee was required or permitted to work in excess of eight hours or in excess of the standard workweek of forty hours without payment of the overtime wages required by the clause set forth in subparagraph (a) of this paragraph.

(c) Withholding for unpaid wages and liquidated damages.--The U. S. Geological Survey may withhold or cause to be withheld, from any moneys payable on account of work performed by the Operator or subcontractor, such sums as may administratively be determined to be necessary to satisfy any liabilities of such Operator or subcontractor for unpaid wages and liquidated damages as provided in the clause set forth in subparagraph (b) of this paragraph.

ARTICLE 13. Copeland (Anti-Kickback) Act--Nonrebate of wages.--The regulations of the Secretary of Labor applicable to contractors and subcontractors (29 CFR, Part 3), made pursuant to the Copeland Act, as amended (40 U. S. C. 276c) and to aid in the enforcement of the Anti-Kickback Act (18 U. S. C. 874) are made a part of this contract by reference. The Operator will comply with these regulations and any amendments or modifications thereof and will be responsible for the submission of affidavits required of independent contractors thereunder. The foregoing shall apply except as the Secretary of Labor may specifically provide for reasonable limitations, variations, tolerances, and exemptions.

ARTICLE 14. Changes and added provisions.--

Executed in quintuplicate the day and year first above written.

Douglas W. Sumner
James Andrulli
(Operator)

By DOUGLAS W. SUMNER
JAMES ANDRULLI

Title Partners

THE UNITED STATES OF AMERICA

By Arthur A. Baker

Acting Director, U. S. Geological Survey

I, _____ (Name), certify that I am the _____ secretary of the corporation named as Operator herein; that _____ (Name), who signed this contract on behalf of the Operator, was then _____ (Title) of said corporation; that said contract was duly signed for and in behalf of said corporation by authority of its governing body, and is within the scope of its corporate powers.

[CORPORATE SEAL]

Stella L. Fischer

My Commission Expires
Feb. 11, 1967

Field Office's copy

EXPLORATION CONTRACT
DOUGLAS W. SUMNER AND JAMES ANDRULLI
CME-6562

ANNEX I

The land including all rights pertaining thereto referred to in Article 2 of the contract consists of two (2) unpatented placer mining claims in sec. 23, T. 16 N., R. 5 E., Seward Meridian, Palmer Recording District, Alaska.

These claims are shown on Figure 1, entitled "Sketch Showing Hard Luck No. 1 and No. 2 Placer Claims, and Proposed Exploration, Palmer Recording District, Alaska" which is attached and made part hereof.

The claims are recorded in the Palmer Recording District Office at Palmer, Alaska, as follows:

Claim	Book	Page No.
Hard Luck No. 1	4	163
Hard Luck No. 2	4	164

The Operator is in possession of these claims by right of location.

EXPLORATION CONTRACT
DOUGLAS W. SUMNER AND JAMES ANDRULLI
CME-6562

EXHIBIT A

The purpose of this project is to explore by trenching, pitting, ground sluicing, or churn drilling for alluvial gold and platinum occurring in gravels and on the underlying bedrock.

General Provisions

All excavations and drill holes shall extend into bedrock. No work under this contract shall be performed at locations closer than 100 feet to the property boundary.

The Operator shall provide such supervisory and technical services as may be required to complete the project in a satisfactory manner.

Excavations shall be sampled, either by cutting vertical channel samples at 10-foot intervals on stable slopes of excavations; or, if the excavations slough, by collecting representative quantities of material excavated. Material removed by ground sluicing operations shall be directed through sluice boxes.

Samples from whatever source shall be analyzed and an estimate made of the gold and platinum content per cubic yard of material represented. Samples may be analyzed by panning.

Material recovered from churn drill holes shall be sampled and an estimate made of the gold and platinum content per cubic yard of such material. Individual samples shall not exceed a vertical spacing of five feet and, in areas of significant mineralization, the spacing interval shall be not greater than two feet.

Churn drill holes shall be cased as necessary to insure proper and accurate sampling.

Assays for gold and platinum in concentrates from samples collected by panning may be made when considered necessary or desirable.

The results of sampling and assaying together with maps or sketches showing the locations and extent of work completed shall be submitted with the Operator's monthly report.

Description of the Work

Bulldozer trenches, open cuts made by ground sluicing, pits, or churn drill holes shall explore gravel-covered benches on the Hard Luck No. 1 and No. 2 claims shown on Figure 1, referred to previously. Excavations and rows of drill holes shall, wherever possible, trend across the benches as shown schematically on Figure 1 rather than parallel to the stream.

Trenches shall be spaced no closer than 100 feet apart; pits or drill holes shall be spaced not closer than 50 feet apart. Open cuts made by ground sluicing shall be not closer than 50 feet to existing trenches, pits, or drill holes.

Estimated Costs of the Project

Fixed Unit Costs

Mobilization and demobilization	$ 300.00
1 bulldozer or 1 churn drill rig	
Exploration Work	5,460.00
Trenching and pitting @ $0.75/cu. yd.	
Churn drilling @ $11.00/ft.	
Ground sluicing @ $0.40/cy. yd.	
Casing	90.00
50 feet @ $1.80/ft.	
Assaying	150.00
Gold @ $3.00/determination	
Platinum @ $6.00/determination	
Total Estimated Cost of the Project	$6,000.00
Government participation @ 50%	$3,000.00

EXHIBIT B

NONDISCRIMINATION IN EMPLOYMENT

(Section 202, Executive Order 11246, September 24, 1965)

"During the performance of this contract, the contractor agrees as follows:

'(1) The contractor will not discriminate against any employee or applicant for employment because of race, creed, color, or national origin. The contractor will take affirmative action to ensure that applicants are employed, and that employees are treated during employment, without regard to their race, creed, color, or national origin. Such action shall include, but not be limited to the following: employment, upgrading, demotion, or transfer; recruitment or recruitment advertising; layoff or termination; rates of pay or other forms of compensation; and selection for training, including apprenticeship. The contractor agrees to post in conspicuous places, available to employees and applicants for employment, notices to be provided by the contracting officer setting forth the provisions of this nondiscrimination clause.

'(2) The contractor will, in all solicitations or advertisements for employees placed by or on behalf of the contractor, state that all qualified applicants will receive consideration for employment without regard to race, creed, color, or national origin.

'(3) The contractor will send to each labor union or representative of workers with which he has a collective bargaining agreement or other contract or understanding, a notice, to be provided by the agency contracting officer, advising the labor union or workers' representative of the contractor's commitments under Section 202 of Executive Order No. 11246 of September 24, 1965, and shall post copies of the notice in conspicuous places available to employees and applicants for employment.

'(4) The contractor will comply with all provisions of Executive Order No. 11246 of September 24, 1965, and of the rules, regulations, and relevant orders of the Secretary of Labor.

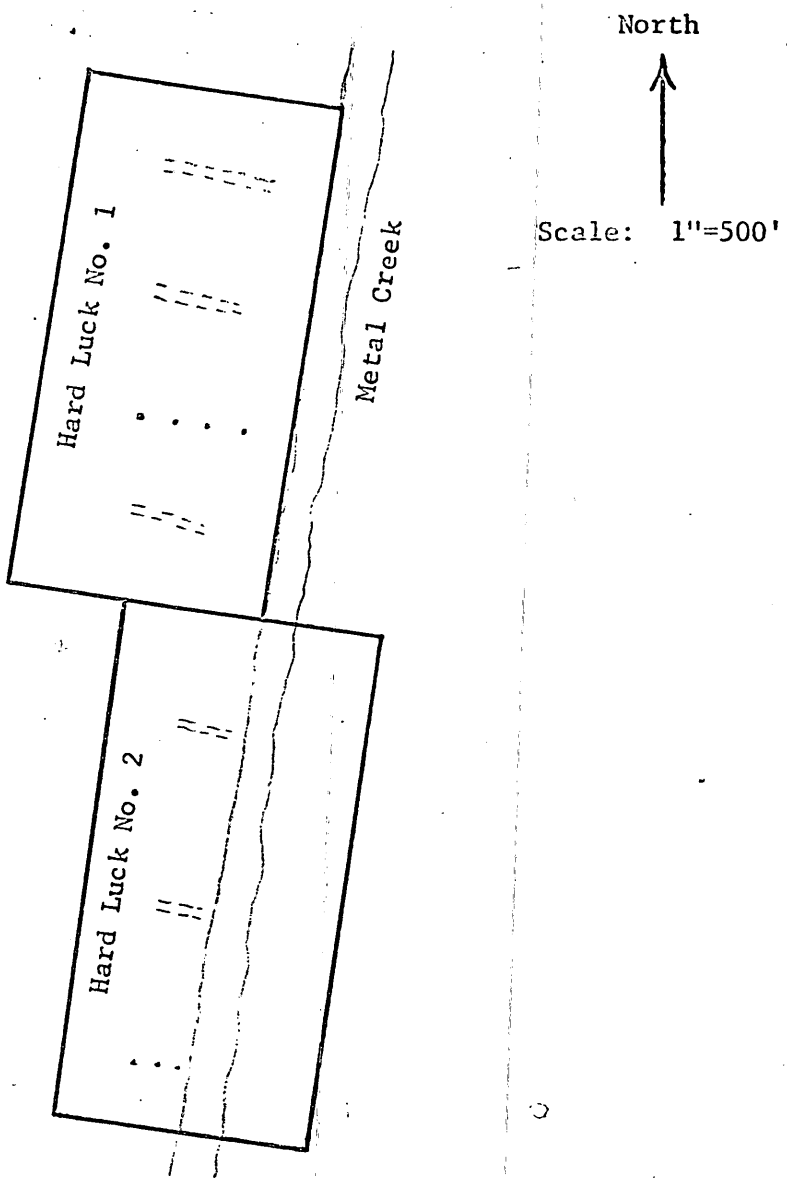
'(5) The contractor will furnish all information and reports required by Executive Order No. 11246 of September 24, 1965, and by the rules, regulations, and orders of the Secretary of Labor, or pursuant thereto, and will permit access to his books, records, and accounts by the contracting agency and the Secretary of Labor for purposes of investigation to ascertain compliance with such rules, regulations, and orders.

'(6) In the event of the contractor's noncompliance with the nondiscrimination clauses of this contract or with any of such rules, regulations, or orders, this contract may be cancelled, terminated, or suspended in whole or in part and the contractor may be declared ineligible for further Government contracts in accordance with procedures authorized in Executive Order No. 11246 of September 24, 1965, and such other sanctions may be imposed and remedies invoked as provided in Executive Order No. 11246 of September 24, 1965, or by rule, regulation, or order of the Secretary of Labor, or as otherwise provided by law.

'(7) The contractor will include the provisions of Paragraphs (1) through (7) in every subcontract or purchase order unless exempted by rules, regulations, or orders of the Secretary of Labor issued pursuant to Section 204 of Executive Order No. 11246 of September 24, 1965, so that such provisions will be binding upon each subcontractor or vendor. The contractor will take such action with respect to any subcontract or purchase order as the contracting agency may direct as a means of enforcing such provisions including sanctions for noncompliance: Provided, however, That in the event the contractor becomes involved in, or is threatened with, litigation with a subcontractor or vendor as a result of such direction by the contracting agency, the contractor may request the United States to enter into such litigation to protect the interests of the United States.'"

Department of the Interior
U. S. Geological Survey

OME-6562
Douglas W. Sumner



Sketch showing Hard Luck No. 1 and No. 2 Placer Claims and Proposed Exploration, Palmer Recording District, Alaska

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

In Reply Refer To:
Mail Stop 953

June 5, 1979

Memorandum

To: The File

From: Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner and James Andrulli
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Justification to write off loss on contract

The Justice Department concluded in 1969 and 1973 that it would not file criminal or civil charges against the Operator for default under terms of the Contract.

The Statute of Limitations precluded recovery of all but a small portion (approximately $300) of the $1,449.43 in question. One of the partners in the project died, and the surviving partner was not located by representatives of the U.S. Attorney's office in Anchorage.

Harold Kirkemo

Harold Kirkemo

Copy to: Region II, OME

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

June 5, 1979

In Reply Refer To:
Mail Stop 953

Memorandum

To: Branch of Financial Reports

From: Chief, Office of Minerals Exploration

Subject: Recording of realized loss under OME contract

Write-off of realized loss on the contract listed is hereby authorized:

Contract	Docket	Operator	Write-off
2234	6562	Douglas W. Sumner and James Andrulli	$1,449.43

Harold Kirkemo

Harold Kirkemo

ADDRESS REPLY TO
"UNITED STATES ATTORNEY"
AND REFER TO

United States Department of Justice

UNITED STATES ATTORNEY
DISTRICT OF ALASKA AT ANCHORAGE
P. O. BOX 680
ANCHORAGE, ALASKA 99510

March 29, 1978

Mr. Harold Kirkemo
Chief, Office of Minerals Exploration
U. S. Dept of the Interior
Geological Survey
Reston, Virginia 22092

re: Douglas W. Sumner and James Andrulli

Dear Sir:

We have received your letter of March 22, 1978, re the above subject; however, we do not have the OME docket in our files.

Sincerely,

ALEXANDER O. BRYNER
United States Attorney

by: Colleen Cannon

COLLEEN CANNON
Administrative Assistant

AMERICAN REVOLUTION BICENTENNIAL 1776-1976

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

March 22, 1978

United States Attorney
District of Alaska at Anchorage
P.O. Box 680
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner and James Andrulli
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Dear Sir:

We would appreciate return of the OME docket referred to above assuming that it was retained in your files following disposition of the case.

On the advice of the Assistant Solicitor--Minerals Division of Energy and Resources in 1973 following the decision by your office to close the file, we, too, closed our file, but the OME docket was not returned to us. We are assembling all OME dockets for final storage, and would like to have our files complete.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo, Chief
Office of Minerals Exploration

Region II

RECEIVED
MAR 24 1978
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

ADDRESS REPLY TO
"UNITED STATES ATTORNEY"
AND REFER TO

RSP/lh

United States Department of Justice

UNITED STATES ATTORNEY
DISTRICT OF ALASKA AT ANCHORAGE
P. O. Box 680
ANCHORAGE, ALASKA 99510

INTERIOR DEPT.
OCT 29 1973
SOLICITOR'S DOCKET

46-6-327
3123

October 26, 1973

Mr. Roland G. Robison
Acting Associate Solicitor
Division of Energy and Resources
U. S. Department of Interior
Washington, D. C. 20240

Re: Douglas W. Sumner and James Andrulli

Dear Mr. Robison:

Our office has been directed to correspond with you on this matter. This case concerns an application for OME assistance to explore for gold and platinum. The two above individuals represented that work was completed, which in fact was not commenced, in order that they could receive the assistance. Through this conduct the individuals received in excess of $1400 from June, 1967 to November, 1967.

The decision was made in Washington not to prosecute the individuals under criminal charges. It was next thought by your Department that the case was referred to the United States Attorney's Office in Alaska for recommendation as to civil action. It is most unfortunate that this case was misfiled, and the United State's Attorney's Office in Alaska in fact did not receive the necessary data until October 9, 1973.

As of the date of this letter, we are precluded by the Statute of Limitations from recovering all but a small portion of the $1400. Although at this time we have not documented it, it appears we could only stand to collect approximately $300.

Our office has made an attempt to locate the men involved.

We deeply regret that this file was misplaced in one of the departments. We do, however, acknowledge notice of it as early as April, 1973. As stated earlier, however, it was only in early October, 1973 that we received the entire file which would have enabled us to draft a complaint.

Because the amount in issue is small and because of a valid affirmative defense in regards to the statute of limitations it is our recommendation that civil action not be taken on this matter. We are pleased, however, that your Department realized the potentially fraudulent conduct of the above individuals in time to minimize our loss to $1400.

If we do not hear from you in the near future, we will consider this file closed.

Very truly yours,

G. KENT EDWARDS
United States Attorney

By: R. SAMUEL PESTINGER
Assistant U. S. Attorney

cc: L. Stanley Paige
Chief, Fraud Section
Civil Division
U. S. Department of Justice
Washington, D. C. 20530

APR 9 - 1973

Mr. G. Kent Edwards
United States Attorney
Federal Bldg.
4th & G Streets
P. O. Box 630
Anchorage, Alaska 99501

Re: Douglas W. Sumner
and James Andrulli
Your Ref: WDRiLS Paige:pis
46-6-327

Dear Mr. Edwards:

On April 4, 1969 we informed the Department of Justice of a possible violation of 18 U.S.C. §§ 286 and 287 by a Mr. Douglas W. Sumner and a Mr. James Andrulli in connection with a Government contract entered into by Messrs. Andrulli and Sumner with the Office of Minerals Exploration, Geological Survey, Department of the Interior.

On April 25, 1969 we were informed by the Chief, Frauds Section, Criminal Division, that the Department had concluded against criminal prosecution and had forwarded the matter to the Civil Division for consideration of its civil aspects. Subsequently, on July 7, 1969 we were notified that the matter had been referred to United States Attorney in Anchorage for consideration. Since that time we have heard nothing further on the matter.

Mindful of the general statute of limitations relative to civil claims of the United States codified at Title 28 U.S.C. §§ 2415, 2416 and the statute of limitations applicable to the False Claims Act, Title 31 U.S.C. §§ 231,235, we would appreciate what information you can give concerning the present status of this matter.

Sincerely yours,

C. Brewster Chapman, Jr.
Associate Solicitor
General Legal Services

CC: Secretary's Files

United States Department of the Interior

OFFICE OF THE SOLICITOR
WASHINGTON, D.C. 20240

OFFICIAL
COPY
O. M. E.
RECEIVED
SEP 19 1973
INITIALS | CODE
BW
120

IN REPLY REFER TO:

September 13, 1973

Memorandum

To: Chief, Office of Minerals Exploration

From: C. L. Martin, Staff Attorney
Energy and Resources

Subject: Douglas W. Sumner and James Andrulli OME-6562

Attached for your information is a copy of a self-explanatory letter with enclosures from the United States Attorney, Anchorage, Alaska.

C. L. Martin

Copy Region II with enclosures CC.

Enclosure

ADDRESS REPLY TO
"UNITED STATES ATTORNEY"
AND REFER TO

GKE/dgc

INTERIOR DEPT.
SEP 10 1973
SOLICITOR

46-6-327
9294
65538

United States Department of Justice

UNITED STATES ATTORNEY
DISTRICT OF ALASKA AT ANCHORAGE
P. O. Box 680
ANCHORAGE, ALASKA 99501

September 5, 1973

C. Brewster Chapman, Jr.
Associate Solicitor
General Legal Services
U. S. Department of the Interior
Washington, D. C. 20240

Dear Mr. Chapman:

Re: Douglas W. Sumner and James Andrulli

As a further response to your inquiry of April 9, 1973, we have been provided with a copy of the enclosed letter from the Civil Division of the Department of Justice.

Before we attempt to commence any civil proceedings we would appreciate receiving from you, your department's file so that the matter can be reviewed and appropriate action taken.

Sincerely,

G. KENT EDWARDS
United States Attorney

Enclosure

UNITED STATES DEPARTMENT OF JUSTICE

WASHINGTON, D.C. 20530

Address Reply to the
Division Indicated
and Refer to Initials and Number

LSPaige:jdh
46-6-327

MAY 9 1973

Telephone:
202-739-3501

RECEIVED
Office of
UNITED STATES ATTORNEY
MAY 14 1973
Anchorage, Alaska

Mr. G. Kent Edwards
United States Attorney
Anchorage, Alaska 99501

Re: Douglas W. Sumner and
James Andrulli

Dear Mr. Edwards:

This is in reply to your letter of April 23, 1973, captioned as above.

Enclosed herewith are copies of letters dated July 3, 1969 and April 4, 1969.

Yours very truly,

L. Stanley Paige

L. Stanley Paige
Chief, Frauds Section
Civil Division

Enclosures

Form CV-1153
(Rev. 1-27-69)

UNITED STATES DEPARTMENT OF JUSTICE

WASHINGTON, D.C. 20530

July 3, 1969

Address Reply to the
Division Indicated
and Refer to Initials and Number
WDR:LSPaige:pls
46-6-327

AIR MAIL

Mr. Marvin S. Frankel
United States Attorney
Anchorage, Alaska 99501

LSP
47
pl.

Re: Douglas W. Sumner
Department of the Interior Matter

Dear Mr. Frankel:

The captioned matter has been brought to the attention of this office, for consideration of the civil aspects, by the Criminal Division of this Department which concluded, without referring the matter to your office, that criminal prosecution is not warranted.

Since it does not appear that you have already received the same, we are enclosing a copy of the letter of referral, together with the enclosures thereto, dated April 4, 1969, from the Office of the Solicitor of the Department of the Interior.

The matter falls within the provisions of Memo No. 374. Authority is therefore delegated to you to take such action or effect such disposition of the civil aspects as you see fit without consultation with this office. It is requested that you remain mindful of the general statute of limitations relative to civil claims of the United States codified at Title 28 U.S.C. §§2415, 2416, as well as the particular statute of limitations applicable to the False Claims Act, Title 31 U.S.C. §§231, 235.

Please advise the original referral Agency directly of your conclusion in this matter.

cc: Department of the Interior
Office of the Solicitor
Washington, D. C. 20240
Attn: Mr. Raymond C. Coulter
Acting Solicitor

Very truly yours,

WILLIAM D. RUCKELSHAUS
Assistant Attorney General
Civil Division

By:

L. Stanley Paige
Chief, Frauds Section

Enclosures

IN REPLY REFER TO:

Mr Bruce

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF THE SOLICITOR
WASHINGTON, D.C. 20240

Received Fraud Section
APR 10 1969
Criminal Division

APR 4 1969
RECEIVED
APR 10 1969
CRIMINAL DIVISION

The Honorable
The Attorney General
Department of Justice
Washington, D. C. 20530

Sir:

We call to your attention the circumstances surrounding a possible violation of 18 U.S.C. 286 and 287 (fraudulent claims) involving a Government contract administered by the Office of Minerals Exploration, Geological Survey, Department of the Interior.

Pursuant to the Act of July 7, 1960 (30 U.S.C. secs. 641 - 668) and 30 CFR, Part 229, the Office of Minerals Exploration (OME), administers a program extending financial assistance to private industry in conducting exploration for mineral reserves, excluding organic fuels, in the United States.

In June of 1966, two individuals, Douglas W. Sumner and James Andrulli, filed an application for OME assistance to explore for gold and platinum on two unpatented placer mining claims in the Palmer Recording District, Alaska. After consideration of the proposed project, on January 5, 1967, a contract was executed by OME which prescribed the exploration work to be done on the claims. The total cost of the work was estimated to be $6,000.00, half of which was to be paid to the Operator by the Government on the basis of monthly vouchers submitted to OME which stated the units of work completed during the preceding month.

L.E.G.

46-1-327

During the period between June 1967 and November 1968 the Operator submitted several vouchers (MME Form 60) describing work completed pursuant to the contract and setting forth the amount claimed from the Government, which represented one-half of the value of the work completed. As a result of these vouchers the sum of $1,449.43 was paid to the Operator.

DEPARTMENT OF JUSTICE
APR 8 1969
R.A.O.
RECORD
L.E.G.
1. CRIMINAL-FRAUD SEC.
2. CIVIL DIV.
Frauds Sec.

NOTICE
SEND TO FILES PROMPTLY AFTER ACTION. THIS ITEM AUTHORIZES JACKETING OF FILE MATERIAL. DO NOT FILE IN OFFICE FILES. — RECORDS OFFICE.

Between November 1967 and June 1968 OME attempted to arrange an interim inspection of the work with the Operator. Because of weather, the remote location of the property, and the unwillingness of the Operator to cooperate, no inspection was made during this period.

On June 27, 1968, the OME representative in Alaska made an aerial inspection of the project area which he followed with a ground inspection on September 16, 1968. From these inspections, and the photographs which were taken during the inspections, it appears that the work claimed by the Operator on his monthly vouchers, and toward which the Government contributed $1,449.43, was never performed.

