CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD COLORADO RIVER BASIN REGION

ORDER NO. 90-057

WASTE DISCHARGE REQUIREMENTS
FOR
PICACHO PEAK MINE - SITE NO. 3
CHEMGOLD, INC.
North of Yuma - Imperial County

The California Regional Water Quality Control Board, Colorado River Basin Region, finds that:

- Chemgold, Inc, (hereinafter also referred to as the discharger), P.O. Box 2015 Yuma, Arizona, 85364, submitted an updated Report of Waste Discharge dated June 29, 1987. These requirements update Board Order No. 87-78.
- 2. The discharger is currently conducting a cyanide heap leaching operation at the Picacho Peak Mine. The Site No. 3 pad, which is one of three existing leach pads at the mine, is expected to process a total of 2.0 million tons of ore. The ore is being stacked in 20-foot lifts to a maximum height of 60 feet.
- 3. The existing heap leach facilities at Site No. 3 consist of the following:
 - a. One (1) leach pad lined with a 40-mil high density polyethylene (HDPE) liner, with perimeter collection ditches lined with a 40-mil HDPE liner;
 - b. Two (2) cyanide solution containment basins that are adjacent to the leach pad, and each lined with a 60-mil high density polyethylene (HDPE) liner; and
 - c. A gold recovery system mounted on a concrete slab.
- 4. The leach pad consists of a compacted base soil overlain by a 40-mil HDPE liner, which is covered with a protective/drainage sand layer and a perforated pipe drainage system.
- 5. The ore on the leach pad is being processed with dilute cyanide solution by ponding on the surface of the ore pile and percolating through said pile. The pregnant solution drains from the pad into a collection ditch and then flows into a containment basin from which it is pumped to the gold recovery system. The barren solution from the recovery system is discharged into another basin, where cyanide is added to bring the concentration to the appropriate strength, and then recirculated through the ore pile. Upon completion of the ore-leaching process, the leached ore would be detoxified to reduce the cyanide concentration to an acceptable level. The processing site is located (on non-surveyed lands) about one mile north and one-half mile east of the NE corner of Section 16, T14S, R22E, SBB&M, and about 20 miles north of Yuma, Arizona.

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- 6. The Regional Board previously established waste discharge requirements for Picacho Peak Mine Site No. 3 under Board Order No. 87-78. There are two other leach sites covered under Board Order No. 87-78, namely: Site No. 2, which is operational, and Site No. 4, which is in the planning stage.
- 7. The Regional Board is updating the waste discharge requirements to comply with Section 13263 of the California Water Code and to incorporate the requirement to double-line the existing containment basins within a specified time period. In the update process, the three sites covered under Board Order No. 87-78 are each being issued separate waste discharge requirements. This Board Order thus covers Site No. 3 only.
- 8. The Water Quality Control Plan for the Colorado River Basin Region of California designates the beneficial uses of ground and surface waters in this Region.
- 9. The beneficial uses of ground waters in the Colorado Hydrologic Unit are:
 - a. Municipal supply (MUN)
 - b. Industrial supply (IND)
 - c. Agricultural supply (AGR)
- 10. Boring logs indicate that the geologic materials beneath Site No. 3 consist of ten to twenty feet of alluvium underlain by highly fractured and mineralized bedrock. The mine pits adjacent to the site have been excavated to over 100 feet without intercepting ground water. The supply water for the mine is piped from a well 4 miles downgradient of the site near the Colorado River.
- 11. The existing leakage detection system for Site No. 3 consists of five ground water monitoring wells that were drilled down to ten feet into bedrock without encountering ground water.
- 12. The Board has notified the discharger and interested agencies and persons of its intent to update waste discharge requirements for this facility.
- 13. The Board in a public meeting heard and considered all comments pertaining to the discharge.
- 14. In accordance with Section 15301, Chapter 3, Title 14, of the California Code of Regulations, the issuance of these waste discharge requirements, which govern the operation of an existing facility involving negligible or no expansion of use beyond that previously existing, is exempt from the provisions of the California Environmental Quality Act (Public Resources Code, Section 21000 et seq.).

IT IS HEREBY ORDERED, the discharger shall comply with the following:

A. Prohibition

 The operation of the existing containment basins involving continued use of cyanide solution is prohibited on and continuing after June 30, 1989, unless the basins are retrofitted with double liners and a leachate collection and removal system as described in Discharge Specification No. 4 below.

