7

ACTION ON INFE[illegible]
OR FINAL FIELD TE[illegible]ORT
Date 9-30

Referred to:

~~1. Mr. Mittendorf~~
~~2. Mr. Johnson~~
~~3. Mr. Chambers~~
~~4. Docket Control Mails and Files~~
~~5. Base Office~~ Division
6. Docket Control Mails and Files

Note comments in report regarding:

1. Study of case has required as to necessity for amendment.
2.
3. Contracts should be drafted, so as to permit change
4. This type of discretionary authority to change work

and take appropriate action.

- - - - - - - - - - -

Action taken by Division:
9/5/56 - In case of the Division Head this
[illegible] portion [illegible] authority of the T.P. [illegible] Johnson [illegible]
the audit was [illegible] amendment
was not needed. Robert E. Adams
J.G.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C.
ROOM 13 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

August 28, 1956

Memorandum

To: Operating Committee, DMEA, Washington, D. C.

From: Field Team, DMEA, Region V, Knoxville, Tennessee

Subject: DMEA-4111, Idm-E966 (Copper)
Parker Mining and Development Company, Paeonian Springs, Va.
Dolly Hyde Mine, Frederick County, Maryland

Enclosed are four copies of the first interim report on the subject contract.

It is our opinion that the changed order of drilling (skipping holes 2B and 3) does not require an amendment, because of the unsatisfactory results of hole No. 1. If this is incorrect, please advise us.

Robert A. Laurence
Robert A. Laurence
Executive Officer

Wm A Beck
Wm. A. Beck for V. J. Lynch
Member, Bureau of Mines

Enclosures 4

IN REPLY REFER TO:

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

RECEIVED
AUG 27 1956
U. S. Geologic Division
Knoxville, Tenn.

August 23, 1956

Re: DMEA 4111, Idm-E966
Parker Mining Co.
Dolly Hyde Mine
Frederick Co., Maryland
$7,903.90 - Copper

Memorandum

To: R. A. Laurence, Executive Officer, DMEA Field Team, Region V

From: N. E. Nelson, Geologist, U. S. Geological Survey

Subject: Interim Report

I visisted the project August 22 and inspected the core of DD Hole #1, 20 to 280 feet, the bottom. I was accompanied by Miss Nancy Pearre of the Beltsville office of the U. S. Geological Survey and the Operator, Pierre Parker, was present.

Hole No. 1 is in metarhyolite and metabasalt from top to bottom. No marble was cut and, as the copper minerals occur in brecciated marble, the hole is barren. The dips of the schistose volcanics as read on the core suggest the hole went under the lens(?) of marble, that is at -45° the hole is too steep and remained in the footwall rocks whereas it was thought it was being drilled toward the footwall. Reference to the map shows two sets of dips, one practically vertical, the other 50°+. How they 'compose' is not yet known, but it appears likely the northerly wall is something like that shown by the curved dashed line on the DD 1 section.

Due to the failure to cut marble in No. 1, Hole DD2A or 2B appeared useless for the time being at least, and DD4 Alt. B was agreed upon, thus changing the sequence. It will be drilled at -40° and may indicate the attitude of the northerly wall of the marble. No. 3 might do it also, but it would not do it so high in the hole.

I trust I did not exceed the authority intended in the contract, Exhibit A, Paragraph 2, and you will write Parker confirming the change. We may wish to change some other holes somewhat, and if the contract does not do so, a limited blanket authority, if consistent, could be useful in that the drill would not be 'hung up.'

N. E. Nelson

N. E. Nelson

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C.
ROOM 13 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

August 20, 1956

Air Mail

Memorandum

To: Mr. W. T. Millar, Mining Engineer, Bureau of Mines
College Park, Maryland

From: Executive Officer, DMEA Field Team, Region V, Knoxville

Subject: Docket No. DMEA-4111, Contract Idm-E966 (Copper)
Parker Mining & Development Company
Dolly Hyde Mine, Frederick County, Maryland

We have received notice from the Operator that drilling was begun on August 15.