By certified letter dated November 20, 1968, the Chief, Office of Minerals Exploration, notified the Operator of these circumstances, rescinded the contract and demanded prompt refund of the entire amount contributed by the Government plus interest. In response to this demand, we received a letter dated December 9, 1968 from Mr. and Mrs. Douglas Sumner stating that the work on the claims had been done but offering to pay half the sum claimed in installments.

We refer this matter to you for whatever action you deem appropriate both with respect to the Government's monetary claim and the possible violation of the United States Criminal Code.

Enclosed is a brief chronology of events in this matter with a copy of the contract and other relevant documents.

Very truly yours,

Raymond Cornes

Acting Solicitor

Enclosures

OCT 9 1973

G. Kent Edwards, Esq.
United States Attorney
District of Alaska at Anchorage
Anchorage, Alaska 99501

Dear Mr. Edwards:

Re: Douglas W. Cumar and James Andrulli

Pursuant to your request of September 5, 1973 we enclose herewith the Office of Mineral Exploration file, OME-6562 pertaining to this matter. We request that the file be returned to us when it has served its purpose.

Future correspondence concerning this case should be addressed to:

Mr. Roland G. Robison
Acting Associate Solicitor
Division of Energy and Resources
U.S. Department of Interior
Washington, D.C. 20240

Sincerely yours,

David H. Anderson

Deputy Solicitor

Enclosure

cc:
Secretary's file
Solicitor's Reading File
DER-MRF
Mr. Martin
Docket Section

GMartin/bjq 10/4/73

1-11-74

Gail:

Here is a copy of letter transmitting OME File 6562 to Anchorage, Alaska.

Barbara

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF THE SOLICITOR
WASHINGTON, D.C. 20240

OFFICIAL COPY
O. M. E.
RECEIVED
JUL 10 1969

INITIALS	CODE
	31
	20
	20

July 9, 1969

Memorandum

To: Chief, Office of Minerals Exploration

From: Assistant Solicitor, Oil and Gas and Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Attached is a copy of a self-explanatory letter dated July 3, 1969 from the Assistant Attorney General, Civil Division, Department of Justice, to the U. S. Attorney in Alaska regarding civil prosecution of Mr. Douglas W. Sumner.

Robert W. Long

Robert W. Long
Assistant Solicitor
Oil and Gas and Minerals
Exploration

Enclosure

Copy with enclosures to:
OME Field Officer, Region II
L. H. Saarela, Alaska Region

RECEIVED
JUL 14 1969
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

UNITED STATES DEPARTMENT OF JUSTICE

WASHINGTON, D.C. 20530

July 3, 1969

Address Reply to the
Division Indicated
Refer to Initials and Number
Fr:LSPaige:pls
3-5-327

AIR MAIL

Mr. Marvin S. Frankel
United States Attorney
Anchorage, Alaska 99501

INTERIOR DEPT.
JUL 7 - 1969
SOLICITOR

Re: Douglas W. Sumner
Department of the Interior Matter

Dear Mr. Frankel:

The captioned matter has been brought to the attention of this office, for consideration of the civil aspects, by the Criminal Division of this Department which concluded, without referring the matter to your office, that criminal prosecution is not warranted.

Since it does not appear that you have already received the same, we are enclosing a copy of the letter of referral, together with the enclosures thereto, dated April 4, 1969, from the Office of the Solicitor of the Department of the Interior.

The matter falls within the provisions of Memo No. 374. Authority is therefore delegated to you to take such action or effect such disposition of the civil aspects as you see fit without consultation with this office. It is requested that you remain mindful of the general statute of limitations relative to civil claims of the United States codified at Title 28 U.S.C. §§2415, 2416, as well as the particular statute of limitations applicable to the False Claims Act, Title 31 U.S.C. §§231, 235.

Please advise the original referral Agency directly of your conclusion in this matter.

cc: Department of the Interior
Office of the Solicitor
Washington, D. C. 20240
Attn: Mr. Raymond C. Coulter
Acting Solicitor

Very truly yours,

WILLIAM D. RUCKELSHAUS
Assistant Attorney General
Civil Division

By:

L. Stanley Paige
Chief, Frauds Section

Enclosures

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON, D.C. 20242

AIRMAIL

MAY 1 1969

Memorandum

To: Field Officer, Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner and James Andrulli
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

The enclosed memorandum and letter shows that the Sumner and Andrulli case will not be involved in any criminal prosecution. I expect we will soon have word regarding the civil aspects of the case.

Harold Kirkemo

Harold Kirkemo

Enclosures

Copy to: (Airmail)
L. H. Saarela, Regional Mining Supervisor
Alaska Region with enclosures

RECEIVED
MAY 5 1969
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF THE SOLICITOR
WASHINGTON, D.C. 20240

April 25, 1969

Memorandum

To: Chief, Office of Minerals Exploration

From: Assistant Solicitor, Oil and Gas and Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Attached is a copy of a self-explanatory letter from the Department of Justice with respect to the above subject.

Robert W. Long
Robert W. Long
Assistant Solicitor
Oil and Gas and Minerals
Exploration

Enclosure

APR 18 1969

FWB:gny
6-6-327

Mr. Raymond C. Coulter
Acting Solicitor
Department of the Interior
Washington, D. C.

Re: Douglas W. Sumner

Dear Mr. Coulter:

Reference is made to your letter dated April 4, 1969 concerning the above matter.

After review in the Criminal Division, we have concluded against criminal prosecution.

Accordingly, we have closed our file and referred this matter to the Civil Division for consideration of its civil aspects.

Sincerely,

HERBERT EDELHERTZ
Chief, Fraud Section
Criminal Division

By:
FREDERICK W. BECKER
Attorney

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

February 4, 1969

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Dear Mr. Sumner:

Enclosed is the small sample of placer gold that you sent to me in 1967. The Washington, D. C., headquarters office of OME has informed me that you requested the sample be returned to you, by letter dated December 9, 1968.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosure:
Small glass vial containing
placer gold

cc: Dir. RF
Chief, OME, WDC
ACG RF
MP RF
Docket

HKStager:mkh

OME-6562

Mr Saarela - I just wanted to thank
you for the very good report you sent
Mr Johnson -
I have news for you you never even could
the ground we mined & we really struck
some fine gold - which is to bad the
government can't have part of the returns from
it, we are paying them back -
all that hurt you was - Senator Gruening & S
went over your head & got a loan for us.
as for your avg the 19th registered letter you tell
Mr Johnson about we never even received a
notice so don't think you ever sent one.
but don't set foot on our land again
as some people might not like it.

Marion M. Sumner -

AFTER 5 DAYS RETURN TO

DE

FRANKLIN D. ROOSEVELT
U.S. POSTAGE

DEC 10 PM 1968

RECEIVED
DEC 12 1968
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

NOTED
DEC 12 1968
L. H. SAARELA

Mr Leo Saarela
70 Mines & Minerals
3rd avenue.
Anchorage
alaska

cc: Johnson
Steger

OME Region II

AIRMAIL
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Dear Mr. Sumner:

On July 26, 1968, we wrote you and Mr. James Andrulli, since deceased, that work prescribed under the subject contract to be performed on the Hard Luck Nos. 1 and 2 claims was not completed within 12 months from the date of the contract, as required by Article 1. Therefore, you have been in default under the terms of the contract since January 5, 1968.

In the same letter we mentioned that we had reason to believe that the work claimed to have been performed prior to January 5, 1968, on the claims, and for which vouchers were submitted and paid by the Government, was not completed as specified in the contract. Accordingly, pursuant to Article 3b of the contract, we asked you to accompany Mr. L. H. Saarela, U. S. Geological Survey, Regional Mining Supervisor, Alaska Region, to the property to make an on-site inspection of any work completed on the claims. You acknowledged receipt of this letter on August 9, 1968, and answered it on August 16, 1968, but you did not accept or refer to the invitation to accompany Mr. Saarela to the property. A second invitation to you from Mr. Saarela dated August 19, 1968, was sent by certified mail with return receipt requested, but this letter was returned unclaimed to Mr. Saarela.

Due to these circumstances, we proceeded with the on-site inspection as described.

The on-site examination took place on September 16, 1968, and confirmed observations made during an aerial inspection of the property by a

RECEIVED
NOV 25 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

representative of the Government on June 27, 1969, when aerial photographs were taken at low altitudes. There was no evidence of any work having been performed on the Hard Luck Nos. 1 and 2 claims. A comparison of these photographs with photographs taken on the surface during the field examination on October 26, 1966, showed no change in the surface configuration of the claims during the interval that contract work was claimed.

In summary, you have been in default under the terms of the contract since January 5, 1968. Further, we have determined from the above-mentioned facts that you have not performed any of the work claimed to have been performed in your vouchers and toward which the Government contributed 50% of the costs. Therefore, pursuant to the provisions of Article 7 of the contract the Government hereby rescinds the contract and demand is hereby made for prompt refund of the entire amount contributed by the Government for which no work was performed ($1449.43) together with accrued interest as of the date of the refund at the rate of 7 percent per annum. Accrued interest as of November 15, 1968, totalled $103.32. Your check should be made payable to the United States Geological Survey and forwarded immediately to this office.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

RBliss:hm 11-14-68
cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
OME Region II
Mr. Kirkemo
(Airmail) L. H. Saarela, Alaska, Region

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Box 259
Anchorage, Alaska 99501

September 18, 1968

Memorandum

To: H. K. Stager, Field Officer, OME, Menlo Park, California

From: L. H. Saarela, Regional Mining Supervisor, Alaska Region

Subject: OME 6562, Contract 2234, Inspection Report

Reference is made to correspondence on this contract and particularly to my memorandum of July 2. After attempts to obtain the cooperation of the operator and after their failure to accept registered mail a trip was made to the claims on September 16 and a careful examination was made on foot. The trail construction of over two miles is pretty fair considering the difficulties encountered and would be passible by 4-wheel vehicle only. There are some very steep grades in the S½ S½ of 27 in order to get onto the bench between 900 and 1,000 feet. From there into the SW¼ of section 26 the trail winds around on the contour in the meadows and finally starts a decent into the canyon in the NE¼SW¼ and ends in a rock bluff very close to the center of section 26, probably in the SE¼SE¼NW¼ of section 26. From there only the old foot trail continues for about a half mile to the Hard Luck No. 1 and No. 2 which are located in the S½SE¼ of section 23. The end of the construction is a shear rock bluff which must be drilled, shot and benched for several hundred feet around a canyon before the road could continue. I expect that Mr. Sumner might attempt this at some later date provided the project is continued. Photograph 10 in our memorandum of July 2, attachment 3, portrays the situation with the road and the rock face was marked with a diamond cross and later photographed from the air as is shown in the attached photo. You are referred to paragraph 2, page 3 in our original report dated November 4, 1966. It was stated that "because of the lack of fill and steep grade necessary the road from approximately 1 mile from N½ of section 26 down to the bench area will be practically impossible at this time with a lot of rock work." Northward from the canyon there is some material available for road building however, it appears that the limited experience of the operator in this sort of work has probably led to some of the difficulties. It is evident that no work has been done for at least a year on the trail as the end in the SW¼ of 26 has been pretty well grassed over.

It was evident that nothing had been done on Hard Luck No. 1 and No. 2 which further confirms the June 27 aerial inspection. The bench into the S½NE¼ of section 23 was also checked for any changes without signs of any work being done. The open cut shown in Mr. Sumner's sketch as being several hundred feet north of the cache showed no changes from the initial inspection of October 27, 1966. No other excavation here or along the entire two plus miles of bulldozer trail nor any indications of work as claimed in the monthly work vouchers could be found. There were signs around the cache that some one had camped there recently (see photographs).

There is a caretaker at the lower cabin of the Sumner's in the NW¼NW¼ of section 34 who is watching the cabin and equipment. A suction dredge on pontoons, the D-7 bulldozer, truck, and other equipment are at the lower claims. Discussions with the caretaker indicated that the Sumners plan to return to the ground at some date and continue their efforts to get the bulldozer on the claims but, there was no indication as to when this might be. The attached photographs are for the record and are self-explanatory.

Expenses during this examination are attached, the travel voucher number TR A7064655 for 0.8 hours of a Piper Super Cub totaling $28.00 is also attached. The mileage is for my personal automobile from Anchorage to Palmer and return since a car was not available on short notice from the GSA motor pool.

If I can be of further assistance or there are other questions that should come to mind please let me know.

L. H. Saarela

L. H. Saarela

Attachments:
Photos 13
with list.

RECEIVED

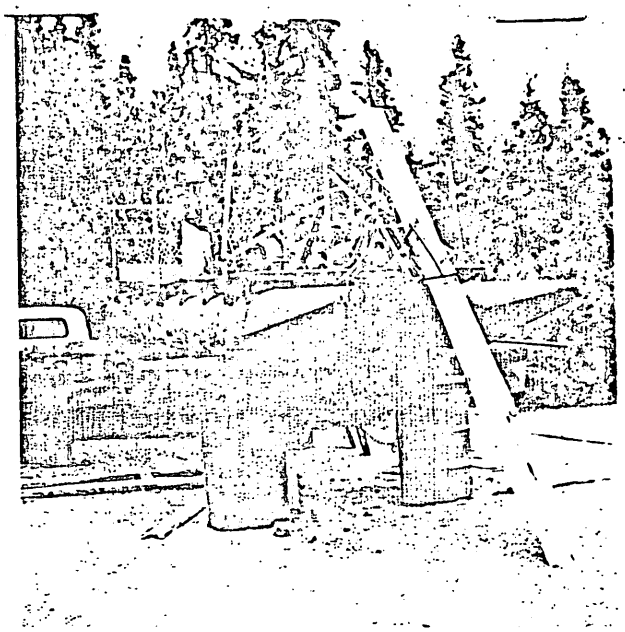
SEP 23 1968

OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

List of Photographs OME 6562 9/16/68

Photo. No.	1	Metal Creek airstrip on Knik River bottom
" "	2	Hydraulic dredge at Metal Creek camp
" "	3	End of cat trail marked with diamond cross
" "	4	View of trail to the south at diamond marker
" "	5	Cache at Hard Luck No. 1 claim
" "	6	Camp 100' south of cache #1 claim
" "	7	Open cut 200' north of cache #1 claim
" "	8	Open cut 200' north of cache
" "	9	Aerial view of end of trail (diamond mark visible w/glass)
" "	10	Aerial view of end of trail
" "	11	Aerial view of cache Hard Luck No. 1 location of southwest corner no. 2 and north corner no. 2 marked
" "	12	Another view of #11
" "	13	Ground view of claim corners and cache

Photo 1 9/16/68



#2

#3

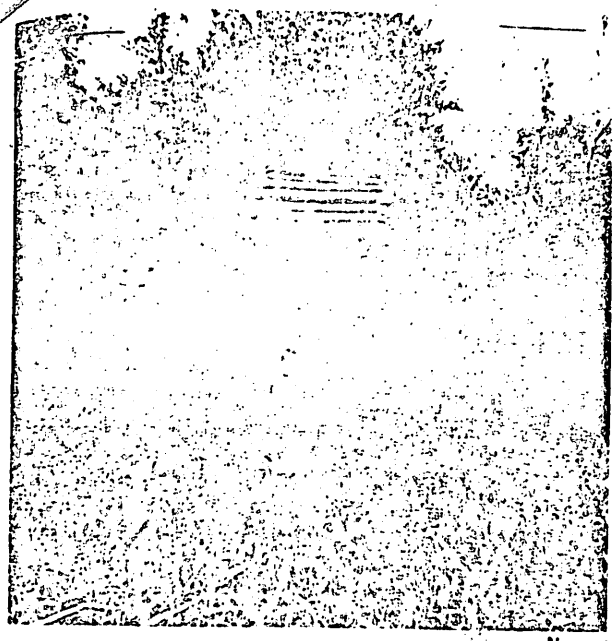
#4

Mining Branch, Anchorage, Alaska

Attach No. 1 with memo of 9/18/68

To: OME Field Officer

Subject: OME 6562



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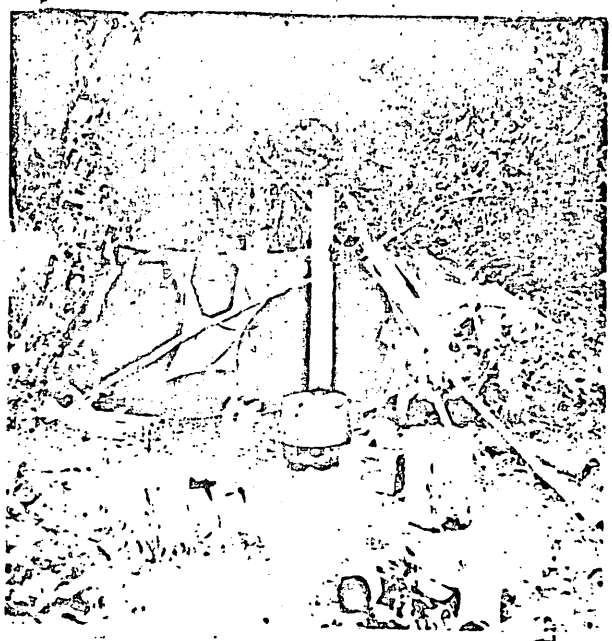

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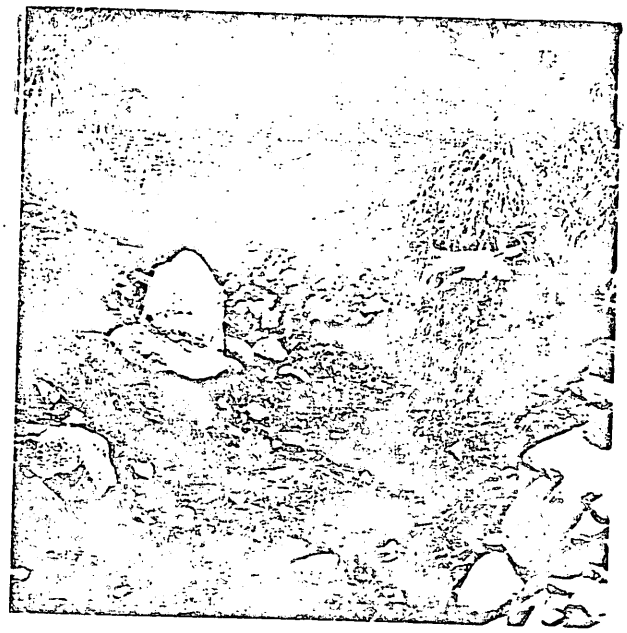

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Mining Branch, Anchorage, Alaska

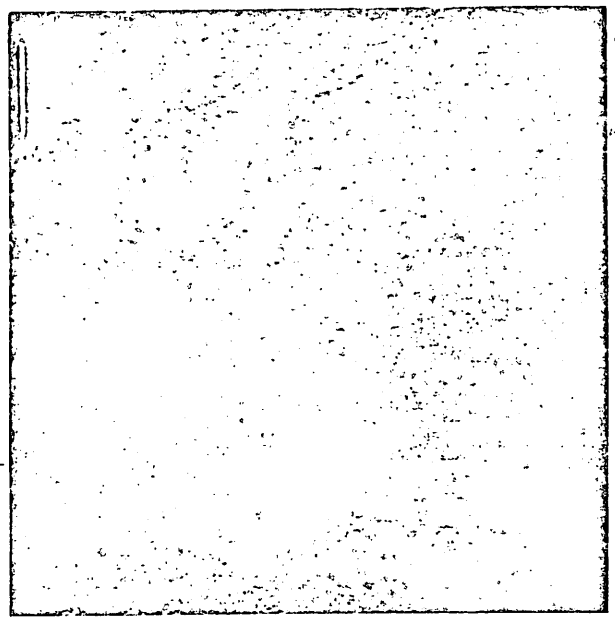
Attach No. 2 with memo of 9/18/68

To: OME Field Office

Subject: OME 6562

#9

#10



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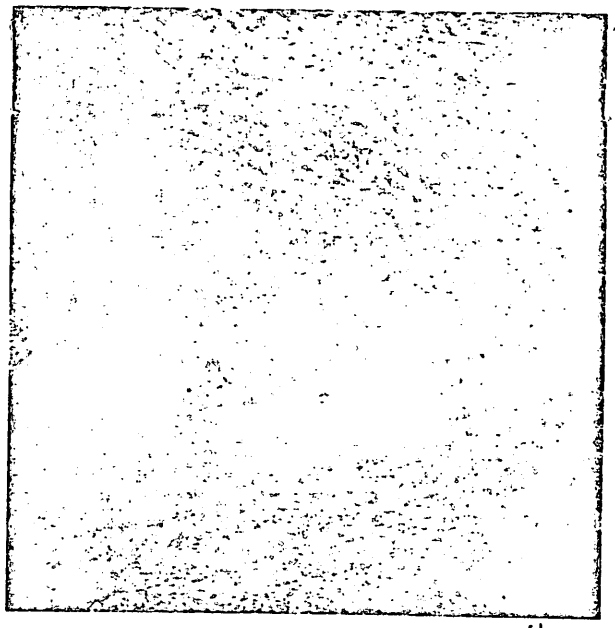
#11



S

#12

Mining Branch, Anchorage, Alaska

Attach No. 3 with memo of 9/18/68

To: OME Field Officer

Subject: OME 6562

13

Mining Branch, Anchorage, Alaska

Attach No. 4 with memo of 9/10/68

To: OME Field Office

Subject: OME 6562

AIRMAIL

Mr. Douglas Summer
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Summer and James Andrulli
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Dear Mr. Summer:

This is to acknowledge receipt of Mrs. Summer's letter dated August 16, 1968, advising us of the death of Mr. James Andrulli, and relating to us some of the problems involved with access to the subject property.

We are sorry to hear of Mr. Andrulli's death. The loss of a partner in a business venture is indeed a serious one, and we hope that you can resolve the problems in connection with the subject contract.

We understand that Mr. L. H. Saarela, U. S. Geological Survey, has invited your participation in an on-site examination of the work claimed to have been completed on the Hard Luck Nos. 1 and 2 claims. We hope that you can join him in this examination. However, if you cannot do so, he will arrange to make the examination himself before adverse weather conditions again make access so difficult.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

RECEIVED
AUG 23 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

cc: Director's Reading File
Economic Geology File
OME docket
OME Reading File
OME Region II w/cy incoming letter
(Airmail) L. H. Saarela, Alaska Region, w/cy incoming letter
Mr. Kirkemo

HKirkemo/gla 8-21-68

August 16 - 68

CERTIFIED MAIL
No. 126827

OME-6562
Contract 2234

Mr. Frank E. Johnson

Dear Sir:

Your letter, and we have talked to Mr. Saarela & told him we could not go any further this year as we have complely used up all our funds & had to come down & go to work. All the work we did the Mt slid down & filled up the trenches the North fork of the Knik river washed out our road & air strip we can not even get our truck back up to the claims.

As we told Mr. Saarela if you can't wait until next year & give us a chance to build up our funds all we can do is pay you our part back.

As for James Andrulli, he droped dead on third ave in Anchorage Aug. 6, 1968 of a heart attack he has been working up there all summer digging test holes but never found anythihg.

So that is all I can tell you now.

As ever

Marjorie Summer

writing for Douglas Sumner

c
o
p
y

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Box 259
Anchorage, Alaska 99501

IN REPLY REFER TO:

RECEIVED
SEP 6 1968
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

August 19, 1968

Mr. Douglas Sumners
P. O. Box 249
Palmer, Alaska 99645

OME Contract 2234

Dear Mr. Sumner:

I have received a copy of the letter dated August 16, written by Mrs. Sumner on your behalf. As I stated in my letter of Aug. 14 it is imparitive that an on site examination of Hard Luck Claims Nos. 1 and 2 in the SE¼, Section 23, be made immediately so that the matter of the work done to date can be appraised. For your information it is customary to invite the contractor to participate in any on site Government examination and your cooperation is again requested. However, if I do not hear from you in ten days I will make this examination at my convenience and by whatever method that is deemed in the interest of the Government.

