DMA

Re: DMA-492

AUG 14 1951
MINERALS EXPLORATION OFFICE REGION IV
AUG 16 1951
BUREAU OF MINES DENVER, COLORADO

Mr. George F. Stiner, President
Colorado Mutual Mining and Milling Company
1647 South Nevada Avenue
Colorado Springs, Colorado

Dear Mr. Stiner:

In our letter to you of April 12, signed by Otto Herres, it was pointed out that part of your application (DMA- 492), for Federal aid to explore and develop the Hall Tunnel and the Colorado Central mine, Clear Creek County, Colorado, might be eligible for assistance under the exploration program of the Defense Minerals Administration. This program calls for equal participation in exploration costs on the part of the applicant. Explanation of the plan and the necessary forms for making application were sent to you at that time.

As we have not received an application from you under the exploration program, we are transferring your original application for a loan to an inactive file. As explained in our letter of April 12 a straight development or mining loan cannot be approved unless there are adequate proven ore reserves to secure the loan, and your application does not indicate such reserves.

If at some future date you should care to explore your property under the Defense Minerals Administration's program, we will be glad to consider an application from you. We wish to thank you for bringing your property to our attention.

Very truly yours,

Tom Lyon

Tom Lyon, Director
Supply Division

FJLee:sw
G 8-8-51

Copies to: Regional Field Team (2) Mr. Jack H. East, Jr.
Chief, Lead-Zinc Br.
E. T. McKnight
R. H. Mote
Director's r. File 4214 GSA
Br. r. file 4214 GSA
Reports and Records Unit

Files

January 19, 1951

Mr. George F. Stiner
President
Colorado Mutual Mining and Milling Co.
1647 South Nevada Avenue
Colorado Springs, Colorado

Dear Mr. Stiner:

This will acknowledge receipt of your letter report regarding Government mining loan for the Colorado Central and Hall Tunnel properties at Silver Plume, Colorado. As you requested, your return address has been noted on the letter.

Your report will be forwarded to the Defense Minerals Administration, Washington, D. C., for consideration.

Sincerely yours,

J. H. Ewart

J. H. Ewart, Jr.
Regional Director

orig & 2 DMA
pers P DMA
1/19/51

/cl

cc: P T Allsman
DMA files
JHE files
Regional Office files

1647 So. Nevada Ave.
Colo. Springs, Colo
Jan 18 1951

REGIONAL DIRECTOR'S
OFFICE
REGION IV
JAN 19 1951
BUREAU OF MINES
DENVER, COLORADO

Mr. J. H. East Jr.
Regional Director Bureau of Mines
224 New Customhouse
Denver, Colo.

Dear Mr. East:

Yesterday we sent in four copies of reports and maps on the Colo. Central and Hall Tunnel at Silver Plume. The return was on the envelope but not on the letter. Will appreciate it very much if you could write it on.

Colorado Mutual Mining & Milling Co.
1647 So. Nevada Ave.

George F. Stiner Pres.

Thank you!

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.

APR 12 1951

In reply please
refer to DMA-492

Mr. George Stiner, President
Colorado Mutual Mining and Milling Company
1647 South Nevada Avenue
Colorado Springs, Colorado

Dear Mr. Stiner:

One of the purposes of the Defense Production Act of 1950 is the encouragement of exploration, development and mining of strategic minerals and metals. Where an applicant has proven reserves of strategic materials, Federal aid in mining can be given through procurement contracts for such materials as are in short supply. On the strength of these contracts, the applicant can obtain private financing in most instances.

The program recently approved for encouragement of exploration of strategic materials calls for participation on the part of the applicant. For zinc, lead and copper deposits it will be necessary to match Government funds on an equal basis. Funds advanced by the Government will be considered a loan, to be repaid if the exploration is profitable, but to be canceled if unsuccessful. The details of the plan, explaining the projects that will be eligible for assistance, the terms and schedules of financing, repayment, and other pertinent information, are enclosed.

A review of your application (DMA-492) for financial aid in exploring and developing the Rain Tunnel and the Colorado Central Mine indicates that your proposal may be considered under this exploration program. Details concerning expenditures that will be considered chargeable to exploration aid will be subject to a final determination by negotiation, but as a preliminary appraisal, we believe that the program will apply to your entire application of $139,500.

Before we can proceed further with consideration of your application, which may or may not require a field examination, please indicate your willingness to provide your share of the funds needed to carry out the proposed exploration. Any modification of your original proposal that you may wish to make will be considered, but you should be specific concerning the work you wish to undertake.

Very truly yours,

Otto Herres

Otto Herres, Chief
Lead-Zinc Branch

A.B. Campbell:mw
G 3/26/51

Copies to: Chief, Lead-Zinc Br.
USGS McKnight
L. B. Moon
R. H. Mote

Inclosures

Strobel
Mittendorf
Files
2 copies to J.H.East, Jr.
Region IV

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.