B. Discharge Specifications

- 1. Neither the mining process nor the discharge of wastewater or other wastes shall create pollution or nuisance as defined in Division 7 of the California Water Code.
- 2. The cyanide solution shall be contained only in the processing system or in other leakproof containers.
- 3. There shall be no wind transport of cyanide solution or ore containing cyanide beyond the containment facilities.
- 4. All drainage and collection facilities used to contain or transport leaching solutions shall be effectively maintained to assure that they remain sealed to prevent leakage of these liquids.
- 5. The entire mining facility shall be protected from any run-on, washout, or erosion which could occur as result of a storm having a predicated frequency of one in 100 years, and based on time of concentration at the processing area, as set forth in Department of Water Resources Bulletin No. 195 for Yuma, Arizona.
- 6. Adequate storm water storage shall be provided to contain storm drainage and a 24-hr draindown from the heap leach pad and from the cyanide solution collection ditches during a maximum probable one-hour storm as set forth in Department of Water Resources Bulletin No. 195 for Yuma, Arizona.
- 7. The leach pad and the containment basins shall be diked; and a minimum freeboard of two feet shall be maintained at all times.
- 8. There shall be no intentional discharge of process solution outside the containment system without prior approval from the Regional Board.
- 9. Adequate measures shall be taken to ensure that the liners will not be punctured for the duration of the leaching activity.
- 10. Adequate measures shall be taken to assure that unauthorized persons and mammals are effectively excluded from the processing area.

- 11. Prior to removal of ore tailings from the leach pad for disposal, or abandonment in place, the ore tailings shall be detoxified to reduce the concentration of free cyanide and shall be treated as necessary to reduce the concentration of extractable metals to below hazardous levels, as specified under Article 11, Division 4, Title 22 of the California Code of Regulations. The detoxified ore tailings shall meet the requirements for classification as a Group C mining waste as prescribed in Section 2571 of Subchapter 15, Chapter 3, Title 23 of the California Code of Regulations.
- 12. The discharger shall sample and analyze the ore tailings for free cyanide and extractable metals, to determine proper detoxification and treatment, in accordance with the sampling plan required under Provision No. 9.
- 13. The procedure for preparing samples for the analysis of free cyanide and extractable metals in the detoxified tailings shall be consistent with Monitoring and Reporting Program No. 90-057, and Attachments A and B to said Monitoring and Reporting Program. The monitoring reports shall be certified to be true and correct, and signed, under penalty of perjury, by an authorized officer of the company.
- 14. The maximum allowable free cyanide in the detoxified ore tailings shall not exceed the following levels in the filtrate portion of a 5/1 extraction:
 - 1. None of the samples shall contain more than 1.0 mg/l free cyanide in the filtrate.

For any sampling location that indicates a free cyanide level in excess of 1 mg/l in the filtrate, the areal extent of the inadequately detoxified area shall be determined and detoxified so that the cyanide levels will comply with the limitations specified above.

- 15. The maximum allowable concentrations of the extractable metals in the treated ore tailings shall not be greater than one tenth times the soluble threshold limit concentration (STLC) values listed under Section 66699, Article 11, Chapter 30, Division 4, Title 22 of the California Code of Regulations.
- 16. The ore tailings shall not be placed in perennial, intermittent, or ephemeral stream channels unless provisions are made to divert runoff around the waste in a non-erosive manner.
- 17. All industrial waste materials, used cyanide containers, or other hazardous materials shall be properly treated and/or discharged at an appropriate waste management facility.
- 18. The discharger shall update and maintain the existing ground water monitoring network, and construct a vadose zone monitoring system, if feasible.

19. All sampling, preservation, storage, and analyses shall be conducted in accordance with current EPA procedures or in accordance with the thencurrent edition of Standard Methods for the Examination of Water and Wastewater. All hazardous waste chemical analyses shall be conducted at a laboratory certified by the California Department of Health Services to perform such analyses or as approved by the Regional Board's Executive Officer.