Your immediate reply would be appreciated.

Sincerely yours,

L. H. Saarela
Regional Mining Supervisor

SEP 6 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Regional Mining Supervisor
P. O. Box 259
Anchorage, Alaska 99501

OFFICIAL BUSINESS

RETURN RECEIPT REQUESTED

CERTIFIED
No. 895347
MAIL

ANCHORAGE AUG 20 AM 1968 AK

POSTAGE AN
U. S. DEPARTMENT
BUSINE

RECEIVED
SEP 6 1968
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

Mr. Douglas Sumner
P. O. Box 249
Palmer, Alaska 99645

RETURNED TO SENDER
REASON CHECKED
Unclaimed
Refused
Addressee unknown
Insufficient Address
No such street number
No such office in state
Do not remail in this envelope

NOTED
SEP 6 1968
L. H. SAARELA

NAME
1st Notice 8-27
2nd Notice 8-27
Return SEP

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Box 259
Anchorage, Alaska 99501

August 19, 1968

Memorandum

To: H. K. Stager, Field Officer, OME, Region II

From: L. H. Saarela, Regional Mining Supervisor, Alaska Region

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck No. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

In reference to your memorandum of July 26, transmitting the letter from Mr. Johnson to the Sumners, I discussed the situation with Mrs. Sumner on August 16 in Palmer after she had written the attached letter. The gist of the conversation was that it would be impossible to inspect the ground because the road was out and the airfield was unsafe etc. It was obvious that they do not want anyone on the lands. Although my aerial inspection leads me to conclude that nothing has been done on the claims, I agree that an on site inspection is essential. As it is evident that it will not be possible to get any cooperation from the contractors and as the Woods Air Service in Palmer now has a helicopter it might be a good idea to make a careful air reconnaissance of the creek and inspect the claims nos. 1 and 2 on foot (area shown on photographs 11 and 12 of Attachment No. 3, dated July 2, 1968).

It appears that the late Mr. Andrulli will bear the brunt for a number of failures, for example, Mrs. Sumner stated that he had been up there digging some holes, but had not found anything. I am again writing the Sumners a letter requesting cooperation and if this is not forthcoming I will proceed according to the above outline if satisfactory with you. The weather has been very good, dry, and I feel that the matter should be brought to ahead as soon as possible. If necessary I can also have the appropriate part of the aerial photographs enlarged for the record. A copy of my letter to the Sumners and her letter written to me, dated August 16, is attached.

L. H. Saarela

L. H. Saarela

Attachments

Box 259
Anchorage, Alaska 99501

August 19, 1968

Mr. Douglas Summers
P. O. Box 249
Palmer, Alaska 99645

OME Contract 2234

Dear Mr. Sumner:

I have received a copy of the letter dated August 16, written by Mrs. Sumner on your behalf. As I stated in my letter of Aug. 14 it is imparitive that an on site examination of Hard Luck Claims Nos. 1 and 2 in the SE¼, Section 23, be made immediately so that the matter of the work done to date can be appraised. For your information it is customary to invite the contractor to participate in any on site Government examination and your cooperation is again requested. However, if I do not hear from you in ten days I will make this examination at my convenience and by whatever method that is deemed in the interest of the Government.

Your immediate reply would be appreciated.

Sincerely yours,

L. H. Saarela
Regional Mining Supervisor

RECEIVED
AUG 19 1968
L. H. SAARELA

Aug 16

RECEIVED
AUG 6 1968
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

Dear Leo. Your letter, and ~~any~~ plan
you befor that late this fall glad
to go up & try a little but the ~~ht~~ slid
down & covered up the trenches we
& washed out a good part of the road
the north fork of the Knik & metal creek was
higher than ever & washed out a good
part of the air strip & washed out the road
this side of friday creek so we haven't
been able to even get our truck up
there & now every thing is tied up as
aug 6, at 3.15 pm Jim Andrulli droped
dead on 3rd ave with a heart attach.
& no one can find a will. he had worked
up there all summer digging test holes
& found nothing at all.
as for Doug having a week end off he just
don't & we are so far in debt he has to
work all he can.
as I told you befor we plan to go back next
year but otherwise it looks a lost cause
as we haven't found enough to even make
low wages,
so all I can say is we will pay a half
of the money back. & next year do it on
our own.

NOTED
AUG 19 1968
L. H. SAARELA

as for Pictures as soon as Doug can get up there he will take some Pictures of what we did. but he will have to walk all the way up there & we just dont have that much time now.
the air strip dont look to bad from the air but there is a deep ditch we cant see. from the air one Plane flyed up there the other day.
I am working at the Pea freezing Plant and as soon as I get a day off I'll come & see you.
if you cant wait until we can Pay you back just throw us in jail.

as Ever.

Marjorie Sumner

writing for Doug Sumner

JUL 2 6 1968

AIRMAIL
CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Messrs. Douglas U. Sumner and
James Andrulli
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6362 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

Gentlemen:

The exploration work prescribed under the subject contract to be performed on the Hard Luck Nos. 1 and 2 claims was not completed within 12 months from the date of the contract, January 5, 1967, as required by Article 1. Thus you have been in default under the terms of the contract since January 5, 1968.

In addition, we have reason to believe that the work claimed to have been performed prior to January 5, 1968, on these claims, and for which vouchers were submitted and paid by the Government, was not completed as specified in the contract. Accordingly, pursuant to the provisions of Article 3(b) of the contract, we are asking Mr. L. H. Saarela, U. S. Geological Survey, Regional Mining Supervisor, Alaska Region, or an alternate representative of the Government, to accompany you to the property to make an on-site inspection of any work completed on the claims. Following this inspection, the Government will determine the appropriate remedial action to be taken in accordance with provisions in Article 7 of the contract.

Please advise Mr. Saarela of your plans to return to the property so that arrangements can be made for an on-site inspection.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Mineral Exploration

cc: Director's Reading File
Economic Geology File
OME docket
OME Reading File
OME Region II
(Airmail) L. H. Saarela, Alaska Region
R. Bliss, Sol. Office, 65
Mr. Kirkemo

RECEIVED
JUL 30 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

MKirkemo/RBliss/glc/jfg/gla 7-26-68

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

July 26, 1968

Memorandum

To: L. H. Saarela, Regional Mining Supervisor, Alaska Region

From: H. K. Stager, Field Officer, OME, Region II

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Thank you for your report of July 2, 1968, on the subject project and for the pictures showing the road, claim locations, etc. I have forwarded your report to Washington.

Will you please contact the Sumners and arrange to make an on-site examination of the project with them as soon as possible. It is most imperative that we determine if the work claimed and paid for was actually done on the Hard Luck 1 and 2 Claims in the SE¼ of section 23, or somewhere else as it now appears.

Any travel or per diem expenses should be charged to OME Project 9-940104.

H. K. Stager

cc: Chief, OME, WDC
Dir RF
ACG RF
✓Subject (Docket 6562)
MP RF

HKStager:mkh

turing 165 Viet Cong suspects in a series of fights across the country.

Most of the action occu[illegible] Friday, centered in the Saigon suburbs and the far northern provinces, two areas which U.S. officers say the enemy command has singled out for major assaults.

Roundup of the Viet Cong suspects came during a series of cordons and searches of vil-

for massive attacks against Saigon, Hue, Quang Tri and other [illegible]cy South Vietnamese cities and provincial capitals.

Observers here believe several regiments of North Vietnamese and Viet Cong troops are hiding along the Cambodian border and in provinces north and northwest of the capital. This thinking is given weight by daily saturation strikes by U.S. B52 bombers in these areas.

In one cordon operation Friday, American tanks and armored pers[illegible] carriers commanded by [illegible]eorge S. Patton III, son of the noted World War II general, sealed off a village 25 miles north of Saigon suspected of being used by the Viet Cong as a hi[illegible]eaway.

South Vietnamese infantrymen then swept the village and ran into an estimated 100 Viet Cong troops in a complex of tunnels and bunkers.

Sporadic fighting continued today. Seventeen Viet Cong were reported killed and 67 captured. Allied casualties were listed as light. The tunnel complex also yielded tons of rice, flour, medical supplies, 21 rockets and other weapons.

Gen. Creighton W. Abrams, commander of U.S. forces in Vietnam, made a personal inspection of the village today and said: "This is the kind of thing we should be doing. This was a remarkable effort by the South Vietnamese."

Maj. Gen. Keith Ware, com[illegible]er of the U.S. 1st Infantry [illegible]ion, awarded Bronze Star [illegible]ls for valor on the scene to [illegible]uth Vietnamese battalion [illegible]nander and a South Viet[illegible]se platoon leader.

[illegible] other actions in Saigon's suburbs, headquarters reported:

— U.S. Army helicopters raked a band of 30 to 40 enemy troops about four miles northeast of Saigon. Crewmen reported killing 10.

— South Vietnamese fighter-bombers strafed suspected enemy buildup areas northwest of Saigon and troops sweeping the area later reported finding 35 enemy bodies and two destroyed antiaircraft positions.

NAME AWARD WINNERS AT ANNUAL 4-H FAIR

A horse show, barbecue, talent show, and dog show are among programs planned for the final days of the 14th annual 4-H Fair, which opened Thursday at Central Junior High. The fair ends following an awards ceremony Sunday at 8:30 p.m.

p.m.; barbecue, 1 to 7 p.m., and presentation of awards, 8:30 p.m.

Judges named winners for exhibits in 16 categories at Friday's session. The purple ribbon winners were [illegible]

Bread — Mary Gold[illegible]n, Helen Garrison, Connie Olsen,

AUG 13 1968
L. H. SAARELA

J. Andrulli Dies At 56

Funeral services for James E. Andrulli, 56, who died Thursday, will be held Monday at 2 p.m. at Forest Lawn Memorial Chapel with the Rev. Rodney Kastelle officiating.

Visitation will be from 5 to 8 p.m. today at the chapel. Burial will be in the veterans' section of Anchorage Memorial Park.

Andrulli, who lived in Chugiak, suffered an apparent heart attack in downtown Anchorage Thursday and died shortly after being rushed to Anchorage Community Hospital. He had been making his home with his sister and brother-in-law, Mr. and Mrs. Thomas Conroy.

Other survivors include five children, James, Mark, David, Carol and Janet, all of Everett, Mass.; a brother, David of Fernley, Nev.; and four sisters, Mrs. Ida DeDomineco of Lexington, Mass.; Mrs. Nicholas Dellovo of Winchester, Mass.; Mrs. Al Cuscianna of Alsten, Mass.; and Miss Alba Andrullie, also of Alsten.

Garrison, Lucy Tryck.

Clothing — Denise Sampson, Kimberly Kravits, Debbie Rehm, Pam Bruns, Karen Stid, Carolyn Elliott, Cathy Nicholson, Linda Kuznick, Linda Cleaves, Shirley Kuznicki, Ellen Laughlin, Sharon DeBoer.

Knitting — Linda Kuznicki, Barbara Smith, Shirley Kuznicki.

Child Care—Nancy Kuznicki, Sharon DeBoer, Linda Olsen.

Home Improvement—Richard Weger.

Yard Improvement — Sharon DeBoer, Brice Bogle, Janet Strid.

Gardening — David Schroyer, Paul Klatt, Sharon DeBoer, Channing Bogle, Julie White, Loretta White, Linda Hollingsworth.

Livestock — Dog, Susan Banks; horse, Debbie Peldo.

Handicraft — Pam Bruns, Bruce Garvity, Don Beals, Phil Johnnie, Kathy Beals, Jim Carr, Clarice Yuhasz, Linda Kuznicki, Nancy Kuznicki, Sharon CeBoer, Lynn Bratigan.

Woodworking — Billy Maxim, Paul Schroyer, Paul Klatt, David Kilfoyle, Gary Sambo, Ronald Gordon, Joe Kouchak, Jay Fromegen, Brian Garrison.

Electrical — Glen Keagle, Eric Strid, James Newton.

Outdoor — Photography, Da-

Airliner Hits Mountaintop

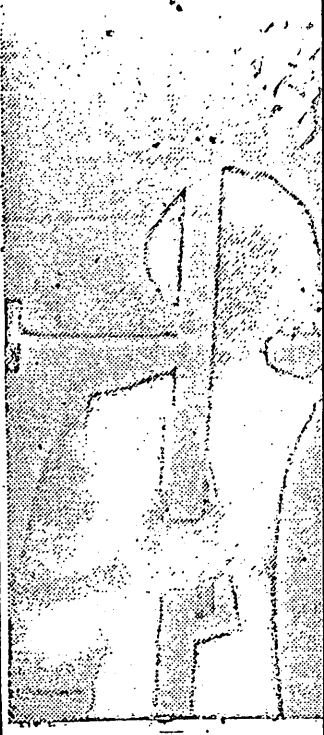
(Continued from Page 1)

used as jet fuel over a wide ae5area.

The airport was closed to all traffic and planes scheduled to land were rerouted to airports in nearby Huntington, Beckley and Parkersburg.

Air National Guardsmen, stationed at an armory at the airport three miles northeast of Charleston, rushed to the scene to cover the plane with firefighting foam to prevent further fire.

The plane carried a crew of three in addition to its 34 passengers. No one was reported leaving the wreckage.



Negro women headed b
Woolworth's at 600 Fo
cause of what they ter
in hiring practices.
Wiley, obviously surpr

Ironworkers Vote Tonigh

Members of the Ironwork
Union Local No. 751, worki
without a contract since July
are scheduled to vote tonight
the third time on a new c
tract proposal.

Jim Robbins, business rep
sentative for the union, refus
to comment on the conditi
included in the new contr
proposal. Union members
jected two previous contr
proposals. Ironworkers curre
ly draw $7.61 per hour.

Norman Schwalb, gene
manager of Alaska Chapter
the Associated General Contr
tors, indicated that he expe
the workers to accept the c
tract tonight.

In other labor activities,
emergency meeting has b
called Sunday at 2 p.m., in
Chugach Electric Co. auditori
to discuss the recent decision
a three-judge federal court
claring Alaska's local autono
act unconstitutional.

Phyllis Wille's Burial Will Be

2 series Stuff

ONE - 6562

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Box 259
Anchorage, Alaska 99501

July 2, 1968

Memorandum.

To: H. K. Stager, Field Officer, OME

From: L. H. Saarela, Regional Mining Supervisor, Alaska Region

Subject: OME 6562, Contract No. 2234

On June 27 I was able to secure the services of an experienced bush pilot for a careful inspection of Metal Creek in the Palmer recording district. The weather was good and a number of low passes up and down the canyon were made. Some three dozen photographs were taken to document the situation as it exists at this time. The Sumners are currently employed in Palmer and have indicated that it will probably be sometime in August or September before they return to the claims.

The trail construction appears to be pretty well in line with our original report and fraught with the difficulties described therein. As per our original sheet of October 31, 1966, the cat trail leaves the camp going up the hill into the S½ of section 27, and goes up the draw very close to the original trail as shown. The cat trail swings easterly parallel to the south boundary of section 27 and continues northeastward into the SW¼ of section 26 and into the SE¼NE¼ of section 26. The trail ends in a slide with a number of overturned trees and is still at least one-half mile short of the Hard Luck Claims 1 and 2.

According to the contract and location notice the Hard Luck group is described as located in the SE¼ of section 23. A firm location that can be useful is the location of the cache photograph 6, attachment 3 of our memorandum dated October 31, 1966. It is on the right limit bench near the south boundary of Hard Luck No. 1, per Mr. Sumner's sketch, and section that we received on October 22, 1966, copy attached. The cache and camp area can be seen in the attached photographs. It was clear from the reconnaissance that the claims have not been reached by the bulldozer and further observation failed to find any evidence

of the 300 and 330 foot trenches that were claimed to have been dug in October and September on the contract work vouchers. As there was no one present at the lower camp it was not considered appropriate to make a ground examination and efforts to traverse the trail on foot were abandoned until such a time as the operator is present. I will keep in contact with the Sumners and when they have returned to the claims an on site examination can be arranged.

The attached photographs are self-explanatory and are detailed as follows: (A 10 x glass is useful)

1. Sec. 35 NW¼ General view north, mouth of Metal Creek.
2. Sec. 34 N½ View northeastward, mouth of Metal Creek.
3. Sec. 26 SW¼ View right limit bench Metal Creek.
4. Sec. 26 N½ View close up of Metal Creek.
5. Sec. 27 S½ View eastward showing cat trail route.
6. Sec. 27 SE¼ View eastward showing cat trail route.
7. Sec. 26 SW¼ View southwestward showing cat trail route.
8. Sec. 26 NE¼SE¼ View southwestward showing cat trail route.
9. Sec. 26 SW¼ View westerly showing cat trail route.
10. Sec. 26 SE¼NW¼ Showing end of trail into trees.
11. Sec. 23 SE¼ Showing close up Hard Luck No. 1 with cache showing, per letter.
12. Sec. 23 SE¼ Ditto #11 another view.

Expenses incurred during this examination was T. R. A7,064,654 for 2 hours rental P.A.-14 at $32.00 per hour or $64.00.

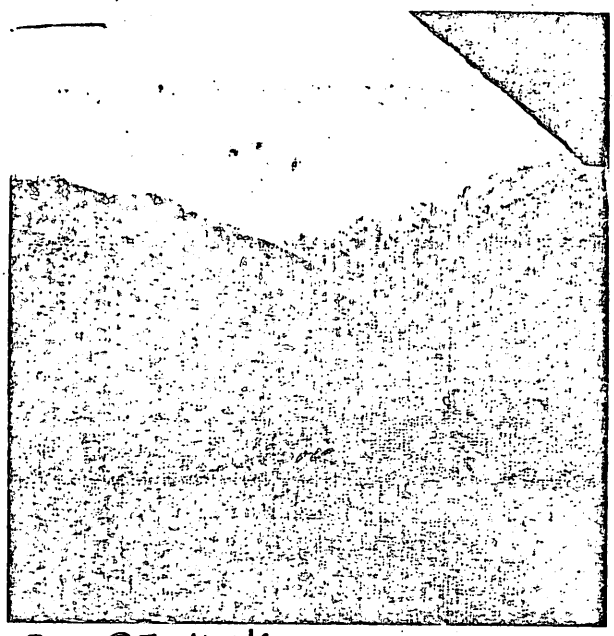
If there is anything else required please let me know.

L. H. Saarela

L. H. Saarela

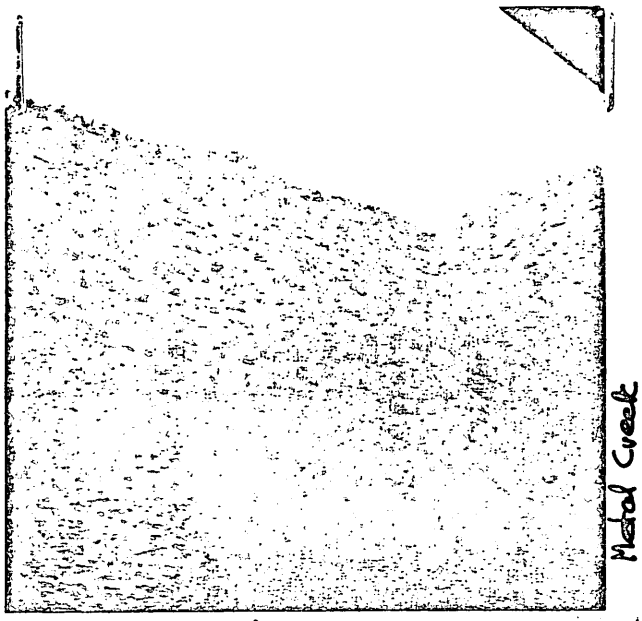
Attachments: 5
Photos - 3 sheets
Map of 10/31/66
Sumner claim sketch

RECEIVED
JUL - 8 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.