Robert A. Laurence
Executive Officer

RAL/mg
cc
Lynch
files
Operating Committee (2)
Nelson

RECEIVED
AUG 2 1956

Form MF-104 (Rev.)
(April 1952)

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

Budget Bureau No. 42-R1036.5

PAID ON VOUCHER & SCHEDULE OF PAYMENTS K-30

OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of Sept., 1956 Docket No. DMEA 4111 Contract No. IDM-E-966
Operator's Name Parker Mining & Development Co. Minerals Copper
Address Paeonian Springs, Virginia
Contract Amount, $7,558.00 Government Participation: 50 % Amount, $3,779.00

ITEMS OF COSTS	FOR OPERATOR'S USE: Monthly Total	Totals Previously Reported	Totals To Date	FOR GOVERNMENT USE ONLY: Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:				12/10/56 J.W.A.		
Drilling Diamond	3,314.50	-0-	3,314.50			
Bulldozing -						
Crosscutting -						
Drifting -						
(2) Labor and Supervision:						
Labor -						
Supervision -						
Technical Services -						
(3) Operating Mat'ls. and Supplies:						
Timber -						
Explosives -						
Pipe -						
Track -						
(4) Operating Equipment:						
Rental -						
Purchase -						
Depreciation -						
(5) Initial Rehabilitation and Repairs						
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Sampling and Analysis						
Payroll Taxes						
Liability Insurance						
(8) Contingencies (specify):						
TOTALS	3,314.50		3,314.50	3314.50		3314.50

RECEIVED NOV 28 1956

I certify that the above bill is correct and just and that payment therefor has not been received.
Date Sept 29, 56 *Payee Parker Mining & Dev. Co.
Per Pierce E. Parker Title Pres.

*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.

NOTE.—Title 18, U. S. Code (Crimes), section 1001, makes it a criminal offense to make a willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction.

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:
$ 1657.25
Signature Helen R. Miller
(Authorized Certifying Officer)
Date NOV 26 1956 Vou. No. 30
(See other side)

1657.25

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. E 966 in accordance with the terms of the contract.

Signature W. L. Burmeister Title Mining Eng'r. Date 10/15/56

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature Robert A. Lawrence Title EXECUTIVE OFFICER DMEA REGION V Date NOV 15 1956

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(a) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(b) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(c) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF-104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

Form MF-104A
(April 1952)

Budget Bureau No. 42-R1151.2

RECEIVED NOV 28 1956 D.M.E.A.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of Sept. 1956 Docket No. DMEA 4111 Contract No. DME-E 966

Operator's Name Parker Mining and Development Company Minerals Copper

Address Paeonian Springs, Virginia

OPERATION	UNIT	COSTS THIS MONTH	UNITS THIS MONTH	COSTS TO DATE	UNITS TO DATE	UNIT COSTS TO DATE	AUTHORIZED BY CONTRACT	
							Units	Unit Costs
Drifting								
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core X	Feet	3314.50	947	3314.50	947	3.50	1850	3.50
Churn								
Auger								
Stripping								
Trenching								
Test Pits								
Roads and Trails								
TOTAL DISTRIBUTED COSTS		3314.50		3314.50				TOTAL COSTS AUTHORIZED BY CONTRACT
Operating Equipment Purchased								
Initial Rehabilitation and Repairs								
New Buildings, Improvements, etc.								
TOTAL COSTS		3314.50		3314.50				

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 29, 56 Operator Parker Mining & Dev. Co.

Per Pierce E. Parker Title Pres.

REMARKS:

NOTE.—Title 18, U. S. Code (Crimes), section 1001, makes it a criminal offense to make a willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction.

(Instructions on reverse)

(For Government use only)

W. A. Burmeister
10/15/56

INSTRUCTIONS

Preparation of Form MF-104A—Operator's Unit Cost and Progress Report.—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF-104A has been designed to tie in with Form MF-104 for both monthly and cumulative costs. The "Total Costs" on Form MF-104A for each month should equal the monthly "Total Costs" as reported on Form MF-104. This is also true of the "Total Costs To Date".

In preparing Form MF-104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

GPO 872894

November 15, 1956

RECEIVED
NOV 28 1956
DMEA

Memorandum

To: Helen Miller - Finance Officer, Region V (DMEA)

From: Executive Officer, DMEA - Region V - Knoxville, Tenn.

Subject: DMEA-4111, Idm-E966 (copper) Parker Mining & Development Co.
Dolly Hyde Mine, Frederick County, Maryland

Enclosed is the September (also first and final) voucher for the subject contract. Starting date was August 15th, and was terminated effective September 14, 1956.

As this is the only voucher, the Operator's narrative has been accepted as his final engineering and geologic report; therefore, it has been detached from the voucher and sent directly to the Washington office.

Robert A. Laurence

RAL/mm
cc
Burmeister
Lynch
Files