REGIONAL DIRECTOR'S
OFFICE
REGION IV
APR 11 1951
BUREAU OF MINES
DENVER, COLORADO

April 3, 1951

DMA-492

Hon. Leverett Saltonstall
United States Senate
Washington 25, D. C.

My dear Senator Saltonstall:

I have your letter of March 27 transmitting a communication dated March 23 from Joseph C. Hagar concerning the application of Colorado Mutual Mining and Milling Company for Government assistance - DMA 492.

In reply to your inquiry for information concerning the application, it will be given consideration under the exploration program which was approved recently. It is anticipated that instructions and forms relating to this program will be issued within the next few days. At that time this material will be sent to the company to enable them to complete their application.

If at any time I can be of further service to you, please feel free to call on me.

Sincerely yours,

JAMES BOYD

Administrator

OHERRES:ks

cc: Administrator
Deputy Administrator
Mr. Strobel
Mr. Moon
2 copies Field Team Region IV Mr. J. H. East, Jr.
224 New Customhouse Building, Denver 2, Colo.
Mr. Mote
Mr. McKnight
Mr. Herres
Files

MTE

April 3, 1951

DMA-492

Hon. Leverett Saltonstall
United States Senate
Washington 25, D. C.

My dear Senator Saltonstall:

I have your letter of March 27 transmitting a communication dated March 23 from Joseph C. Hagar concerning the application of Colorado Mutual Mining and Milling Company for Government assistance - DMA 492.

In reply to your inquiry for information concerning the application, it will be given consideration under the exploration program which was approved recently. It is anticipated that instructions and forms relating to this program will be issued within the next few days. At that time this material will be sent to the company to enable them to complete their application.

If at any time I can be of further service to you, please feel free to call on me.

Sincerely yours,

JAMES BOYD
Administrator

OHERRES:ks

cc: Administrator
Deputy Administrator
Mr. Strobel
Mr. Moon
2 copies Field Team Region IV Mr. J. H. East, Jr.
224 New Customhouse Building, Denver 2, Colo.
Mr. Mote
Mr. McKnight
Mr. Herres
Files

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.

REGIONAL DIRECTOR'S OFFICE
REGION IV
APR 6 - 1951
BUREAU OF MINES
DENVER, COLORADO

March 30, 1951

Hon. Henry Cabot Lodge, Jr.
United States Senate
Washington 25, D. C.

Re: DMA Docket 492

My dear Senator Lodge:

This will acknowledge receipt of your letter of March 3, addressed to Joseph M. Hedges and enclosing a copy of a letter from Joseph C. Hagar concerning his interest in reopening the Colorado Central and Hall Tunnel Mines in Georgetown, Colorado.

An application for Federal assistance to reopen this property has been received by the Defense Minerals Administration Lead-Zinc Branch and has been given a DMA Docket number 492. This application was filed by the Colorado Mining and Milling Company, Colorado Springs, Colorado. At the present time, it is being considered by the Lead-Zinc Branch of Defense Minerals Administration. If a review of the application indicates a need for additional information, it may be forwarded to the Defense Minerals Field Team in Denver, Colorado for development of such additional data as are required. You can assure Mr. Hagar that the application of the Colorado Springs Mining and Milling Company is receiving the full and prompt consideration of the Defense Minerals Administration.

I trust that this will satisfactorily answer your inquiry. If I can be of further service to you at any time, please do not hesitate to call upon me. Mr. Hagar's correspondence is returned to you herewith to assist you in replying thereto.

Sincerely yours,

JAMES BOYD
Administrator

File

Enclosure

EBMOT:/gpm

Mr. J. H. East, Jr., Executive Officer
Field Team, Region IV, (2)
Files

Copy to: Base Metals Branch (2)
R. H. Vote
L. B. Moon
Administrator's Reading File
D. E. McKnight
G. Herres
C. O. Mittendorf
L. F. Strobel

Docket 492

C
O
P
Y

RAPID SERVICE PRESS
470 Atlantic Avenue
Boston 10, Massachusetts
(Liberty 2-1840)

February 28, 1951

Hon. Henry Cabot Lodge
Senate Office Building
Washington 25, D. C.

Dear Senator Lodge:

I understand that the Defense Minerals Administration is much interested just now in helping to promote the domestic mining of lead and zinc.

I am interested in the re-opening of the Colorado Central and Hall Tunnel mines in Georgetown, Colorado. The operation of these properties is now an undertaking of the Colorado Mining and Milling Company of Colorado Springs, Colorado, Willis G. Hills, engineer. They are seeking a loan from the Defense Minerals Administration.

I am very positive from my investigation into the old records of production and from recent engineering reports that there is zinc and lead to be found here in substantial amounts.

I am moved, as we all are when we seek Government assistance, to appeal to our Washington representatives. Could you, or would you, or your office render me any assistance in this matter.

Respectfully,

(Sgd.) Joseph C. Hagar

Joseph C. Hagar

Form 6-98

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

U. S. GOVERNMENT PRINTING OFFICE 16—53493-2