Sec 35 NW1/4 1

Sec 34 N1/2 Sec. 27 S1/2 2



Sec 26 SW1/4 3

Sec 26 N1/2 4

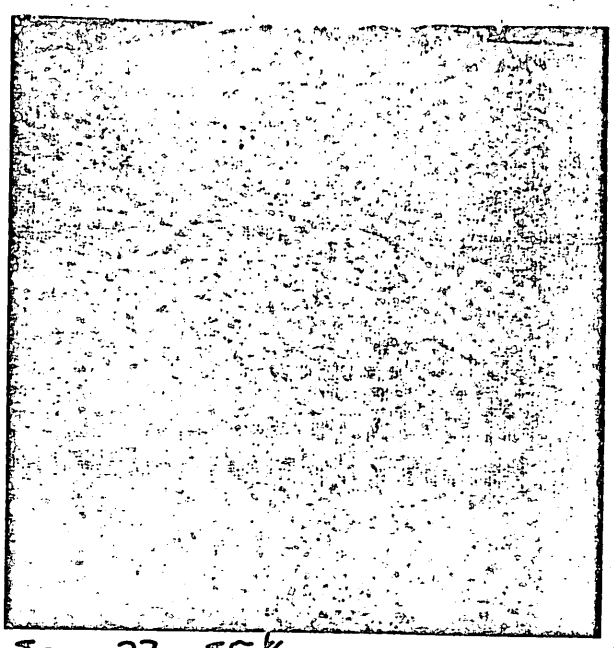
Mining Branch, Anchorage, Alaska

Attach No. 1 with memo of 7/2/68

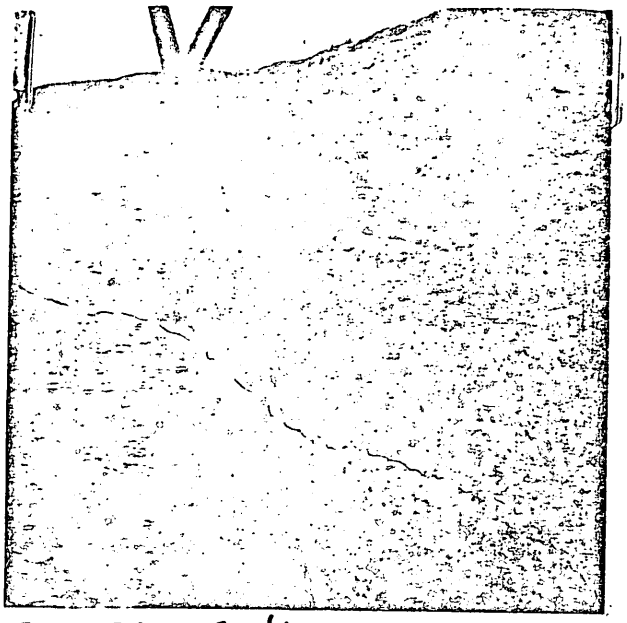
To: Stager OME

Subject: # 6562

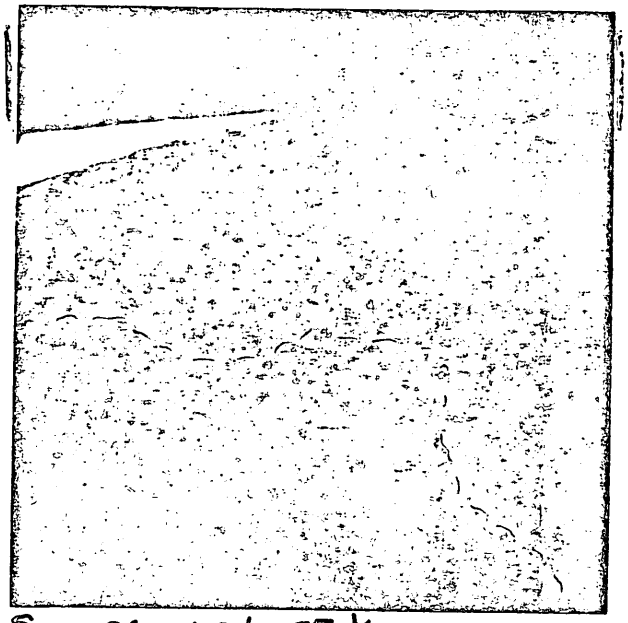
Sec 27 S½ 5



Sec 27 SE¼ 6



Sec 26 SW¼ 7



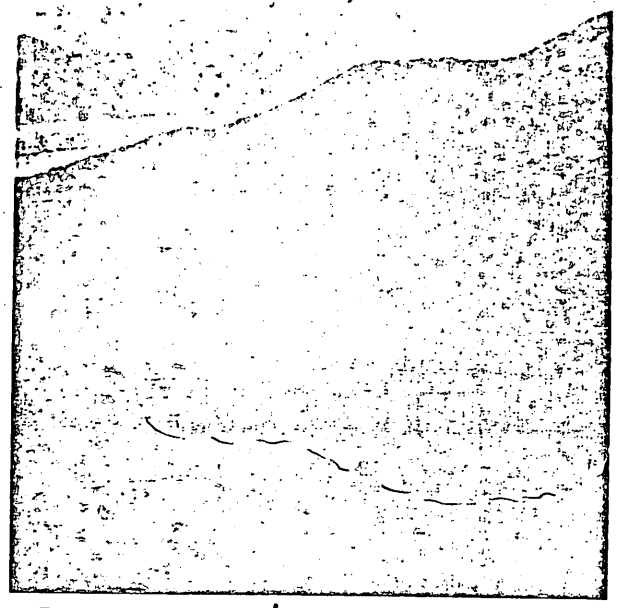
Sec. 26 NE¼ SE¼ 8

Mining Branch, Anchorage, Alaska

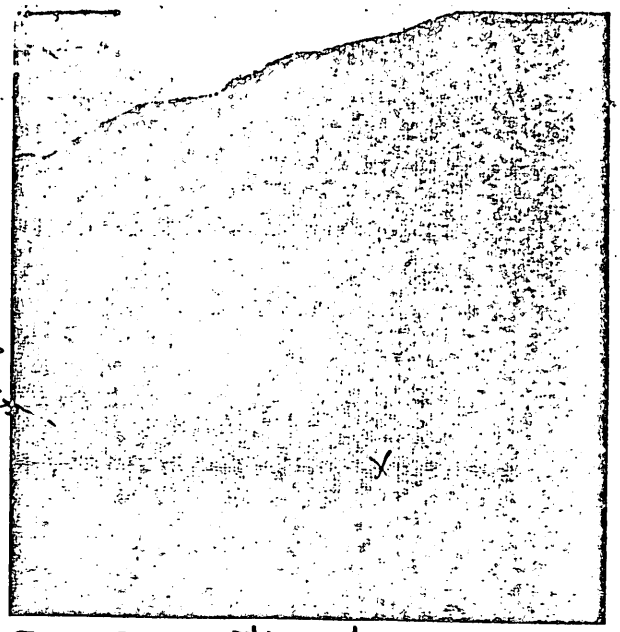
Attach No. 2 with memo of 7/2/68

To: Stager OME

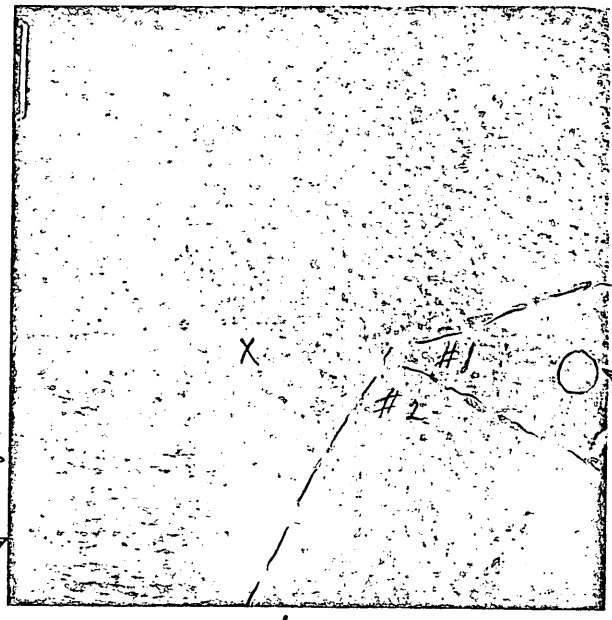
Subject: # 6562



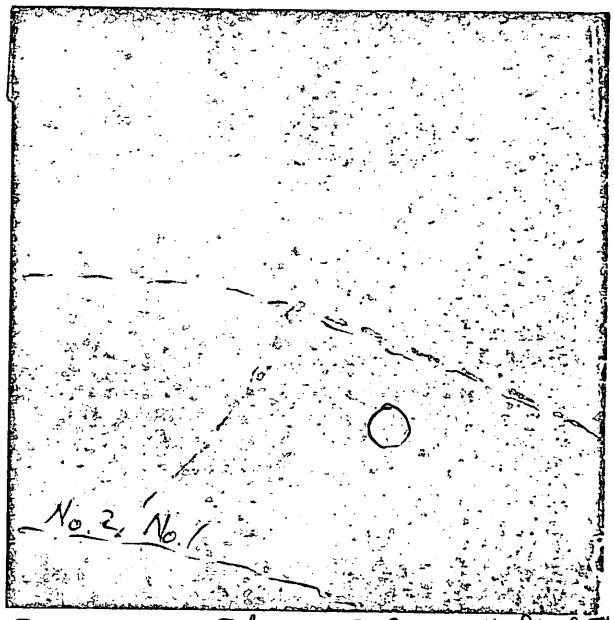
Sec 26 SW¼ 9



Sec 26 SE¼ NW¼ 10



Sec 23 SE¼ 11



Sec 23 SE¼ Cache on Hardluck #1 12

Mining Branch, Anchorage, Alaska

Attach No. 3 with memo of 7/2/68

To: Stoger OHE

Subject: # 6562

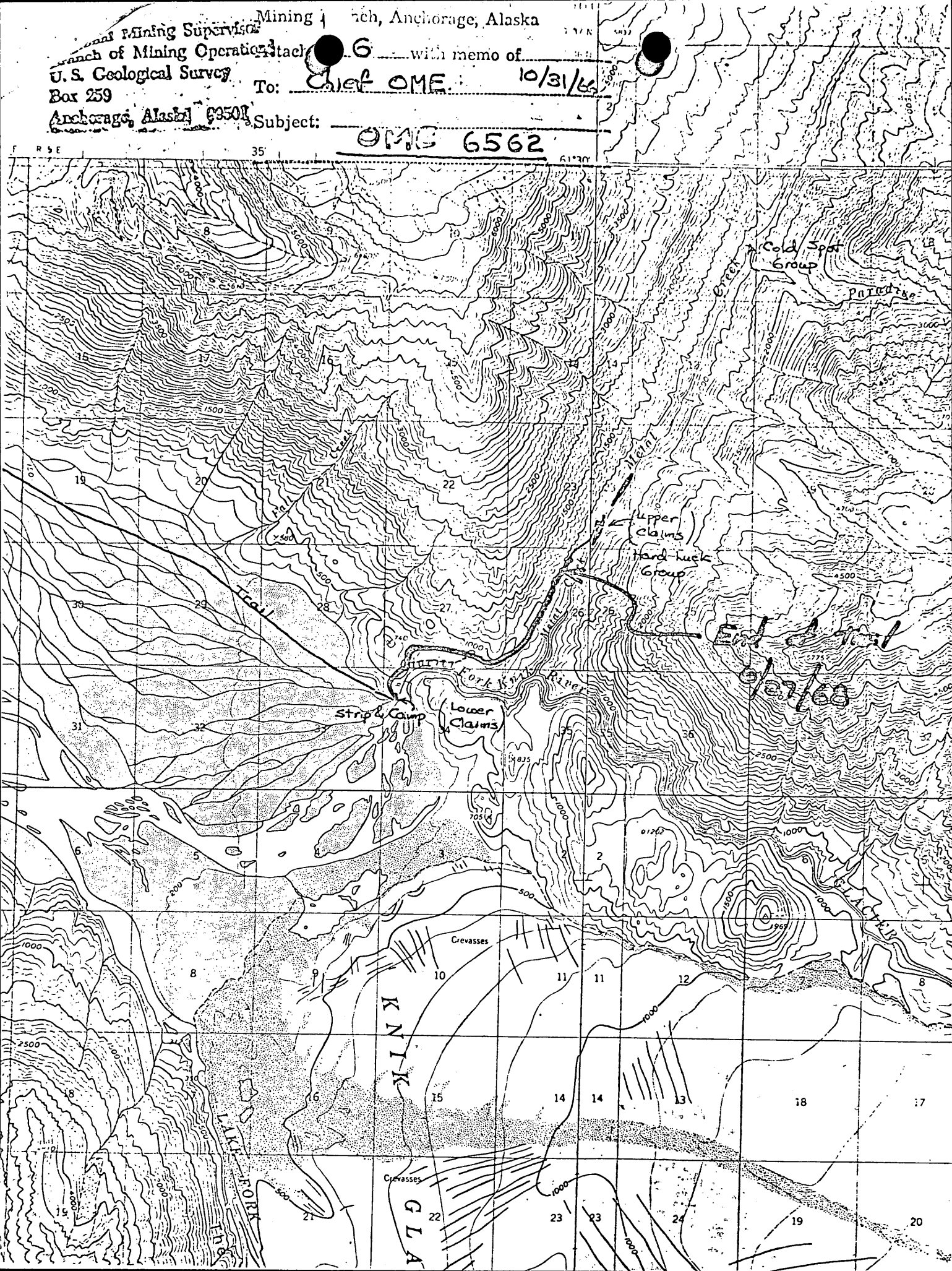
Mining Branch, Anchorage, Alaska

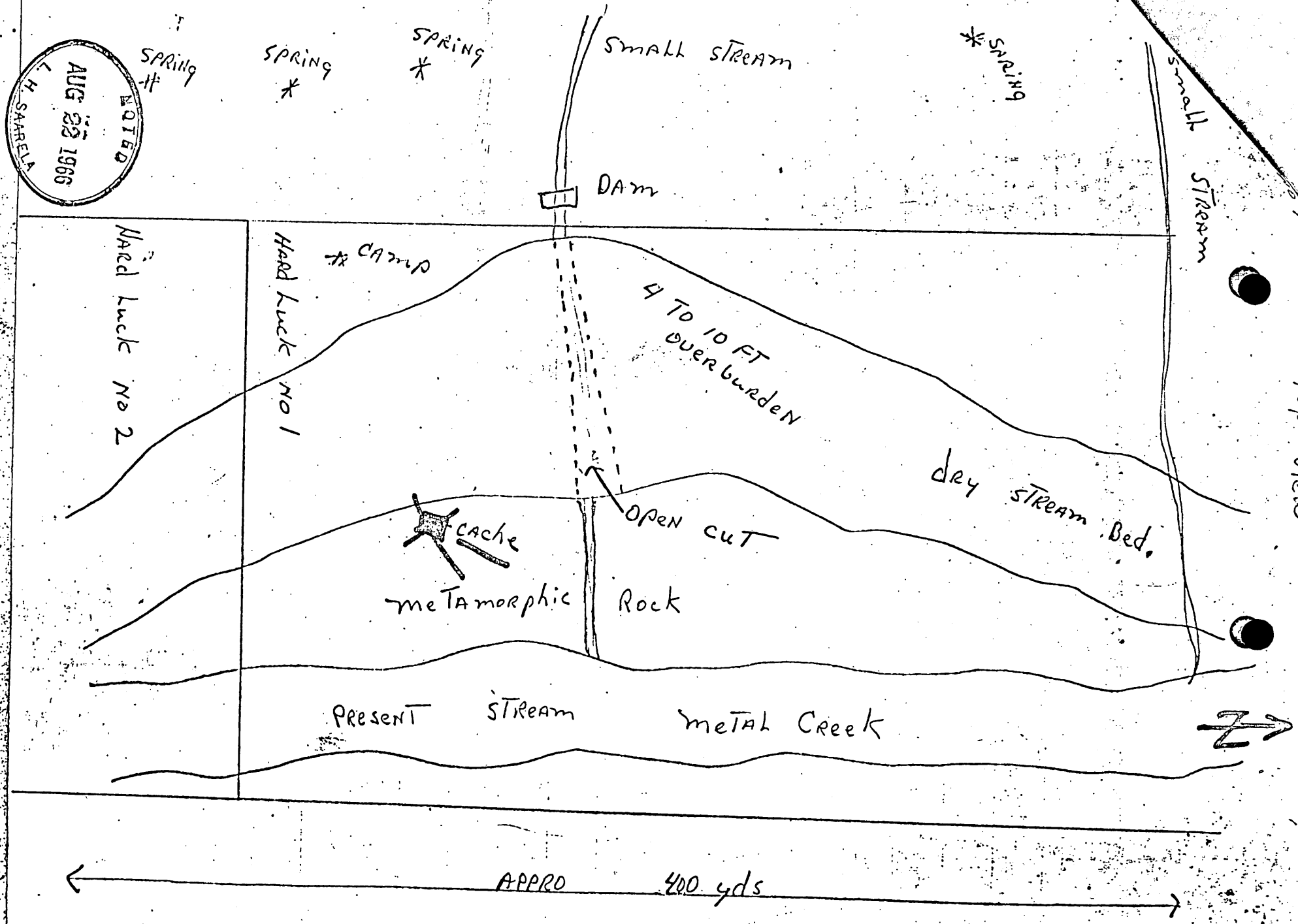
Regional Mining Supervisor
Branch of Mining Operations
U.S. Geological Survey
Box 259
Anchorage, Alaska 99501

Attach 6 with memo of 10/31/68

To: Chief OME

Subject: OMG 6562





NOTED
AUG 23 1966
T. H. SAARELA

AFTER 5 DAYS RETURN TO

Douglas Sumner
54249
Palmer alaska
ZIP CODE 99645

CERTIFIED
No. 126656
MAIL

attn
Mr Saarela

FRANKLIN D. ROOSEVELT
U.S. POSTAGE

JUN 25 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Regional Mining Supervisor
Box 259
Anchorage, Alaska 99501

6/25/68

Mr. Stager,

Looks like a big fat impasse.
will look into it farther on my
next trip to Palmer.

Regards,

D. Saarela

RECEIVED
JUN 27 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

RECEIVED
JUN 25 1968
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

NOTED
JUN 25 1968
L. H. SAARELA

June 24 - 68

Dear Mr Saarela: I have written you two personal letters addressed to you in Care of Dept of Interior Geological Survey but couldn't find you. but no.
any way they have been returned no such address -
well any way we have had such bad luck, with so much rain & the slides are just something like there is no way to get up there Dang tried it but couldn't make it on foot its to tough going.
we are going to stay down & work & we completly run out of money.
we may try come again in august if the rains ~~not~~ let up
but they have had some rain almost -

NOTED
JUN 25 1968
L. H. SAARELA

every day & Metal Creek has
went Crazy & made wolf Point
so bad we Can't drive up.
as soon as we Can get up
there I'll get you some Pictures
Tell them we are gog it up for
the time being if they want
the money back we give them
we will pay them but we Can't
go up there & work when we
don't have the money & we spend
our money & its a month or 6 weeks
befor they sent there's.
so if this doesnt satisfie you
drop me a line & I'll Come down
until I got the letters back I
thought you knew what we
Planed.

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Box 259
Anchorage, Alaska 99501

February 6, 1968

Memorandum

To: H. K. Stager, Field Officer, OME, Region II, Menlo Park, Calif.

From: L. H. Saarela, Regional Mining Supervisor, Alaska Region

Subject: OME-6562, Contract No. 2234

An interview with Mr. Sumner was held on the afternoon of January 29 in Palmer at which time some information regarding work thus far and the status of the project was obtained. Mrs. Sumner called at the office on January 30 to supply data on how things were progressing. The couple has moved to Palmer to obtain employment to build up the finances for another try at the project next summer. Mrs. Sumner was also kind enough to bring in copies of the June, July, September and October OME forms 60 and 61 to give us an idea as to what has transpired to date. The sketches of the September and October work and the sampling of the pits were also examined. Apparently Mr. Andruli, one of the partners, left early in the summer and has not returned.

High water in August and September caused a great deal of difficulty and several serious breakdowns of the bulldozer have occurred. One breakdown consisted of a broken sprocket and some trouble was experienced in the main gear case in the transmission which had to be welded on the spot. Mr. Sumner was able to complete some of the road and trail to the upper claims. Whether or not he actually reached the Hard Luck group 1 and 2 still remains uncertain. He stated in his interview that they had not, while Mrs. Sumner stated that they had. Apparently the trenching reported was done on one of the lower benches, possibly in the SW¼ of section 26, but this will need to be verified by actual visit. As serious glaciering has occurred and as there have been high winds and snow in the area the exposures will be nonexistent at this time. The Summers advised against trying to make an examination.

In view of these circumstances I feel it appropriate to delay the examination until the ground can be inspected or until the operator is on the site. We will keep you advised of any developments.

L. H. Saarela

RECEIVED
FEB 1968
OFFICE OF MINERAL EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

NOTED
JUN 25 1968
L. H. SAARELA

every day & Metal Creek has
went Crazy & made wolf Paint
so bad we Can't drive up.
as soon as we Can get up
there I'll get you some Pictures
Tell them we are gong it up for
the time being if they want
the money back we gave them
we will pay them but we Can't
go up there & work when we
don't have the money & we spend
our money & its a month or 6 weeks
befor they sent there's.
so if this doesnt satisfie you
drop me a line & I'll Come down
until I got the letters back I
thought you knew what we
planed.

Box 259
Anchorage, Alaska 99501

May 13, 1968

Memorandum

To: Files

From: L.H. Saarela, Regional Mining Supervisor, Alaska Region

Subject: OME-6562, Contract No. 2234

On May 10, James Andrulli one of the partners in the above contract called at the office for information on Metal Creek maps. In discussions with him it was revealed that he had left the property in June 1967 after some disagreement with Mr. Douglas Sumner. He indicated that the arrival of Mrs. Sumner on the property had complicated matters. He was particularly critical of the methods being used and the attempts to get the D-7 bulldozer on the Hard Luck claims. He said that the tractor was old and had a considerable number of breakdowns which had to be repaired in the field and necessitated a lot of flying with parts. He stated that the road had been roughed out to about the SW¼ of section 26 on the right limit bench which was the easiest part of the route. He felt from there on, the last mile would be exceedingly difficult and he doubted whether or not the effort to get the tractor down to the claims would be worth it in view of the quanities of water and other favorable aspects for hydraulic slucing or trenching.

Apparently there were no hard feelings on Mr. Andrulli's departure but, he has no plans to return to the operation. Mr. Andrulli has received no part of the OME payments. He said that he thought that Mr. Sumner had returned to the claims.

LHS

L. H. Saarela

RECEIVED
MAY 16 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

cc Stager

Copy to OME, WDC, May 16, 1968.

OME-6562

Box 259
Anchorage, Alaska 99501

June 18, 1968

OME-6562

Mr. Douglas W. Sumner
Box 249
Palmer, Alaska 99645

Dear Mr. Sumner:

It has been almost a month since I talked with you in Palmer regarding making a trip to the Hard Luck Claims on the Knik glacier. At that time you promised to advise when you would be at the claims or when an inspection of the work to date could be made. Since we are nearing the end of the Fiscal Year it is imperative this trip be made before July 1. Accordingly, will you let me know as soon as possible when this trip can be arranged? I can be in Palmer within a couple of hours and can spend the day examining the work done. An immediate answer would be appreciated.

Very truly yours,

L. H. Saarela

L. H. Saarela
Regional Mining Supervisor

Copy to:
Mr. Stager

RECEIVED
JUN 20 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

November 17, 1967

Memorandum

To: Chief, Branch of Budget and Finance

From: Chief, Office of Mineral Exploration

Subject: OME-1968 (Gold-Platinum)
Douglas H. Sumner and James Antrell
Red Rock Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract 2124

Enclosed are three copies of the Operator's vouchers and progress reports for September 1967 and October 1967.

The September voucher appears to be proper for payment.

With respect to the October voucher, we recommend that (100.0) be withheld pending submittal of sample and assay data in accordance with terms of the contract. Winter weather closed down the operation before this information was obtained.

FRANK E. JOHNSON
Frank E. Johnson

Enclosures

cc: Director's Reading File
Division File
Remote Geology File
OME Docket
OME Reading File
Mr. Kirkham
Region IX

Kirkham/bal 11/17/67

RECEIVED
NOV 21 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Box 259
Anchorage, Alaska 99501

November 15, 1967

Memorandum

To: H. K. Stager, Field Officer, OME, Region II, Menlo Park, Calif.

From: L. H. Saarela, Regional Mining Supervisor, Alaska Region

Subject: OME-6562, Contract No. 2234

In reference to your memorandum of November 9, 1967 regarding the Sumner contract. We will try to make an examination of the work as soon as possible. The weather in this area has been unusually warm for this time of year with high winds making the air trip problematical. However, I do not think another try by vehicle is warranted. We will schedule this examination as weather permits.

On November 9, 1967 a Mr. Fred Ballard and Mr. M. P. Meiser, Box 4524, Spenard, Alaska, called at this office and discussed at considerable length a placer deposit in T. 28 N., R. 9 E., Seward Meridian, Section 34. This consists of four placer claims in the creek and on the left limit bench on Busch Creek which is in the Copper River basin north of Eureka on the Glenn Highway northeast of Anchorage. It seems that they had written to Senator Gruening and had received some OME information directly. They were inquiring as to details of the application. They seemed unsure as to what they wanted to do so I suggested that they study the material at length and then come back for any additional discussion.

According to Mr. Ballard and Meiser's statements good pans have been obtained and the gold seems to be scattered throughout the section with water preventing any actual examination of bedrock by hand methods. They appeared to be thinking of taking in a front end loader and a small prospect sampling plant. It is possible that additional inquiries will be received and we will keep you advised.

L. H. Saarela

L. H. Saarela

RECEIVED
NOV 17 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Copy to WDC
11-17-67

Memorandum November 9, 1967

To: Leo H. Saarela
Conservation Division
Anchorage, Alaska

From: Field Officer
OME, Region II
Menlo Park, Calif.

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Would it be possible for you, or one of your assistants, to make an interim inspection of the Sumner project? To date they have reported the completion of two bulldozer trenches (3,266 cubic yards of excavation) on the Hard Luck No. 1 claim but have not, as yet, reported the results of this work. Inasmuch as the OME is paying them for this work we would like to have it examined by a Survey geologist, if the project is accessible.

If you are able to make an inspection of the property, any travel or per diem expenses should be charged to OME Project 940104.

H. K. Stager

cc: Chief, OME, WDC
Dir RF
ACG RF
MP RF
Docket ✓
HKStager:mlb
11-9-67

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

November 6, 1967

Mrs. Marjorie Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mrs. Sumner:

Your September 1967 voucher and report was received in this office on October 31, 1967, and forwarded to Washington, D. C. on that date.

Thank you for supplying the sketch maps of the trenches completed during July and September, but you did not give us the results of that work. The contract requires you to sample the excavations, either by cutting vertical samples at 10-foot intervals on the slopes of excavations, or by collecting representative quantities of the material excavated. These samples are to be analyzed, by panning or otherwise, and an estimate made of the gold and platinum content per cubic yard of material represented. These results should be indicated on your sketches showing the extent and locations of the work completed each month.

Will you please supply us with this information so that your September voucher can be processed for payment.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: Chief, OME, WDC
Dir RF
ACG RF
MP RF
Docket

HKStager:mlb
11-6-67

Oct 28-67

Dear Mr Stager:

here are Sept reports sorry they are so late but our mail is hard to find a way to send out.

we worked 18 days in october but I dont have any no 60 forms I have the report ready so please send me so no 60 forms.

Sincerely yours
Marjorie Sumner

SENT 10 FORM 60'S
10 FORM 61'S } 10/31/67

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

September 25, 1967

Mrs. Marjorie Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mrs. Sumner:

When you submit your Operator's Monthly Voucher and Progress Report for September will you please have Mr. Sumner prepare a sketch map of the completed work and include it with the Narrative Report. This sketch should show the location and extent of your bulldozer trenches, pits, or other excavations, and the location with reference to the claim boundaries. The length, width, and depth of the excavations should be reported. A similar sketch should be included each month to support the vouchers.

I trust you have received the check for your July voucher that was paid on September 12, 1967.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc:
Chief, OME, WDC
Dir RF
ACG RF
MP RF
Docket ✓
HKStager:mlb
9-25-67

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON, D.C. 20242

AIRMAIL

SEP 18, 1967

Memorandum

To: Field Officer, Region II

From: Acting Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner and James Andrulli
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

You have mentioned to us that the material submitted with the Operator's monthly vouchers has not been satisfactory. We understand that only after several exchanges of correspondence with the Operator each month have you been able to compile the data necessary for each voucher.

Would you please remind the Operator that under terms (Article 5) of the contract each voucher should be supported by a map or sketch showing the location and extent of the trenches, pits, or other excavations completed each month, and the location of the workings with reference to the claims. The length, width, and depth of the excavations should be reported. Some of the latter data should be available because the cubic yards of material moved in July was reported, but the dimensions were not.

Judging from the quality of the information you have received to date, we may not receive exactly what is requested, but we should attempt now to obtain the essential data as work proceeds before the contract is completed.

Harold Kirkemo

Harold Kirkemo

RECEIVED
SEP 20 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON, D.C. 20242

SEP 12 1967

Memorandum

To: Field Officer, Region II

From: Assistant Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska
Contract 2234

In reporting on progress for August 1967, the Operator states that "We have had bad luck and would like to have our loan extended . . .".

This contract expires on January 5, 1968. We would not consider so far in advance an amendment to extend the expiration date of the contract, especially not when work is now in progress. How effective the work may be is questionable considering operating conditions, but so long as work proceeds, we can wait until the end of the season to decide about extending the contract.

Harold Kirkemo

Harold Kirkemo

RECEIVED
SEP 18 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

September 12, 1967

Mrs. Marjorie Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mrs. Sumner:

Your letter of September 6, 1967, was received this morning, and I am sorry about your apparent misunderstanding of the Government's participation in the costs of your exploration project. If you will read the contract again and study the monthly voucher forms I am sure you will understand what has been done.

Your contract provides for costs of mobilization (taking to the property) and demobilization (removing from the property) of one bulldozer at a total allowable cost of $300.00. On your June voucher you claimed a cost of $150.00 for taking the bulldozer to the property. Your contract calls for the Government to participate in 50 percent of the allowable costs and you were, therefore, reimbursed for 50 percent of $150.00, or $75.00. At the end of your planned exploration project, when you remove the bulldozer from the property, you may claim another $150.00 in allowable costs and, at that time, be reimbursed another $75.00. Similarly, on your July voucher you claimed allowable costs of $800.00 for 1,066-2/3 cubic yards of bulldozer stripping at 75¢ per cubic yard. When this voucher is paid (probably this week) you will receive a check for 50 percent of $800.00, or $400.00. At the end of the planned exploration, if you have incurred allowable costs totaling $6,000.00, you will have been reimbursed 50 percent of this, or a total of $3,000.00. I hope this explanation makes it a little easier for you to understand.

Thank you for your report of August activities and I am sorry the weather has been so bad. I hope you have been able to remove the mud slide and resume your trenching work by this time. Unfortunately, the cost of moving the unexpected mud slide was not provided for under the contract and we cannot share in the cost of its removal. Inasmuch as the time allowed for completion of the work, provided under the contract, does not expire until January 5, 1968, it is not necessary to worry about an extension of time for several months yet. If you are still working at the end of the season, and it appears that you will need more time to complete the work, we can prepare an amendment to extend the time or recess the project until next season.

Sincerely yours,

H. K. Stager
Field Officer
CME, Region II

cc: Chief, CME, WDC w/cpy incoming letter of 9-6-67
Dir RF
ACG RF
MP RF
Docket

HKStager:mlb
9-12-67

Sept 6 - 1967

office of minerals exploration:
Dear Mr Stager: well I guess we need help again, in your letter of July 5 - 1967 you said that if we had taken the bulldozer to the claims we could claim half of the mobilization and demobilization item or $150.00 as you know you sent the papers to Washington and the 5 of Sept we recieved a check no 86-706-004 in the amount of $75.00 just half of what you said we should recieve, why did we only get $75.00.
we were sure up set over this as we have spent all our money & badly need this.

Sincerly yours
Marjorie M. Sumner
Box 3-4052
Anchorage
alaska

omE 6562
contract no 2234

RECEIVED
SEP 12 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Anchorage Alaska
Aug 31-67

Dear Mr Stager: We received the new papers and Doug is signing them & we are mailing them to day.
We should have august report out real soon.
I am so sorry we have caused you so much trouble.

Sincerely yours
Marjorie Sumner

RECEIVED
SEP 5 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

August 22, 1967

Mrs. Marjorie Sumner
Box 3 - 4052
Anchorage Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mrs. Sumner:

Your letter of August 16 was received on August 22, 1967. The vouchers for June have been forwarded to Washington, D. C. for payment. I am very sorry there have been so many difficulties and delays in preparation of the vouchers and reports, but they must be complete and in the proper order or the Budget and Finance Office will not accept them for payment. I am enclosing a new supply of blank Form 60's and 61's and a set of prepared forms for July to be signed by Mr. Sumner and returned. Please have him sign the original and three copies of each form and return them to this office in the enclosed addressed envelope. I will then attach your narrative report that you have already submitted and send them to Washington, D. C. for payment.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures

cc:
Dir RF Chief, OME, WDC
ACG RF
MP RF
Docket
HKStager:mlb
8-22-67

aug 16 - 67

Dear Mr Stager - I came down to day & got your
letter that you were dissatisfied with Junes report
Mr Stager I don't have any 61 forms only 60 forms
you sent me I did them -
I am sending July's report but only on 60 forms as
thats all I have, I am sorry.
some times I wonder if we will ever recieve any
payment on the $3000.00 loan.

Marjorie Sumner
for Doug Sumner.

OME-6562

RECEIVED
AUG 21 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

O.M.E. 6562.

Aug 3 - 1967.

Office of Minerals Exploration

Dear Mr Stager

I hope you recieved our June report and that it was all ok. its been almost a month and we havnt had any way to recieve any mail.

I have made out July's report and will mail it as soon as some one comes by.

we havnt did any sluicing as yet we have been moving the over burden to get to bed rock.

we will have another report ready for you in September.

Marjorie Sumner.

for Douglas Sumner

RECEIVED

AUG 21 1967

OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

July 31, 1967

Mrs. Marjorie M. Sumner
Box 3 - 4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mrs. Sumner:

Your letter of July 22, 1967, was received on July 26, 1967. You submitted only MME Form 60 for the month of June, and you will note on the back of the form that the monthly report consists of three parts--MME Form 60, MME Form 61, and a Narrative Report describing the work performed, etc. You also included a charge for explosives that is not allowable under your contract.

I have prepared five copies each of MME Forms 60 and 61 for Mr. Sumner's signature. Will you please have him sign all copies of each form and return the original and three copies, together with four (4) copies of a Narrative Report, to this office in the enclosed addressed envelope. I will then certify them and send them to Washington, D. C. for payment.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region IX

Enclosures:

MME Form 60 - 1 set (5)
MME Form 61 - 1 set (5)
Return envelope

cc: Chief, OME, WDC
Director
ACG RF
MP RF
Docket 6562

HKStager:mlb 7-31-67

July 2 - 67

Dear Mr Stager: Your letter
Came to day you sent July 5th
with the sample report -
here one for June and will have a
bigger one for July -
If you don't hear from us for a
while its because we are so far
back that no one or any planes
can get in, we just happened
to be at the lower Camp today
and the plane is standing by waiting
for this report.
Thanks so much for the help you
have given.

Sinserely Yours
Mayone M. Sumner

RECEIVED
JUL 26 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

O.M.E 6562

Ome 6562 July 11-67

Mr H.K. Stager: we recived your letter of June 30th today - I wrote you and our letters must of passed on the way.

we only get mail at the most twice a month & most generaly only once a month, as all the Creeks are so terrable high air plane is our only transportation.

we proply have a letter from you at the post office now, as soon as we hear from you, we will answer.

we are working every day but its awful hard going. and have had lots of break downs as our Cat is old & all parts have to come from the States -

Thanks for writing us & don't worry we are working. Thanks

Marjorie Sumner
Ome 6562 -
anchorage
alaska,

RECEIVED
JUL 17 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY

copy to WDC 7/17/67

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

July 3, 1967

Mrs. Marjorie M. Sumner
Box 3 - 4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mrs. Sumner:

In reply to your letter of June 29, 1967, please refer to my letter of March 6, 1967, in which I pointed out that the only items you can claim are those set forth in your contract.

If you have taken a bulldozer to the property you can claim half of the Mobilization and Demobilization Item, or $150, at this time. When you start digging the test pits and trenches you can claim 75¢ per cubic yard, or if you do some test ground sluicing you can claim 40¢ per cubic yard for that. You can also claim the costs of assaying. You may not claim the costs of fuel, maintenance, or repairs to the bulldozer nor the costs of tools and supplies.

I have filled out and enclose sample copies of Forms 60 and 61, to show you how these forms should be prepared. Submit in quadruplicate and attach a short narrative report each month to tell what exploration you have completed (see back of Form 60).

If you have any other questions please write again.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures
cc: Chief, OME, WDC
D RF
ACG RF
MP RF
Docket
HKStager:mlb

June 29-67

Dear Mr Stager: guess I am awful dumb but on these papers we fill out there is a place for every thing we have to use while working & also Cat parts and we have had to put a whole new transmission in the Cat, as hard a jog as we are having we couldn't possably do it on a Cubic yard we aren't hireing any help just doing it our selves, we couldn't afford help at the price of wages, so are doing it our selves.

Can we now that we are working put in for picks - shovels - Cat parts - dynamite drills sluice boxes & fuel and things so let me know just what I can put in for, hope I am not to much trouble, but after I fill out one guess I will know how, hope so anyway

Thanks so much

Marjorie M. Sumner
B-43-4052
Anchorage
99501 Alaska

O.M.E. 6562.

wrighting for
Douglas W. Sumner

RECEIVED
JUL 5 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Copy to OME - W.O.C
7-5-67

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

June 30, 1967

Mr. Douglas W. Sumner
Box 3 - 4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mr. Sumner:

Your OME contract, dated January 5, 1967, specified that the work was to begin on or before June 1, 1967. To date we have not received any word from you regarding the contract work, except for your inquiry of February 27, 1967, concerning the costs of sluice box materials, etc. Will you please inform us as to what progress you have made and what your present plans are regarding the OME contract work.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc:
Chief, OME, WDC
Dir RF
ACG RF
MP RF
Docket
HKStager:mlb
6-30-67

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

March 6, 1967

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mr. Sumner:

In reply to your letter of February 27, 1967, inquiring if the costs of hauling lumber, etc. for sluice boxes could be charged to your OME contract, I am sorry to inform you that it cannot. Under a fixed unit cost contract, such as the one you have, the Government will only participate in those units set forth in the contract and at the estimated costs stated on page 2 of Exhibit A. The 40¢/cubic yard allowed for test sluicing of exploration cuts is intended to cover all costs including materials, transportation, labor, etc.

If you have other questions regarding the contract provisions please write to me again and I will be happy to help you any way I can.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc:
D RF Chief, OME, WDC
ACG RF
MP RF
Docket
HKStager:mlb
3-6-67

Feb 27-67

office of minerals Exploration: Dear Sir
as we have to get most of our supplies
in while the rivers are froze as it
is much to expencive to haul fuel for
the Bulldozer + Truck by plane.
we were wondering if we could now use
some of the $3000.00, we will have to
haul lumber + Iron for the sluce boxes
Please advise us as to what we can
do.

Yours Sincerely
Douglas and Mayone Sumn

B43-4052
anchorage
alaska
99501

our loan
Contract no is
14-23-090.
2234

RECEIVED
MAR 2 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

February 24, 1967

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Dear Mr. Sumner:

Enclosed is a two-month supply (10 copies each) of Forms MME-60 and MME-61, for your use in submitting your monthly report of exploration costs. The original and three copies of each form, together with a short narrative report, should be submitted to this office each month. If you have any questions regarding the preparation of these vouchers and reports, please write to me and I will be glad to help you.

We received the executed copies of the contract from you on January 26, 1967, and have forwarded them to Washington, D. C.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures
Equal Employment Opportunity poster included.

cc: Chief, OME, WDC
D RF
ACG RF
MP RF
Docket 6562

HKStager:mlb
2-24-67

Memorandum January 26, 1967

To: Chief, Office of Minerals Exploration
Washington, D. C.

From: Field Officer
Region II

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording District, Alaska
Contract No. 2234

Enclosed are the Government's and Budget and Finance's copies of the subject contract, signed by the Operator (Jan. 24, 1967). The remaining copies have been distributed in the usual manner.

H. K. Stager

Enclosures

cc:

D RF
ACG RF
MP RF
Docket
1-26-67
HKStager:mlb

Memorandum January 18, 1967

To: Leo H. Saarela
Regional Mining Supervisor
Anchorage, Alaska

From: Field Officer, OME, Region II
Menlo Park, Calif.

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska

Enclosed for your information is a copy of the proposed Exploration Contract sent to Mr. Sumner for his approval and signature on January 16, 1967.

H. K. Stager

Enclosure

cc:
D RF /cc: Chief, OME, WDC
ACG RF
MP RF
Docket
HKStager:mlb
1-18-67

Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

January 16, 1967

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska

Dear Mr. Sumner:

Enclosed are the original and three copies of a proposed exploration contract for the Hard Luck Nos. 1 and 2 Placer Claims. The contract consists of MMR Form 51 (3 pages), Annex 1 (1 page), Exhibit A (2 pages), Exhibit B (1 page), and one map (Figure 1). All copies of the contract have been signed for the Government.

If the proposed contract is satisfactory to you all four copies should be signed by an authorized representative of the partnership and the following copies returned to this office:

Government's copy
Budget and Finance's copy
Field Office's copy

The Operator's copy should be retained for your files.

If any part of the proposed contract does not meet with your approval, the original and all copies should be returned to this office together with your changes for consideration.

Please note that the 7 percent interest, in Article I(c) of the contract, accrues from the dates on which individual payments are made by the Government and, like the principal, is repayable from royalty on production.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures-4

cc: Chief, OME, WDC
Dir RF
ACG RF
MP RF
Docket
HKStager:mlb
1-16-67

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
WASHINGTON 25, D. C.
GEOLOGICAL SURVEY

RECEIVED
JAN 10 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

JAN 5 1967

AIRMAIL

Memorandum

To: Field Officer, Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Hard Luck Nos. 1 and 2 Claims
Palmer Recording Precinct, Alaska

Enclosed are the original and three copies of a proposed contract for the Hard Luck Nos. 1 and 2 Placer Claims. The contract consists of MME Form 51 (three pages), Annex I (one page), Exhibit A (Two pages), Exhibit B (one page), and one map (Figure 1). All copies of the contract have been signed for the Government. The date for commencement of the work should be inserted. Also enclosed is an extra copy of the contract for field use.

If the proposed contract is satisfactory to you and the Applicant, all four copies should be signed by an authorized representative of the Applicant. Thereafter, please distribute the copies in the usual manner.

Please advise the Applicant that the 7 percent interest accrues from the dates on which individual payments are made by the Government and like the principal is repayable from royalty on production.

If any part of the proposed contract does not have your approval or that of the Applicant, the original and all copies should be returned to this office together with the proposed changes for consideration.

Frank E. Johnson

Frank E. Johnson

Enclosures

JAN 4 - 1967

Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

Dear Senator Gruening:

In accord with our letter to you dated December 7, 1966, regarding the OME application of Douglas and Marjorie Sumner, Anchorage, Alaska, we have prepared an exploration contract to explore the Hard Luck No. 1 and No. 2 placer claims which are owned by Douglas W. Sumner and James Andrulli.

The proposed contract will be submitted to the Applicant by the OME Field Officer, Region II.

Sincerely yours,

Arthur A. Baker

Acting Director

cc: General Files
Division File
Director's Chron
Economic Geology File
OME File
OME Reading File
OME Region II
Mr. Kirkemo

HKirkemo/gla 1-3-67

RECEIVED
JAN 11 1967
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

DEC 7 1966

Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

Dear Senator Gruening:

We have received a field report from our Anchorage office on the OME application of Douglas and Marjorie Sumner.

We regret that so much time elapsed since the original application was received, but several exchanges of correspondence with the Applicant were needed to evaluate the application. In addition, we had to wait for the ground to freeze so that the property could be reached by our field engineers.

As OME funds are primarily for actual exploration rather than for non-exploration purposes, we are concerned about the expected costs of preparing an access road to the property. We believe that these costs will require more than the amount requested by the Applicant. However, we are prepared to participate in a program of exploring the property by trenching and, on the basis of available information, we are preparing a contract for submission to the Applicant.

We shall keep you acquainted with further developments on this exploration venture.

Sincerely yours,

W. T. Pecora

Director

cc: General Files
Division Copy
Director's Chron
Economic Geology File
OME File
OME Reading File
✓OME Region II w/cy incoming letr.
Mr. Kirkemo

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DEC 13 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

HKirkemo/gla 12-5-66

175 531

UNITED STATES SENATE
Washington, D. C.

November 23, 1966

Mr. W. T. Pecora, Director

Geological Survey
U. S. Department of the Interior
Washington, D. C. 20242

Dear Bill:

You may recall that nearly a year ago I talked to you about the case of Douglas and Marjorie Sumner, who were doing a little gold mining at the foot of the Knik Glacier. They requested some financial help and the request seemed modest, especially in view of the fact that they have done a great deal for themselves.

You passed the request on to L. H. Saarela, Regional Mining Supervisor at Anchorage. In checking with him recently in Anchorage I found he had given them no help whatever except possibly some advice.

This is the only request of this kind I have ever made, and it is somewhat frustrating to get this kind of a bureaucratic runaround. I would appreciate it very much if you would personally investigate this relatively small item and see why nothing was done and whether something can't be done. The address of the Summers is Box 3-4052, Anchorage.

With best wishes, I remain

Cordially yours,

/s/Ernest Gruening

ERNEST GRUENING, U.S.S.

c
o
p
y

175531

RECEIVED
NOV 7 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Anchorage, Alaska
Box 259

November 4, 1966

Memorandum

To: Chief, Office Minerals Exploration

From: Regional Mining Supervisor, Anchorage, Alaska

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

Reference is made to our previous memorandum of August 24 and October 20 on this application which is now supplemented by an examination of the ground completed on October 27. I was accompanied on the trip by James Callahan, Geologist, Conservation Division, and his report is attached and is made a part of this report. The claims can be reached from the Palmer highway by crossing Jim Creek continuing on the north bank of the Knik and crossing Friday Creek as shown by the attached map. The road at this time of year is frozen throughout, but is dangerous on crossings because of unstable ice or open water. Even with a special four by four vehicle carryall with oversize tires and winch, several hours were lost at Jim Creek on the ice crossing when the truck broke through. The twenty miles is extremely rough and takes about three hours under the best conditions. Heavy supplies must go in on this route. Flying from Palmer which is about a twenty minute hop is the best method of freighting for light supplies. The camp and an airfield has been established at the mouth of the Glacier Creek Fork where there is a 16 by 16 tent from which operations have been conducted to date (see photos). The caterpiller D-7 bulldozer which was mentioned previously and equipment shown on the application is on the property.

Past operations have been centered in the canyon of Glacier Fork in the N/2 N/2, section 34, and the mouth of Metal Creek N/2 NW/4, section 35, where sniping with a small suction dredge and skin diving has been employed during periods of low water. In the canyon itself, the water was high and due to meandering the bottom could not be examined for more than several hundred feet, (see photo). As the map shows,

Metal Creek comes in at a considerably higher level and has incised deeply into the Knik Glacier Fork. It is obvious that the narrow gorge would be practically impossible for equipment except during short periods of low water. I would therefore, recommend that the lower group of claims be left in the category of a sniping proposition not amenable to established mining systems and not be considered for possible aid in the application.

At least one creek claim in the S/2, section 26, running 1,320 feet up Metal Creek from the confluence with Glacier Fork is in existance and was staked by a Mr. Joe Puhl of Palmer in September 1953 and has been worked by hand from time to time during periods of low water. This ground presents the same problems as the Glacier Fork claims.

The upstream Hard Luck group offer more hope and as Mr. Callahan states, there are a number of prominent benches throughout the Metal Creek canyon as is also illustrated by the photographs. In the southeast 1/4 of section 23 there are two lower right limit benches on which the Hard Luck 1 and 2 claims are located and which have been prospected in the past. The claims were held for a period of several years by a Mr. Curtis who built a small camp on the claims and sank a number of holes, on the Hard Luck No. 1 bench. Mr. Curtis worked here for several seasons and apparently took out a little gold. For reasons of health he moved to the southern 48 states, the claims were abandoned and then staked by the Summers and Mr. Andrulli. The relationship is fairly well shown in the sketch and section that was submitted by Mr. Summer and one cut was examined going from the bedrock rim into the bench for about a hundred and fifty feet on which some sniping has been done. I would estimate about a thousand square feet of bedrock has been exposed here at one time (see photo). The samples of gold that were shown to me by Mrs. Summer reportedly came from this cut.

As to possible reserves on Hard Luck No. 1 there could be as much as two hundred thousand square (bedrock) feet, and on an upper bench in the southeast of the northeast section 23 where the river crosses from section 24 is also another lower bench that might be of equal area. The gravel is coarse which is to be expected, but shallow at the rim of the bench rising up to perhaps twenty feet deep along the valley wall. The bench is rather narrow below the camp and widens out to about three hundred feet and then narrows again in the upper part as shown. If the dozer could be moved to the ground it would be a simple matter to cut trenches, as I stated in my previous memorandums. However, at this time it appears out of the question and a light Kirk Hillman type churn drill or some other such equipment would be required. The move could be accomplished by breaking such a drill down and packing in with the horse or by helicopter. If a drill could be obtained, a helicopter drop would be the most efficient as a number of Bell 12-E's are available in Anchorage for about $120.00 per hour. This machine can lift close to a thousand pounds and would make short work of the move. I would also recommend running some open cuts by ground sluicing across the bench, as there appears to be considerable ground water on

the bench which could be collected and stored. The fines could be washed away and the larger material broken with explosives and wasted into the canyon through a small sluice. Drilling would appear to be the best method, but a combination including a few shafts or cuts should be considered to check drill factors etc.

The most pressing problem of prospecting the Hard Luck 1 and 2 and other upper claims is the question of access. The statement by the applicant that the road had been dozed out to two and a half miles was overdrawn. At present the cat trail from the camp in the northwest corner of 34 at about two hundred and fifty feet elevation has been roughed out up the hill for about a mile into the draw into the southwest 1/4 section 27. This trail is planned to turn abruptly eastward along the south 1/2, section 27 to rise steeply to below the thousand foot contour and continue at that level on the bench into the SW/4, section 26. However, in the north 1/2 of section 26 the wall of the canyon is smooth and steep with little loose material. Because of the lack of fill and the steep grade necessary (see photo), the road for approximately one mile from the north 1/2 of section 26 down to the bench area will be practically impossible at this time without considerable rock work.

Another serious problem on this application is the vagueness of the proposals and lack of experience of the partners. In three years very little appears to have been accomplished by hand. I attempted to arrive at a figure as to recoveries of gold by these people from the canyon with the small suction dredge, but have received only a vague response. I would conclude that the recovery would not exceed over a few ounces. While the application was initially filed to obtain help in securing a dozer, the partnership has obtained this equipment and the initial effort has been road building. This, I believe, will be unsuccessful and cannot be continued until sometime in May.

I was unable to elicit any firm program or definite ideas on prospecting from the partners on the ground and the main pressure for the application has been coming from Mrs. Sumner at Birchwood and her representative. Under the circumstances, I have been somewhat reluctant to press the matter as there may be a disparity as to intent. When it was mentioned that the loan would carry an interest rate of about 7 percent, both Mr. Sumner and Andrulli appeared surprised. The OME brochure has been sent to the partners on the creek but additional proposals were not requested as it was felt that you could decide how to proceed. If you want me to pursue the matter further please advise, and something along the above outline may be worked out.

Because of the interest in the application, the original is directed to you with copies to Mr. Stager and the docket is being returned to him. Copies of the two per diem vouchers and the motor pool record on the truck are attached for your record.

If we can be of further assistance please advise. Our phone here is Area Code 907, 277-0578, and we have a GSI line, so it might be better to expedite the matter in this way.

C.J.H. Saarela

Enclosures:
Maps - 2 sheets
Photos - 3 sheets
Geologic Report

Copy to: Director
Mr. Stager
Mr. Turner

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Branch of Mineral Classification
Anchorage, Alaska 99501
Box 259

October 31, 1966

Memorandum

To: Regional Mining Supervisor, Alaska Region
Through: Regional Geologist, Alaska Region

From: James E. Callahan

Subject: Metal Creek Placer Prospect

On October 26, 1966, J. E. Callahan accompanied L. H. Saarela, Regional Mining Supervisor on an examination of a placer mining property on Metal Creek, a tributary of the Glacier Fork, Knik River about twenty miles above the old Knik River Bridge on the north side of the Knik valley. Glacier Fork flows into the main valley immediately below the terminus of Knik Glacier.

The purpose of the examination was to make a preliminary evaluation of a proposed placer mining operation. Mr. Douglas Sumner, the operator, is applying for an OME loan to cover exploration costs on the property. The applicant has established a camp at the mouth of the Glacier Fork, about 1-1/2 miles below (west of) the mouth of Metal Creek. The camp is accessible to small wheel or ski equipped aircraft at any time of the year. The unimproved trail which follows the north side of Knik River was passable for four wheel drive vehicles at the time of the investigation, and it will probably improve with continued cold weather. It appeared as though it would be difficult or impassable much of the time when the ground is not frozen. There is a good foot trail from the camp to the mining claims, which are three to four miles above the camp.

The presence of gold on Metal Creek has been known since the early 1900's. The only published reference which gives more than a brief mention of the gold is Landes' discussion of the Knik-Matanuska Region (U. S. G. S. Bulletin 792-B, 1927). Landes states that Metal Creek was staked for the lower ten miles. Apparently, most of the earlier prospecting was done on bedrock in the present stream channel. No mention is made of bench deposits. Landes states that colors can be panned anywhere along the creek, and that the gold coarsens upstream.

A brief mention of platinum on Metal Creek is made in several of the "Mineral Industry of Alaska" series of bulletins. The latest of these

references is in USGS Bulletin 897-A, 1938. The source of this report is not given.

In the vicinity of the claims, Metal Creek flow over bedrock for the most part. The claims are located on two benches on the west side of the creek.

Bedrock consists of slate or thinly laminated argillite which parts readily parallel to the laminations. The rock is well jointed and is generally steeply dipping or vertical. The strike of the foliation is north-northeast to northeast, parallel to the course of Metal Creek, and where exposed on the lower of the benches, it dips steeply to the east. In places, some minute folding or wrinkling has occurred. The argillite is cut by many irregular gash veins, generally lenticular and concordant with the foliation, which range from 1/8 inch to 2 inches in thickness. Cross cutting veins or joint fillings are also common. Mr. Sumner stated that the proportion of quartz in the bedrock increases upstream, and the granitic rocks crop out two to three miles above the mining claims.

The gold bearing gravels occur in abandoned stream channels on the benches. The gravels appear to be from ten to twenty feet thick and are separated from the present channel by low bedrock ridges or ribs. The gravels were observed only in one place, in a prospect trench dug on the lower bench during a former exploration effort. The material exposed here is completely unsorted and unstratified, and consists of particles ranging from fine sand or silt size up to boulders two feet in diameter. The larger particles are generally well rounded and somewhat elongate. The gravels are composed mainly of graywacke or argillite similar to the bedrock exposed along Metal Creek and the Knik River. The material appears to have been transported for some distance and to have been deposited rapidly.

The erosional history of lower Metal Creek and the Glacier Fork, Knik River is probably directly related to advances and recessions of Knik Glacier. The benches may represent former valley bottoms which were abandoned as the stream renewed active downcutting as a result of the recession of Knik Glacier. This occurred more than once, as is evidenced by the number of bench levels and the high saddles at various altitudes near the mouth of Glacier Fork and Metal Creek which probably represent abandoned glacier margin channels of the two streams.

Due to the snow cover and the slumped and filled condition of old prospect holes, little could be seen of the gravels other than in the trench described above. Mr. Sumner indicated that the deposit in the lower bench extends across the width of the bench, from 100 to 200 yards. Judging from the unsorted condition of the material, it has not been subjected to extensive reworking in place. If the gravels were deposited rapidly due to a sudden decrease in gradient, a concentration of gold on bedrock for the same reason is possible. The attitude of the foliation parallel to the channel is not favorable for a concentration in natural riffles, but deep narrow pockets maybe eroded in the bedrock due to the steep dips and high fissility.

James E. Callahan

NOTED
OCT 31 1966
L. H. SAARELA

cc: Finley, Chief, BMC, WO

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

PHOTOGRAPHS OME 6562

Photo 1 Sumner-Andrulli Camp, Section 34, NW/4NW/4.

" 2 View of South Glacier Fork from Section 27, SW/4.

" 3 Creek bottom near camp.

" 4 View east Glacier Fork Canyon Section 34, N/2N/2.

" 5 Hard Luck Claim No. 1 upper Metal Creek, Section 23, SE/4.

" 6 Hard Luck Claim camp cache.

" 7 Cut into bench of Hard Luck No. 1 Claim, Section 23, SW/4SE/4.

" 8 Closeup of cut.

" 9 Small left limit bench Section 23, SE/4SE/4.

" 10 View southeast at 900 feet from Section 26, SW/4 showing high benches Section 35 and Glacier Fork Gorge. Metal Creek Canyon on the left. Massive icefield of Knik Glacier in background at the right.

Mining Branch, Anchorage, Alaska

Attach No. 1 with memo of 10/31/66

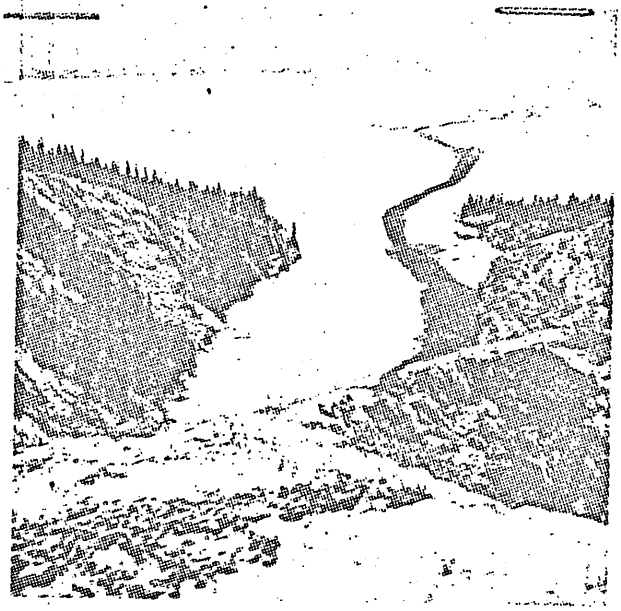
To: Chief OME

Subject: OME 6562

IN REPLY REFER TO:

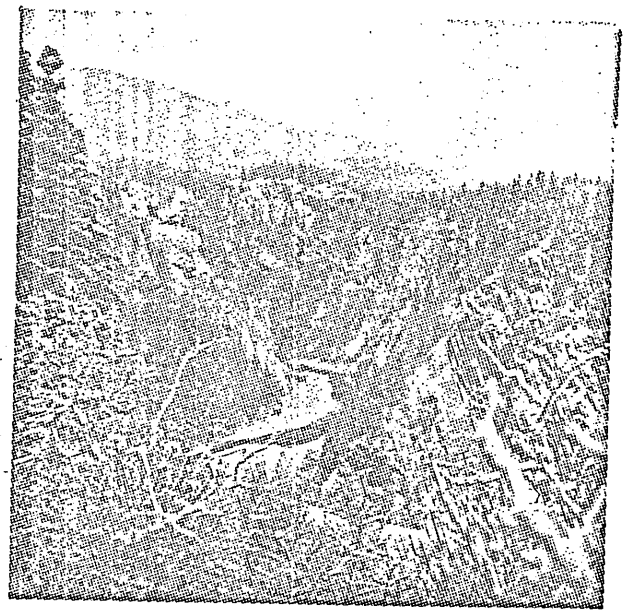
UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

1



2

3



4

Mining Branch, Anchorage, Alaska

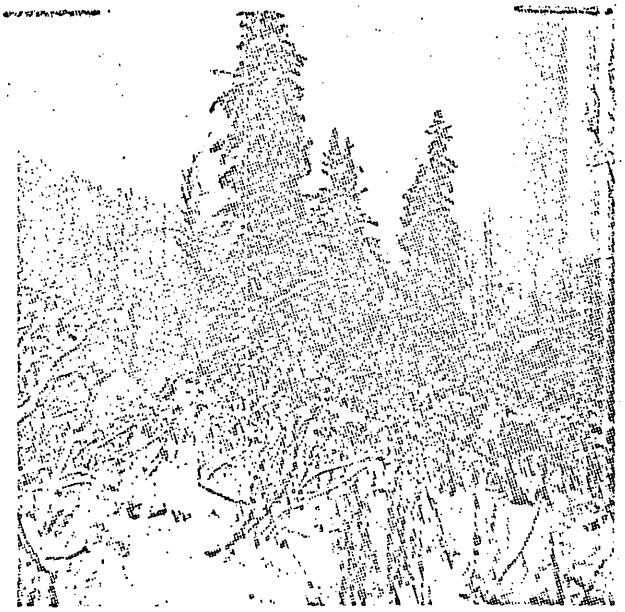
Attach No. 2 with memo of 10/31/66

To: Chief, OME

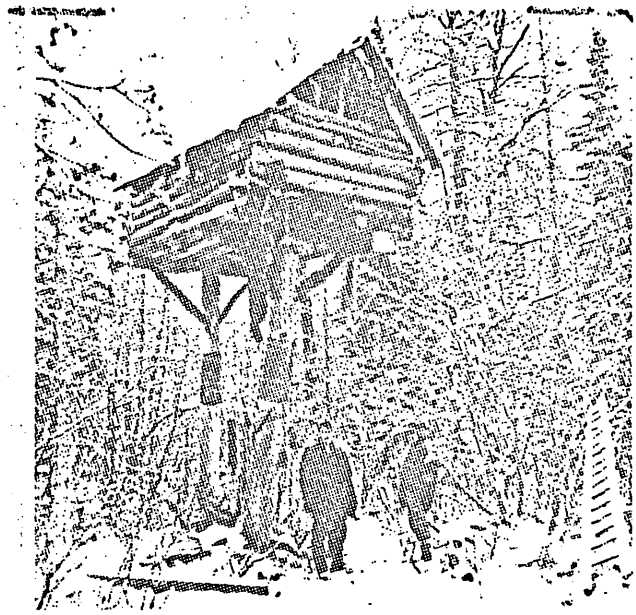
Subject: OME 6562

IN REPLY REFER TO:

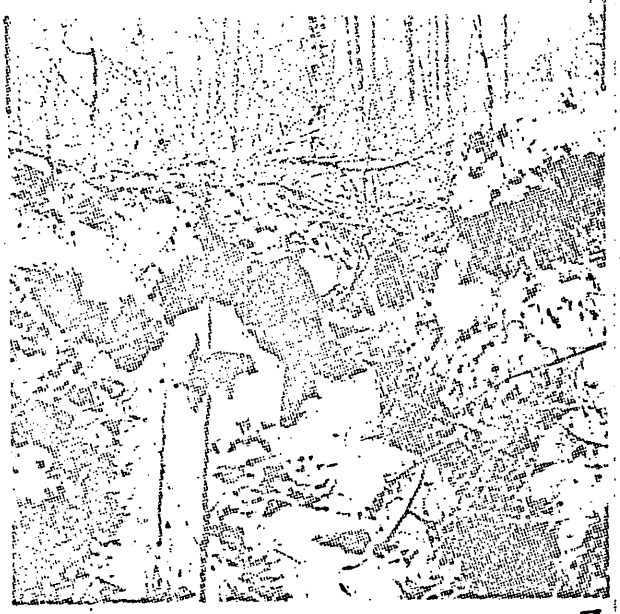
UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY



5



6



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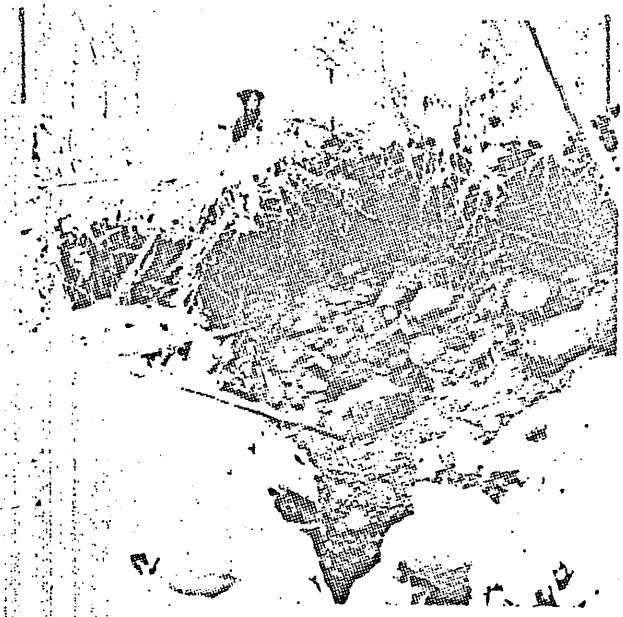

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Mining Branch, Anchorage, Alaska

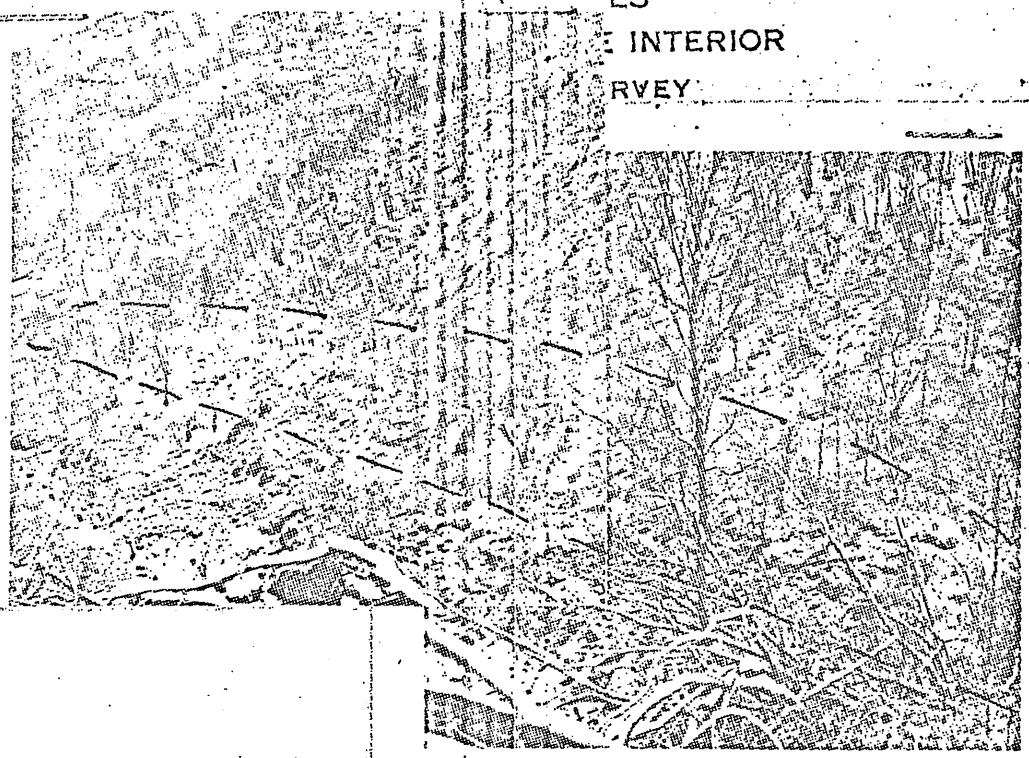
Attach No. 3 with memo of 10/31/66

To: Chief, OME

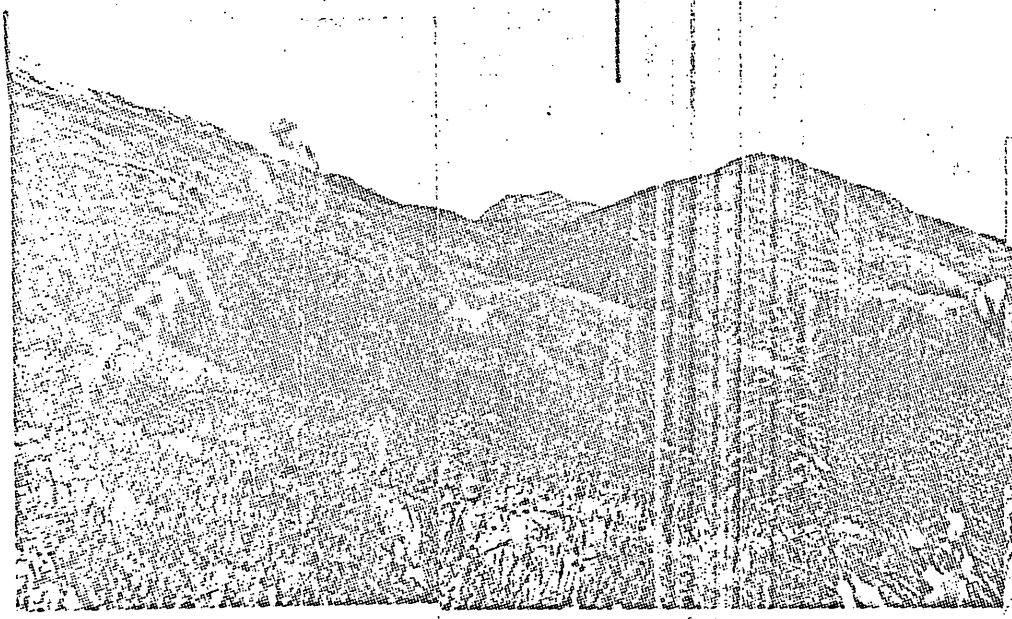
Subject: OME 6562

IN REPLY REFER TO:

ES
E INTERIOR
RVEY



9



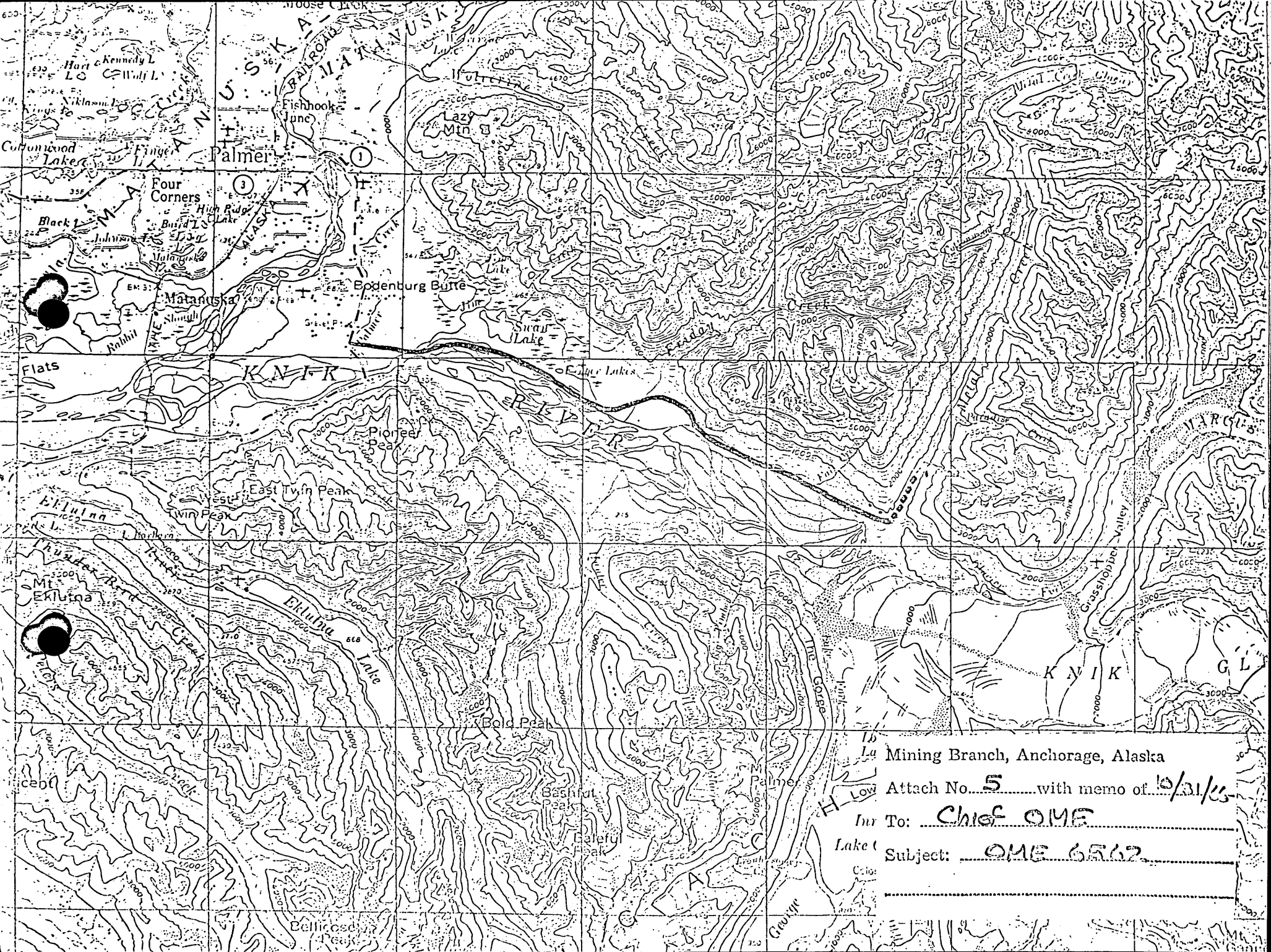
10

Mining Branch, Anchorage, Alaska

Attach No. 4 with memo of 10/31/66

To: Chief, OME

Subject: OME 6562


Palmer
Fishhook Junc
Four Corners
Matanuska
Bodenburg Butte
Lazy Mtn
Swan Lake
Pioneer Peak
East Twin Peak
Twin Peak
Mt Eklutna
Eklutna Lake
Bold Peak
Bashful Peak
Bellicose Peak
Grasshopper Valley
The Gorge
Cottonwood Lake
Black L
Flats
Mining Branch, Anchorage, Alaska
Attach No. 5 with memo of 10/31/65
To: Chief OME
Subject: OME 6562

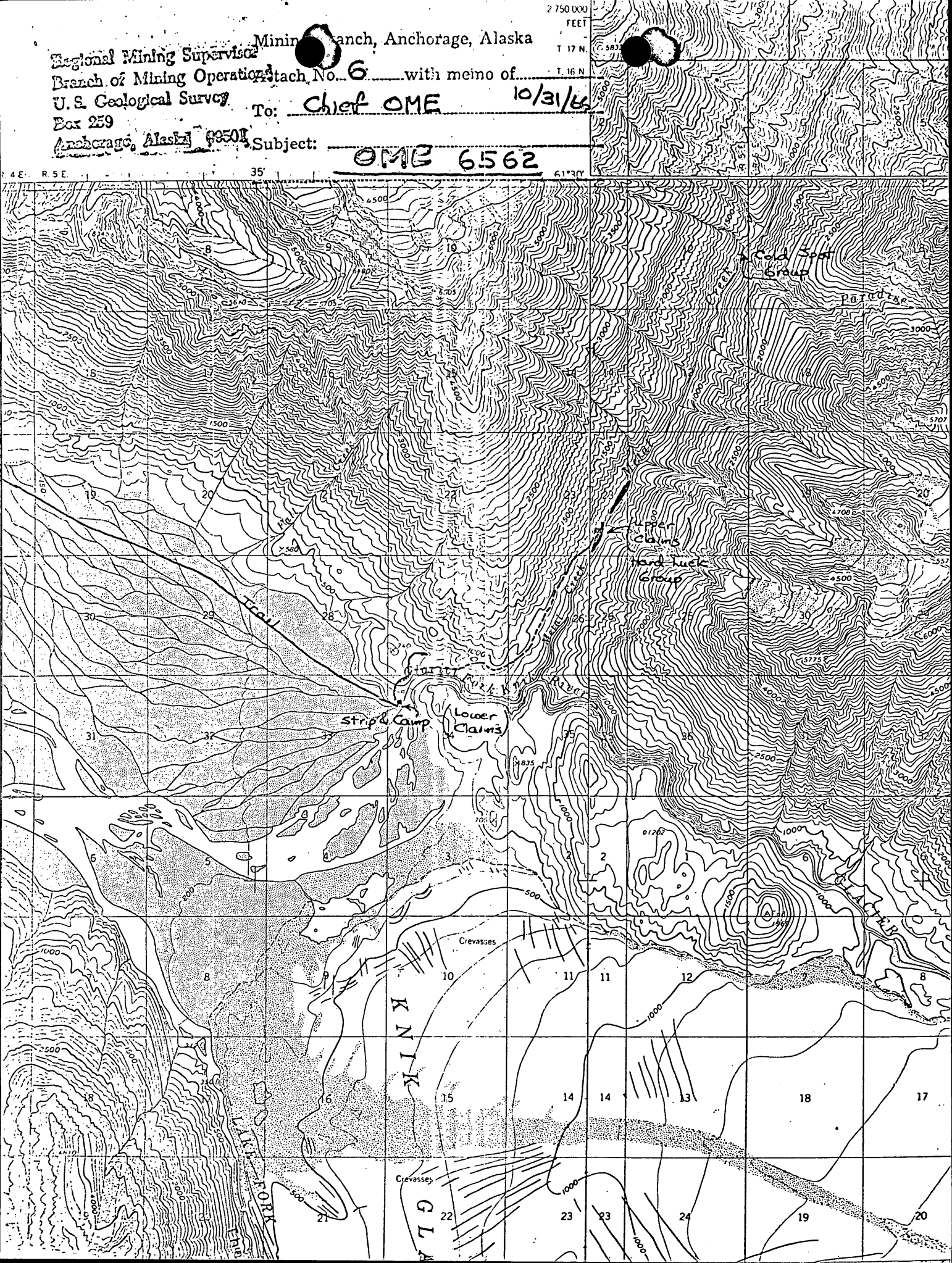
Regional Mining Supervisor
Branch of Mining Operations
U.S. Geological Survey
Box 259
Anchorage, Alaska 99501

Mining Branch, Anchorage, Alaska

Attach No. 6 with memo of 10/31/66

To: Chief OME

Subject: OME 6562



RECEIVED
OCT 24 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Anchorage, Alaska
Box 259

October 20, 1966

Memorandum

To: Chief, Office of Minerals Exploration

From: Regional Mining Supervisor, Anchorage, Alaska

Subject: OME 6562 (Gold Platinum), Douglas W. Sumner Claims
Palmer Recording Precinct, Alaska.

This is a short report on the current developments on this application as I was able to talk to Mr. Sumner personally on October 11 at his home in Birchwood. The work of building the road from the strip to the upper claims has gone rather slowly and the road has been roughed out about half of the distance to the upper claims or about three miles. It will be sometime before it can be pushed through a bad gully portion of the west side of Metal Creek canyon where very little fill is available.

The applicant still appears rather vague as to the intent and to the purposes of the OME. From a study of photographs other benches are present on the creek, but it appears that the upper claims may be the only area that could be systematically developed. Mr. Sumner stated that the canyon had been sniped several years ago on the lower Mark and Dorthy claim at the mouth of Metal Creek by skin divers on a percentage basis with a helicopter outfit here in Anchorage. The 20 percent take on about a two months operation was reported to be between four and five thousand dollars. Because of the narrow canyon this would have to await the vagarious of very low water and would be impossible to work on a systematic basis. The applicant persists in the idea that should minable ground be located, the operations would have to be conducted by the small suction dredge they have on the property. Of course this idea may be discouraged with further discussions.

In answer to your comments regarding prospecting and exploration, I merely attempted to point out to Mrs. Sumner that they would not be able to use OME money for actual mining and I drew no fine line between prospecting and development. There is no question gold exists on the ground, however, it is a question of whether or not conditions are favorable for its development and tenor be such as to offer hope

of success. I expect that the examination of the claims can be made before November 1 when the road is in such shape that access to the upper ground is possible. The cat trail from the end of the Palmer road system to the camp is tough but may be possible by four wheel vehicle upon freeze-up. Some hauling of oil and supplies has been done during low water.

We will keep you posted.

L. H. Saarela

cc:
Chief, Br. Mining Operations
Field Officer, OME, Menlo Park

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
WASHINGTON 25, D. C.

GEOLOGICAL SURVEY

AIRMAIL

SEP 14 1966

Memorandum

To: Regional Mining Supervisor, Anchorage, Alaska

From: Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

This is a long overdue acknowledgement of your detailed memorandum dated August 24, 1966, reporting on recent developments at the subject property. No doubt by now the dozer road to the upper claims has been completed, and you have made the field examination. Your report of the on-site visit may answer the question whether the work proposed for the OME project would be considered prospecting, exploration, or development.

It is difficult to apply these terms uniformly to projects in all parts of the United States. Accessibility, length of field or operating season, and economics are among the factors which some people may use to determine whether a project prospects, explores or develops a deposit. In Alaska, conditions generally are more demanding, and a prospecting venture there may be considered by some as exploration if performed in the conterminous United States. By law, however, we are guided by the OME regulations which define exploration as "the search, including related development work, for new or unexplored mineral deposits within a specified area or parcel of ground where geologic conditions favor their occurrence. * * * The work shall not go beyond a reasonable delineation and sampling of a mineral deposit, and shall not be conducted primarily for mining or preparation for mining."

We mention this problem as a comment to your reminder to Mrs. Sumner that the OME only loans for prospecting. You may recall that the Foreword in the OME information pamphlet states "assistance is not available to 'grubstake' or to finance prospecting expeditions." The information available on this property suggests that the proposed work would be in previously discovered mineralized ground, and that the next logical step in the process toward mining would be exploration.

We look forward to your field report on this property. We also wish to express our appreciation to you for your valuable help on the OME program. The prompt processing of applications from Alaska this summer is due largely to the attention given them by you and Bob Chapman.

FRANK E. JOHNSON

Frank E. Johnson

cc: Director's Reading File
Division File
Economic Geology File
OME File
OME Field Office Region II
OME Reading File
Mr. Kirkemo

HKirkemo/gla 9-13-66

RECEIVED
SEP 21 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

cy to Alaskan Br. 9-21-66
cy to R. M. Chapman at request of G. Gryc 9-22-66

RECEIVED
SEP 19 1966
OME

RECEIVED
AUG 29 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Anchorage, Alaska
Box 259

August 24, 1966

Memorandum

To: Chief, Office of Minerals Exploration

From: Regional Mining Supervisor, Anchorage, Alaska

Subject: OME-6562 (Gold Platinum), Douglas W. Summer, Susie, Dorothy, Mark, Cold Spot, Rock, and Hard Luck Placer Claims Groups, Palmer Recording Precinct, Alaska

Because of the unusual interest in the subject application, it was considered desirable to advise you of current developments. Mrs. Summer called at this office on the afternoon of August 22 and indicated that it would be some time before runoff would be favorable for examining the ground. She also brought in copies of location notices and rough sketches of the upper and lower claims. These appear somewhat deficient in as much as the sketches show that the claims are contiguous but there is no description tying them together. This will be considered further when the claims are examined. Mrs. Summer also brought in a small vial with perhaps about a dollars worth of gold, which she stated has been random panned from the creek. This appears to be in medium sized grains and flakes of one to two cent size, which I would estimate at about 820 fine. A used Caterpillar D-7 bulldozer has been purchased and is currently being repaired near Palmer and should soon be in condition to start work on the road. It is expected that the dozer will be on the creek by the first part of September, and a road roughed out to the upper claims in section 12 and 13, T. 16 N., R. 5 E., S.M. The upper claims are located below the confluence of Metal Creek and Paradise Creek, a small tributary from the east. The right limit high bench which is to be prospected is over 1,200 feet in length and has about 10 feet of gravel. This bench is about 150 feet above the present incised canyon of the main stream which could be an ideal place to dump tailings. A few pits by hand have been attempted but not completed. It appears that a few test pits dug with the dozer to near bedrock and the bottom pay (if any) concentrated by the mechanical panner on the property would be a good way to check values. Another good method to check the entire section would be to start a drain at the lower end of the bench and dig a bedrock drain checking values as the drain progressed. This would of course be more in the nature of development but would be reasonable, provided pay was found in the pits. Because of the steepness of the valley walls,

large rocks can be expected to be a problem. On the lower ground at the mouth of Metal Creek, on section 34, T. 16 N., R. 5 E., S.M. high water has currently held up prospecting.

Mrs. Summer was reminded that the OME only loans for prospecting, and that any money would have to be repaid from production when attained. She assured me that it was certainly their intention to repay any money received and that they are putting in full time trying to prospect the ground. Unfortunately no one in the partnership has any mining experience, although Mr. Summer has been prospecting for some time.

When an examination of the claims has been made, I will prepare a report and recommendations.

L. H. Saarela

Attachment:
Letter from
Senator Gruening

cc:
Director
Chief, Conservation Division
Chief, Br. Mining Operations
Field Officer, OME, Menlo Park

LHSaarela:mh:8/24/66

Copy to G. Gage
Chief, Alaska Div.
8/29

GRUENING
ALASKA
HOME ADDRESS:
Box 1001
JUNEAU, ALASKA

United States Senate

WASHINGTON, D.C.

GEORGE SUNDBORG
ADMINISTRATIVE ASSISTANT

HERBERT W. BEASER
LEGISLATIVE ASSISTANT

August 16, 1966

RECEIVED
AUG 22 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

Mr. L. H. Saarela
Regional Mining Supervisor
U. S. Department of the Interior
Geological Survey, Box 259
Anchorage, Alaska

Dear Leo:

Thanks so much for your good letter of August 11th. I am hopeful that you can be of help to the Sumners.

With best regards, I remain

Cordially yours,

Ernest

ERNEST GRUENING, U.S.S.

NOTED
AUG 23 1966
L. H. SAARELA

RECEIVED
AUG 15 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

OME-6562
Gold-Platinum

Anchorage, Alaska
Box 259

August 11, 1966

Honorable Ernest Gruening
United States Senate
Washington, D. C. 20510

Dear Senator Gruening:

This will acknowledge your telegram of today concerning the OME application by Mr. and Mrs. Douglas Sumner of Anchorage. Upon receipt of instructions from our Menlo Park Office I wrote Mr. Sumner on July 29, 1966, requesting an interview and arrangements to examine the property. From various sources I have learned that they have received the letter and will call as soon as they have time. I am also advised that they have secured a large Caterpillar D-8 bulldozer and are moving in the machine and may have already started digging test pits to bedrock on the upper claims. This line of action appears practical as it is the cheapest and best way to prospect a shallow placer, such as is found on Metal Creek. The character and tenor of the ground should be rapidly determined at a minimum of expense by this method and the accuracy of values obtained are far superior to drilling.

Rest assured that I will do everything possible to assist these people and expedite this matter as soon as I hear from them.

Sincerely yours,

G. H. Scarola
Regional Mining Supervisor

cc:
Director
Chief, Conservation Division
Chief, Br. Mining Operations
Field Officer, OME, Menlo Park

Mailed copy to WDC 8-15-66
mlb
copy to G. Gryc - Alaska Br.

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
GEOLOGIC DIVISION
ALASKAN GEOLOGY BRANCH
345 MIDDLEFIELD ROAD
MENLO PARK, CALIFORNIA
DAVENPORT 5-6761

August 4, 1966

Mr. Leo H. Saarela
Regional Mining Supervisor
U. S. Geological Survey
Box 259
Anchorage, Alaska 99501

Dear Leo:

By carbon copy of a letter to you I note that you and I have been designated to contact and aid Mr. Douglas Sumner. My only recollection of this is that I was asked if I knew Mr. Sumner, and I don't. I was not fully aware that I was asked to contact him but I am now. Obviously, I cannot do so personally until later this month when I will be in Anchorage. It probably will be easier or more effective if you try to contact him. I'll check with you later in the month unless I hear from you in the meanwhile.

Thank you.

Sincerely,

George Gryc
Chief
Alaskan Geology Branch

cc: Dir. RF
Division
H. Steger/with inc.
File (AGB)
Reading

GGryc/pd

RECEIVED
AUG 5 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

H. Steger

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON, D. C. 20242

OFFICE OF THE DIRECTOR

August 2, 1966

NOTED
AUG 2 1966
GRYC

Mr. Leo H. Saarela
Regional Mining Supervisor
207 Skyline Building
Anchorage, Alaska 99501

Dear Leo:

Senator Gruening has brought to my attention that Mr. Douglas Summer (Box 34052, Anchorage, Alaska) had applied for an exploration loan to the Office of Minerals Exploration, but had encountered some difficulty in providing necessary documentary information required of all applicants. Frank Johnson, Chief, Office of Minerals Exploration, has informed me that you were designated as the Survey representative by his office to make contact with Mr. Summer and to provide him with expert advice and to evaluate the technical factors related to his application and placer deposit.

During my recent visit to Alaska I had asked George Gryc, Chief, Alaskan Geology Branch, to make contact with Mr. Summer, if at all possible, and to help him in whatever way he could. Perhaps by this time one of you may have already seen Mr. Summer and answered his questions in full.

I shall advise Senator Gruening that every effort is being made to meet with Mr. Summer and to bring his application loan to early resolution. Let me emphasize, however, that exploration loans, according to the language of the appropriation, are not intended for mining or development. Although the office is flooded with exploration loan applications we would want each applicant to feel that his problem is handled on an individual basis.

Sincerely yours,

Bill

W. T. Pecora
Director

RECEIVED
AUG 4 1966
ALASKAN GEOL. BR.
MENLO PARK

cc: Senator Gruening
George Gryc
Frank Johnson
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WTPecora:ced

RECEIVED
AUG 1 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

Anchorage, Alaska
Box 259

July 29, 1966

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

Dear Mr. Sumner:

Your recent application for an OME loan of $6,000 to explore certain claims on Metal Creek just north of the Knik Glacier has been referred to me by our OME office in Menlo Park, California. In order to expedite the gathering of information and data for processing the application, it would be much appreciated if you would call at the office to talk things over and make arrangements for examining the ground. I am familiar with the area in a general way although, I have not actually been on the creek; and consequently, I would like to make an examination and confer with you.

If you could bring your records including any maps, records of work, results of panning, pits dug, and bottles of the dust recovered, and etc. it would be of great assistance in sizing up the proposed project.

Our office is located in downtown Anchorage in the Skyline Building at 2nd and E. Streets and our hours are 8:00 AM to 5:00 PM. The post office box number is 259 and our telephone number is 277-0578.

Your early response would be appreciated.

Very truly yours,

L.V.K. Saarela
Regional Mining Supervisor

cc: H.K. Stager - Menlo Park
F.E. Johnson - Wash., D.C.
J.D. Turner - Chief, Mining Br.
H.J. Duncan - Chief, Cons. Div.

July 25, 1966

Memorandum

To: Leo H. Saarela
Conservation Division
Anchorage, Alaska

From: Field Officer
OME, Region II
Menlo Park, California

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot, Rock, and
Hard Luck Placer Claims Groups

Enclosed is the field copy of Docket No. OME-6562.

Mr. Thor Kiilsgaard has informed me that we may call upon you from time to time for review, and field examination if necessary, of OME applications from the Anchorage region. We would greatly appreciate your assistance on the enclosed application.

You will note that the applicant has not supplied much in the way of useful information. Possibly you are familiar with the property or can make an on-site examination and give us a short report on your findings. Please return the docket to this office when you have finished with it.

Any travel or per diem expenses connected with a field examination should be charged to OME Project 940104.

H. K. Stager

Enclosures
cc: Chief, OME, WDC
D RF
ACG RF
MP RF
Docket 6562
HKStager:mlb

Leo H. Saarela
U.S. Geological Survey
Conservation Division
Branch of Mining Operations
207 Skyline Bldg.
Box 259
Anchorage, Alaska 99501

OME[illegible]on II

RECEIVED
JUL 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

JUL 21 1966

AIRMAIL

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Gold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

Dear Mr. Sumner:

This is in reply to your letter of July 13, 1966, concerning your application for financial assistance in minerals exploration.

You state that you have stopped work on the Susie and Dorothy claims because of high water and have started exploration of the Hard Luck claims six miles up Metal Creek which are bench claims. You further state that only a small bulldozer is available and that it would not be of much help. Possibly, some other means of testing these claims such as sinking test pits to bed rock would be feasible and less expensive.

In order to help us in determining whether or not we can be of assistance to you in further exploring your property, we are referring your application to our Field Officer in Menlo Park, California, for review and a possible field examination of your property.

It is suggested that you notify the Field Officer as to when all your claims would be accessible for making a field examination and send him the results of the work you are now doing, such as the locations of places sampled, amount of gravel washed, and weight of gold recovered.

NOTED
JUL 26 1966
L. H. SAARELA

This information should be sent to Mr. Harold K. Stager, Field Officer, Region II, Office of Minerals Exploration, Geological Survey, Building 2, 345 Middlefield Road, Menlo Park California 94025.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to: Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

cc: Director's reading file
Division file
Economic Geology file
OME file
OME reading file
OME Region II w/cy inc. ltr.

FEJohnson/bih 7/20/66

RECEIVED
JUL 25 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
WASHINGTON 25, D. C.
GEOLOGICAL SURVEY

RECEIVED
JUL 25 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

JUL 21 1966

RECEIVED
JUL 26 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

Memorandum

To: Field Officer, OME Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot, Rock, and Hard Luck Placer Claims Groups
Palmar Recording Precinct, Alaska

We are referring the subject application to you for review and possible field examination.

The applicant has not given us much information concerning his property or proposed exploration. It is doubtful if further correspondence would clarify the questions we have raised. Probably, the necessary information could only be obtained by making a field examination and discussing the problems involved with the applicant on the property.

Apparently, he wants assistance in exploring two groups of claims about six miles apart. The Susie and Dorothy claims appear to be along the creek bed, where high water would prevent work until about September. The Hard Luck group is said to comprise bench claims where the applicant is presently working.

If an examination indicates that a contract could be granted, Lien and Subordination Agreements would be required on those claims that are not held solely in the name of the applicant.

Frank E. Johnson

Frank E. Johnson

NOTED
JUL 26 1966
L. H. SAARELA

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
WASHINGTON 25, D. C.
GEOLOGICAL SURVEY

RECEIVED
JUL 25 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

JUL 21 1966

Memorandum

To: Field Officer, OME Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot, Rock, and Hard Luck Placer Claims Groups
Palmar Recording Precinct, Alaska

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Frank E. Johnson

Frank E. Johnson

OME Region II

JUL 21 1966

AIRMAIL

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6562 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

Dear Mr. Sumner:

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In order to help us in determining whether or not we can be of assistance to you in further exploring your property, we are referring your application to our Field Officer in Menlo Park, California, for review and a possible field examination of your property.

It is suggested that you notify the Field Officer as to when all your claims would be accessible for making a field examination and send him the results of the work you are now doing, such as the locations of places sampled, amount of gravel washed, and weight of gold recovered.

This information should be sent to Mr. Harold K. Stager, Field Officer, Region II, Office of Minerals Exploration, Geological Survey, Building 2, 345 Middlefield Road, Menlo Park California 94025.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to: Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

cc: Director's reading file
Division file
Economic Geology file
OME file
OME reading file
OME Region II w/cy inc. ltr.

FEJohnson/bih 7/20/66

RECEIVED
JUL 25 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

O. M. C.

Mr Frank E. Johnson Your letter of June 30th and as I am very sorry down here I am late in answering your letter.

First I will have to start explaining the place. Every man built for us we have had others employed on the Creek with the shafts and the results of that we are now working the channel of the Creek 6 miles up. Mind that I don't want at on a deep mineral claim from the last map of Creek yet from 6 miles. This channel that Oliver & his Church Claims and old Mineral Creek that we are trying to get it back out. Last for top yields 12 a ton. Now I am operating the Pump in our night on the Jap. The stamp carries water from Miles Creek. Now about the bulk sign. The 15000 we have for a small one which completed the work of the Corporation. It takes the land at the Dock from the land at the Dock

Until we brought it to [illegible] it would take 2 days to take it on 1 2 days to bring it out and from 2 to 3 weeks in there.

I know you only [illegible] because my brother works for Alaska Railroad & will become me the other 5 per cent.

Thank you

Charles W. Simmons

OME 6562 PX 34052

Anchorage

99501, Alaska

RECEIVED
JUL 25 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

RECEIVED
[illegible] 1966
[illegible]
U.S. GEOLOGICAL [illegible]
Anchorage, Alaska

O M E.

Mr Frank E. Johnson Your letter of June 30th and as I am very seldom home I am late in answering your letter.

Just I will show stupid explaining the lay of the land. Mind until I get to the hand cal come explain now the Creek will be high until the middle of Sept we are now working the [illegible] claim 1 mile up Metal Creek I can't mark it on a map accurate enough for the last map could get from mine. The hand lucky claims are all branch claims and also Metal Creek tools we are working to get a bad rock, but it on top plate 12 & a wonderful exposure platement we are right on the top of the big canyon wall from Metal Creek. Now about the tools I get $50.00 are home for a small one which would do much help on large and available it would be not from the land at first the shop

until we thought it [illegible] that would take 2 days to take it out and 2 days to bring it out and then 2 to 3 weeks in there.

I know you only go 50 percent. My brother works for Alaska Railroad & will furnish me the other 50 per cent.

Thank you

Douglas W. Simmons

OMEB 562 PX 34052

Anchorage

99501, Alaska

RECEIVED

JUL 25 1966

OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

OME-6562

RECEIVED
JUL 19 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

JUL 12 1966

Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

Dear Senator Gruening:

This is in reply to your letter of July 1 to Mr. Frank E. Johnson, Chief, Office of Minerals Exploration, enclosing copies of material provided by Mr. and Mrs. Douglas Sumner of Anchorage, Alaska, in response to a request for additional information concerning an application for financial assistance in minerals exploration.

Because these applicants evidently do not understand the purpose of the exploration assistance program or the requirements for participation in it, on June 30 the Office of Minerals Exploration again wrote to the applicants explaining some aspects of the program and requesting additional information. A copy of this letter is enclosed for your information.

You may be assured that sympathetic consideration is being given to this application and every effort will be made to be of assistance to these applicants.

Sincerely yours,

William A. Baker

Acting Director

Enclosure

cc: General file
Division file
Director's Chron. file
Economic Geology file
OME file (Docket OME-6562)
OME reading file
OME Region II w/cy inc. ltr.

FEJohnson/bih 7/8/66

RECEIVED
JUL 18 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

173219

RECEIVED
JUL 5 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

AIR MAIL

Mr. Douglas W. Sumner
Box 2-4052
Anchorage, Alaska 99501

Re: OMX-6681 (Gold-Platinum)
Douglas W. Sumner
Sumner, Dorothy, Mark, Gold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

Dear Mr. Sumner:

Thank you for your letter of recent date in reply to our letter to you of June 13, 1966, which you returned with the completed Lease and Subordination Agreements sent to you.

Your letter clarified some of the questions raised in our letter of June 13. It is our understanding that you are proposed to explore at this time only the Rock and Dorothy claims. You state that test holes have been put down on these claims by engineer friends. It would be most helpful if you could show on a sketch map of these claims the locations of these holes and the results obtained by the engineers in sampling the holes, such as the quantity of gold and platinum per cubic yard of material removed or per square foot of bedrock excavated.

You state that you need $4,000.00 for a bulldozer to resume the construction of 8 to 10 feet to bedrock, but also state that you plan to explore the property with test holes and hydraulic hose and water. You should show the location on the sketch map of your claims where you propose to do the exploration work, or at least state it.

Can a suitable bulldozer be rented, or can you contract the proposed bulldozing? Information on rental rates or the fees independent contractors should be furnished.

As the Government participates only to the extent of 50 percent of the allowable cost of the project, we must have some assurance that you can furnish your share of the costs. The allowance for use of equipment owned by you and the services of yourself, Mr. Sumner, and Mr. Ambrilli would not be sufficient to pay your share of the costs of the proposed exploration.

Our requests for additional information are made in a sincere effort to enable us to determine if we can be of assistance to you under the law establishing the exploration assistance program and governing regulations. If you can furnish the necessary information as outlined above, we shall be glad to continue the processing of your application.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to: Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

cc: Director's Reading File
Division File
Economic Geology File
OME Docket
OME Region II (2) w/2 cys incoming letter
OME Reading File

FEJohnson/gla 6-30-66

ERNEST GRUENING
ALASKA

[illegible]
[illegible]
JUNEAU, ALASKA

United States Senate

WASHINGTON D.C.

GEORGE CUNDOCKS
ADMINISTRATIVE ASSISTANT

HERBERT W. [illegible]
LEGISLATIVE ASSISTANT

July 1, 1966

Mr. Frank E. Johnson
Chief, Office of Minerals
Exploration
Geological Survey
Department of the Interior
Washington, D. C.

Dear Mr. Johnson:

You will recall that I have previously noted my interest in an application for assistance in the Office of Minerals Exploration for Mr. and Mrs. Douglas Sumner, Box 3-[illegible], Anchorage, Alaska. Mr. Sumner has sent me a supplementary statement provided in response to the request of the Office of Minerals Exploration for additional information in connection with their application for a loan. As the information supplied by Mr. Sumner should be considered by your office, I enclose the material for your use.

As is clear, Mr. and Mrs. Sumner contemplate a modest mining venture and are seriously in need of the kind of assistance your office can give. I hope the Sumners' application will be given sympathetic consideration and that your office will be able to provide the assistance needed.

With best wishes, I am

Cordially yours,

ERNEST GRUENING, U. S. S.

Enclosure

cc: Mr. and Mrs. Douglas Sumner

Region II

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
WASHINGTON 25, D. C.

GEOLOGICAL SURVEY

RECEIVED
JUL 5 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

AIRMAIL

Mr. Douglas W. Summer
Box 3-4052
Anchorage, Alaska 99501

JUN 30 1966

Re: OME-6562 (Gold-Platinum)
Douglas W. Summer
Summer, Dorothy, Mark, Cold Spot,
Rock, and Hard Luck Placer
Claims Groups
Palmer Recording Precinct, Alaska

Dear Mr. Summer:

Thank you for your letter of recent date in reply to our letter to you of June 13, 1966, which you returned with the uncompleted Lien and Subordination Agreements sent to you.

Your letter clarified some of the questions raised in our letter of June 13. It is our understanding that you now propose to explore at this time only the Susie and Dorothy claims. You state that test holes have been put down on these claims by engineer friends. It would be most helpful if you could show on a sketch map of these claims the locations of these holes and the results obtained by the engineers in sampling the holes, such as the quantity of gold and platinum per cubic yard of material removed or per square foot of bedrock excavated.

You state that you need $6,000.00 for a bulldozer to remove the overburden of 8 to 10 feet to bedrock, but also state that you plan to explore the property with test holes and hydraulic hose and water. You should show the location on the sketch map of your claims where you propose to do the exploration work, or at least start it.

Can a suitable bulldozer be rented, or can you contract the proposed bulldozing? Information as to rental costs or bids from independent contractors should be furnished.

As the Government participates only to the extent of 50 percent of the allowable cost of the project, we must have some assurance that you can furnish your share of the costs. The allowance for use of equipment owned by you and the services of yourself, Mrs. Summer, and Jim Andrulli would not be sufficient to pay your share of the costs of the proposed exploration.

Our requests for additional information are made in a sincere effort to enable us to determine if we can be of assistance to you under the law establishing the exploration assistance program and governing regulations. If you can furnish the necessary information as outlined above, we shall be glad to continue the processing of your application.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to: Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

cc: Director's Reading File
Division File
Economic Geology File
OME Docket
✓OME Region II (2) w/2 cys incoming letter
OME Reading File

FEJohnson/gla 6-30-66

(No date)

No. 1 I went to the Banks in Person asking for money I did not contact by letter so have no copy to send you, they informed me they had no money to lend for anything let alone mining. Yes so far we have spent 6000.00 & more since that was figured as I am working there every day and we are nearly at a stand still now We can grub stake our selves but that is about all.

No. 2. We sent you a copy of all the claims they have been properly filed on & all ssement work is done for 1965 & we have until Sept t o do 1966 assement work. We have no further proof of owner ship if the exploring works out any good at all we will patent the land. the claims under Marjorie Sumner my wife & James Andrulli was filed for protection of the other claims & do not intend to explor them for several years.

No. 3. We are on a high bench about 6 miles above the Dorthy & Susie mine in an old Creek bed, that was one time metal Creek befor the Glacier moved back so far & metal Creek cut a new channel. We have not gottin far enough exploring these claims to have any gold assayed.

No. 5. We plan to explor the property with test holes & hydrolic hose & water as its all strickley placer mining ground.

the information you asked about the swiftness of the water & the rock canyon that is only at the Dorthy & Susie claims, there is no problem on these 2 claims in early spring & late fall as the water is low at that time & we can drive up the creek at least 5 miles with the 6x6 truck.

No. 7. We have had several Engineer friends did test holes on the Dorthy claims & Susie claims they say bed rock is 8 to 10 foot deep. so far they havnt charged us

that is what we need $6000.00 loan for so we can get a bull dozer to take off the over burden the test holes show its 8 to 10 ft to bed rock

We are not hireing any labor just myself - my wife & Jim Andrulli We arn't big time miners just poor peons.

We need money for a bulldozer & gas & oil to run it with.

As I said befor there will be no hired labor or wages paid. We are not trying to get money on false pretence as I am sure Senator Ernest Gruenig can tell you.

We are not asking for much money and if you can't see fit to help us just forget it, I am not a part time miner I have been living at those mines steady since February.

I am sorrey I have taken so much of your time. Thank you

Douglas W. Sumner
Box 3-4052
Anchorage
Alaska

A copy is
being sent to Senator
Ernest Gruening.

c
o
p
y

RECEIVED
JUL 5 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

(No date)

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We need money for a bulldozer & gas & oil to run it with.

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We are not asking for much money and if you can't see fit to help us just forget it, I am not a part time miner I have been living at those mines steady since February.

I am sorrey I have taken so much of your time. Thank you

Douglas W. Sumner
Box 3-4052
Anchorage
Alaska

A copy is
being sent to Senator
Ernest Gruening.

c
o
p
y

RECEIVED
JUL 26 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

RECEIVED
JUL 5 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

OME Region II

RECEIVED
JUN 20 1966
JUN 13 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

AIRMAIL

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Re: OME-6362 (Gold-Platinum)
Douglas W. Sumner
Susie, Dorothy, Mark, Cold Spot, Rock, and Hard Luck Placer Claims Groups
Palmer Recording Precinct, Alaska

Dear Mr. Sumner:

A careful review of your application for financial assistance in minerals exploration discloses that additional information is needed to continue its processing.

The information needed is listed below under the same headings as listed on the back of the application form for the information required:

1. Financial Eligibility: Although you have supplied copies of letters from three banks relating to loan requests, you have not supplied copies of your letters to the banks requesting the loan as required.

Also, you state that as of this date $6,000 has been spent, you do not state how you propose to finance your share of the proposed exploration of your property. Under the exploration program, funds are not advanced to perform the work and prior expenditures on a property are not allowable costs. The Operator performs the work and is reimbursed at the end of each month for the Government's share of the approved costs.

2. Applicant's Rights in Land" Copies of the documents, (deeds, leases, options, etc.) by which the applicant holds his interest in the various claims other than by location should be submitted. Lien and Subordination Agreements are required from the locators of the claims other than the applicant. Copies of these agreements are enclosed for completion covering the interest in certain claims held by Marjorie Sumner and James Andrulli.

RECEIVED
JUN 6 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

3. Physical Description: Sufficient information has not been given to determine the merits of your proposed exploration. A sketch map showing all of the claims and their relation to each other should be furnished. Present workings on the property and your proposed exploration should be shown on this map. The results of sampling your property should be given showing the locations where sampled, how sampled, dimensions of sampled areas, and assays or weights of gold and platinum recovered, supported by assay certificates or other appropriate documents.

5. Exploration Work: You have not described how you propose to explore your property, such as by trenching, test pitting, drilling, or other means. We wish to point out that under the minerals exploration program funds are not provided for mining purposes but only to explore to the extent of reasonably delineating and sampling a mineral deposit.

The information submitted from page 71 of Alaska Geological Survey Bulletin 792 under Gold Placers indicates that considerable difficulty might be encountered in either exploring or mining your placer claims because of the swiftness of the stream, lack of accessibility of the gold on bed rock, and steep walls of the hanging valley. Please explain how you propose to overcome these difficulties.

7. Estimate of Costs: Under this heading you list equipment owned by you and prices; but do not give any details of the estimated cost of exploring your property as required. An allowance per month of 1/60th of the fair market value of equipment owned by an applicant is made for the time such equipment is actually used on a project. An estimate of the time needed to do the exploration should be given. The estimated costs should be distributed as follows for each type of work to be performed:

Supervision and engineering
Labor
Supplies and materials
Equipment

Also, you should list the number of employees required and the types of work they will perform with the going daily wage rate for each type of work.

The information requested above is necessary for us to determine your eligibility for participation in the exploration program and the merits of your proposed exploration. This request should not be construed that an exploration contract will be granted. Your promptness in furnishing the additional information requested will help us to expedite the processing of your application.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Enclosures

Copy to: Senator Ernest Gruening
United States Senate
Washington, D. C. 20510

cc: Director's reading file
Division file
Economic Geology file
OME file
OME reading file
OME Region II

FEJohnson/bih 6/8/66

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON 25, D. C.

RECEIVED
JUN 10 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

JUN 8 1966

Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

Dear Senator Gruening:

Thank you for transmitting with your letter of June 1, 1966, the application and supporting documents of Mr. Douglas Sumner of Anchorage, Alaska, for financial assistance in exploration of his placer claims for gold and platinum.

You may be assured that Mr. Sumner's application will be given prompt and careful consideration. As requested, we shall be glad to keep you informed of all action taken on this application.

Sincerely yours,

William A. Baker

Acting Director

cc: General Files
Division Copy
Director's Chron
Economic Geology File
OME File
OME Reading File
OME Region II (2) w/2 cys transmittal letter

FEJohnson/gla 6-6-66

172793

RECEIVED
JUN 13 1966
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON 25, D. C.

IN REPLY REFER TO:

RECEIVED
JUN 10 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

JUN 8 1966

Hon. Ernest Gruening
United States Senate
Washington, D. C. 20510

Dear Senator Gruening:

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You may be assured that Mr. Sumner's application will be given prompt and careful consideration. As requested, we shall be glad to keep you informed of all action taken on this application.

Sincerely yours,

Arthur A. Baker

Acting Director

cc: General Files
Division Copy
Director's Chron
Economic Geology File
OME File
OME Reading File
OME Region II(2) w/2 cys transmittal letter

FEJohnson/gla 6-6-66

172793

RECEIVED

ALBERT B. CHANDLER, KAIN. CHAIRMAN
THOMAS H. KUCHEL, CALIF.
GORDON ALLOTT, COLO.
LEN B. JORDAN, IDAHO
WILLIAM L. DICKINSON, ARIZ.
PAUL J. FANNIN, ARIZ.
CLINTON P. ANDERSON, N. MEX.
FRANK E. MOSS, UTAH
CLAIBORNE PELL, R. I.
EDWARD M. KENNEDY, MASS.
GAYLORD NELSON, WIS.
LEE METCALF, MONT.
JERRY T. VERKLER, STAFF DIRECTOR

United States Senate

COMMITTEE ON
INTERIOR AND INSULAR AFFAIRS

June 1, 1966

Mr. Frank E. Johnson
Chief, Office of Minerals
Exploration
Geological Survey
Department of the Interior
Washington, D. C.

Dear Mr. Johnson:

Enclosed are copies of an application for financial assistance under the Minerals Exploration Program and supporting documents which have been sent to me by Mr. Douglas Sumner of Anchorage, Alaska. Mr. Sumner and his partner have plans for exploration of gold and platinum in an area which they believe to be extremely promising.

As I believe the proposed program by Mr. Sumner is very worthwhile and will be productive of good results, I wish to express my hope that the Office of Minerals Exploration will act promptly and favorably on the enclosed application for assistance. I would like to be kept informed of all action taken on this matter.

With best wishes, I am

Cordially yours,

ERNEST GRUENING, U. S. S.

Enclosures:
(1) Application for Financial Assistance in Minerals Exploration (in triplicate)
(2) Certificate from University of Alaska
(3) Map showing location of mine
(4) Letters from National Bank of Alaska, The First National Bank of Anchorage, and the Alaska State Bank
(5) Letter from Small Business Administration dated May 20, 1966
(6) Letter to Sumners from James A. Williams, Director, Division of Mines and Minerals, State of Alaska
(7) Placer Location Certificate Notice

NOTED
JUN 3
M. R. Kent
Assoc. Chief Geol.

NOTED
JUN 3 1966
OGDEN TWETO
ASSISTANT CHIEF

172793

RECEIVED
JUN 13 1966
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

June 7, 1966

Mr. Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

Subject: OME-6562

Dear Mr. Sumner:

Your application for exploration assistance, undated, submitted to our office through Senator Ernest Gruenings office, has been assigned Docket No. OME-6562.

Please identify all future correspondence relating to your application by this docket number.

Sincerely yours,

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to R-II with copy of application and copy of transmittal letter from Senator Gruening.

GEORGE D. AIKEN, VT., CHAIRMAN
CLINTON P. ANDERSON, N. MEX.
ALAN BIBLE, NEV.
FRANK CHURCH, IDAHO
ALASKA
FRANK E. MOSS, UTAH
GAYLORD NELSON, WIS.
MARYLAND
LEN B. JORDAN, IDAHO
MILWARD L. SIMPSON, WYO.
PAUL J. FANNIN, ARIZ.
JERRY T. VERKLER, STAFF DIRECTOR

RECEIVED

United States Senate

COMMITTEE ON
INTERIOR AND INSULAR AFFAIRS

June 1, 1966

Mr. Frank E. Johnson
Chief, Office of Minerals
Exploration
Geological Survey
Department of the Interior
Washington, D. C.

Dear Mr. Johnson:

Enclosed are copies of an application for financial assistance under the Minerals Exploration Program and supporting documents which have been sent to me by Mr. Douglas Sumner of Anchorage, Alaska. Mr. Sumner and his partner have plans for exploration of gold and platinum in an area which they believe to be extremely promising.

As I believe the project proposed by Mr. Sumner is very worthwhile and will be productive of good results, I wish to express my hope that the Office of Minerals Exploration will act promptly and favorably on the enclosed application for assistance. I would like to be kept informed of all action taken on this matter.

With best wishes, I am

Cordially yours,

LEROY GRUENING, U. S. S.

Enclosures:
(1) Application for Financial Assistance in Minerals Exploration (in triplicate)
(2) Certificate from University of Alaska
(3) Map showing location of mine
(4) Letters from National Bank of Alaska, The First National Bank of Anchorage, and the Alaska State Bank
(5) Letter from Small Business Administration dated May 20, 1966
(6) Letter to Sumners from James A. Williams, Director, Division of Mines and Minerals, State of Alaska
(7) Placer Location Certificate Notice

NOTED
JUN 3
C. A. Ryan
Asst. Chief Geologist

NOTED
JUN 3 1966
OGDEN TWETO
ASSISTANT CHIEF GEOLOGIST

172793

MME Form 40
Jan. 65

Budget Bureau No. 42-R1506
Approval expires Dec. 31, 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

Pursuant to Public Law 85–701 (72 Stat. 700; 30 U.S.C. 641)

NAME OF APPLICANT *(Full legal name and mailing address as they should appear on contract if one is executed.)*	APPLICANT DO NOT USE THIS BLOCK
Douglas W. Sumner Box 3-4052 Anchorage, Alaska 99501	DOCKET NUMBER: 6562 DATE RECEIVED: 6-6-66 REGION: II DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*	LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE		
	NAME	ADDRESS	TITLE
INDIVIDUAL [ ]	Douglas W. Sumner	Anchorage, Alaska	Partner
CORPORATION [ ]	James Andrulli	Anchorage, Alaska	Partner
PARTNERSHIP [X]			
OTHER *(Specify)* [ ]			
STATE IN WHICH FIRM IS ORGANIZED			

RECEIVED
Conservation Division
U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE	PROPERTY NAME	LOCATION STATE / COUNTY
Gold and Platinum	See attached	
ESTIMATED COST OF PROJECT: $ 6,000.00		

GENERAL INSTRUCTIONS

Before filling out this application, please read the *OME Regulations for Obtaining Federal Assistance in Financing Explorations for Mineral Reserves* (30 CFR Chap. III). To assure prompt action, your application must provide all applicable material and information specified on the back of this application form. Avoid unnecessary correspondence and delays by submitting complete and accurate information. *Please submit two copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Office of Minerals Exploration, Department of the Interior,* ~~Washington 25, D. C., or with the nearest OME Field Office.~~ Washington, D. C., 20242, or with the nearest OME Field Office.

CERTIFICATION

The undersigned, whether as an individual, corporate officer, partner, or otherwise, both in his own behalf and acting for the applicant, certifies that the information set forth in this form and accompanying papers is correct and complete, to the best of his knowledge and belief, and that he would not ordinarily undertake the proposed exploration under current conditions and circumstances at his sole expense.

DATED

Douglas W. Sumner
BY *(Signature)*

Manager
TITLE

A wilfully false statement or certification to any Department or Agency of the United States Government is a criminal offense. U. S. Code, Title 18, Sec. 1001.

MME Form 40
Jan. 65

Budget Bureau No. 42-R1306
Approval expires Dec. 31, 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

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O. M. E.
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INITIAL CODE

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

Pursuant to Public Law 85-701 (72 Stat. 700; 30 U.S.C. 641)

NAME OF APPLICANT *(Full legal name and mailing address as they should appear on contract if one is executed.)*

Douglas W. Sumner
Box 3-4052
Anchorage, Alaska 99501

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: 6562

DATE RECEIVED: 6-6-66

REGION: II

DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

- INDIVIDUAL [ ]
- CORPORATION [ ]
- PARTNERSHIP [X]
- OTHER *(Specify)* [ ]

STATE IN WHICH FIRM IS ORGANIZED:

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
Douglas W. Sumner	Anchorage, Alaska	Partner
James Andrulli	Anchorage, Alaska	Partner

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U.S. GEOLOGICAL SURVEY
Anchorage, Alaska

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE: Gold and Platinum

ESTIMATED COST OF PROJECT: $ 6,000.00

PROPERTY NAME: See attached

LOCATION: COUNTY, STATE: Anchorage, Alaska

GENERAL INSTRUCTIONS

Before filling out this application, please read the *OME Regulations for Obtaining Federal Assistance in Financing Explorations for Mineral Reserves* (30 CFR Chap. III). To assure prompt action, your application must provide all applicable material and information specified on the back of this application form. Avoid unnecessary correspondence and delays by submitting complete and accurate information. *Please submit two copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Office of Minerals Exploration, Department of the Interior,* ~~Washington 25, D.C. or the nearest OME Field Office~~ Washington, D. C., 20242, or with the nearest OME Field Office.

CERTIFICATION

The undersigned, whether as an individual, corporate officer, partner, or otherwise, both in his own behalf and acting for the applicant, certifies that the information set forth in this form and accompanying papers is correct and complete, to the best of his knowledge and belief, and that he would not ordinarily undertake the proposed exploration under current conditions and circumstances at his sole expense.

DATED: _____

BY *(Signature)*: Douglas W. Sumner

TITLE: Manager

A wilfully false statement or certification to any Department or Agency of the United States Government is a criminal offense. U. S. Code, Title 18, Sec. 1001.

INFORMATION REQUIRED WITH THIS APPLICATION

FINANCIAL ELIGIBILITY:

(a) Talked to Small Business Administration in April of this year. At that time they had no money to loan and the banks here don't feel that they want to loan money on mining as it is to much of arisk.

(b) Not applicable.
(c) As of this date, $6,000.00 has been spent.

APPLICANT'S RIGHTS IN LAND:

(a) Not applicable.
(b) Range 5E, Township 16N, Section 34,35,26,23, 24,12,13
2 claims, Book 4 Page 51 and 52
3 " " 4 " 221, 222,and 223
4 " " 4 " 203,204,205,206,207
4 " " 4 " 163, 164
Enclosing a copy of all claims filed in Palmer, Alaska
(c) Not applicable

4. ACCESSIBILITY OF PROPERTY:

(a) Douglas W. Sumner. 40 miles East of Palmer Alaska, 2 miles west of Knik Glacier.
(b) Wood Air Service.

5. EXPLORATION WORK:

(a) Placer formations 6 feet to bed rock. Mouth of Metal Creek.
(b) We have built a 1000 foot air strip.
(c) Work in progress now.

NOTED
JUL 26 1966
L. H. SAARELA

6. EXPERIENCE:

Enclosing copy of mining certificate.

7. EXTIMATE OF COSTS:

(a) We need finances for a bulldozer and also operating money.
(b) We have our own test laboratory.
(c) Gasoline 1000 gal. runs about 50¢ per gallon.
4 shovels
2 hand axes
3 gold pans
We own this and all items listed below, free of all debts.

(d) 1, 6 inch suction dredge, used	$5,000.00
1-6x6 Dodge truck, used	1,000.00
1- Pan-O-Matic, new,	425.00
1-2½ inch underwater dredge, used	300.00
2-Gasoline engines powered winches, used	250.00
1- Chain saw, new	180.00
1-2000 watt light plant, used	220.00
1- radio transmitter and receiver, used	190.00
1 Heavy duty metal detector, used	200.00
4 Boxes of hand tools, used	250.00
1-Set of gal welding equipment, used	210.00
1-12 foot boat, new	150.00
1- 6 HP outboard motor, new	295.00
1-18 foot air boat, used	3,000.00
1-High pressure pump and motor, used	150.00
2- Horses	600.00

(e) 1- tent 16x16
1-tent 9x12
Misc. lumber.

(g) Alaska Geological Survey Bulletin 987A, Page 84.
Placer gold has been found on Metal Creek, a tributary of Knik River development of a

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group of claims was unde[illegible] in 1922. Bulletin No. 755, page 22, Platinum metals were ob obtained from concentrates that were recovered from gold placer mining operations on Metal Creek. 28 ounces of crude platinum metals equivalent to 21-98 ounces of fine platinum metals were found. The calue of the metals computed as worth $118.00 for each ounce is $2,594.00. This production is somewhat less than that in the last few years for in 1921 and 1922 the production of fine platinum metal from the placers was 40,28.3 and 25.9 ounces. Respectively Bulletin No. 783- page 25.

Misquote? reread!