C. Provisions

- 1. At least 60 days prior to retrofitting the cyanide solution containment basin, the discharger shall submit, for review and approval by the Regional Board's Executive Officer, a technical report which includes:
 - a. The design and construction plans for retrofitting the basins; and
 - b. The sampling and analysis, and cleanup if necessary, of the soil beneath the existing liners.
- 2. At least 10 days prior to operation of the basins after retrofitting, the discharger shall:
 - a. Notify the Regional Board to allow sufficient time to schedule a staff evaluation of construction and inspection procedures utilized by the discharger for liner installation; and
 - b. Submit a certificate, signed by a California Registered Civil Engineer, stating that the retrofitting has been completed in accordance with the technical report approved by the Regional Board's Executive Officer.
- 3. The discharger shall comply with "Monitoring and Reporting Program No. 90-057", and future revisions thereto, as specified by the Executive Officer.
- 4. Prior to any significant modifications in this facility which could result in material change in the quality of quantity of waste discharged, or any material change in location of discharge, the discharger shall report in writing to the Regional Board allowing sufficient time for Board consideration and action.
- 5. In the event of any change in operation, or in control or ownership of land or facilities owned or controlled by the discharger, the discharger shall:
 - a. Notify the Regional Board of such change; and
 - b. Notify the succeeding owner or operator by letter of the existence of this Board Order, a copy of which shall be filed with the Regional Board.

- 6. Within 6 months from the date of adoption of this Board Order, the discharger shall submit a closure and post-closure maintenance plan for review and approval by the Regional Board's Executive Officer. The closure and post-closure maintenance plan shall describe the methods and controls to be used to assure protection of the quality of surface and ground waters of the area upon cessation of operations and with any proposed subsequent use of the land. Such plan shall be prepared by or under the supervision of the California certified engineering geologist or registered civil engineer.
- 7. The discharger shall submit to the Regional Board, by the 15th day of January of each year, written adequate assurance that monies are available in an amount sufficient to ensure the closure and subsequent maintenance of the site in a manner that will not pose any adverse threat to the quality of the surface and ground waters. The discharger shall also assure that sufficient monies are available to the Regional Board in the case of earthquakes or other unforeseen threats to water quality.

The Regional Board, with the adoption of these waste discharge requirements, authorizes the Executive Officer to enter into an agreement with the discharger providing for such assurances. If the discharger does not provide adequate financial assurances as described in this provision, and specifically if the discharger violates the agreement entered into by the Regional Board's Executive Officer and the discharger, such violation shall be grounds for the Regional Board to order a cessation of all operations at the site. In addition, the amount of the agreement made by the discharger shall constitute a lien upon the recordation of a notice of lien in the office of the appropriate County Recorder.

- 8. Prior to removal of ore tailings for disposal, or abandonment in place, the discharger shall submit a sampling plan specifying the locations and number of samples to be collected for the analysis of free cyanide and extractable metals as required under Discharge Specification No. 13, for review and approval by the Regional Board's Executive Officer.
- 9. Lack of operational activity on the site for a period of one year shall constitute abandonment for the purpose of requiring any necessary cleanup, and subsequent rescission of this Board Order; but lack of interim operational activity does not excuse submittal of information required under Monitoring and Reporting Program No. 90-057.
- 10. The discharger shall immediately inform the Executive Officer of any spillage beyond the containment facilities or elsewhere at the site, and of storm damage to any of the containment facilities along with a remedial action plan.
- 11. The discharger shall process no more than 2 million tons of ore at this site under this Board Order.

12. The Regional Board will review this Board Order periodically and may revise these requirements when necessary.

IT IS FURTHER ORDERED that Board Order No. 87-78 be superseded by this Board Order.

I, Philip A. Gruenberg, Executive Officer, do hereby certify the foregoing is a full, true and correct copy of an Order adopted by the California Regional Water Quality Control Board, Colorado River Basin Region, on September 19, 1990.

Executive Office

CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD COLORADO RIVER BASIN REGION

MONITORING AND REPORTING PROGRAM NO. 90-057 FOR PICACHO PEAK MINE - SITE NO. 3

CHEMGOLD, INC.
North of Yuma - Imperial County

Location:

1 mile north and ½ mile east of NE corner of Section 16, T14S, R22E, SBB&M

MONITORING

Monitoring and Reporting No. 1

1. The discharger shall implement the following monitoring program at the site:

Ground Water Monitoring

All wells shall be sampled in accordance with the sampling and analyses plan approved by the Regional Board's Executive Officer. Grab samples shall be collected on a monthly basis at each location containing liquid, and shall be analyzed for the following constituents:

Parameter	<u>Units</u>
a) Field Measurements	
pН	-
Temperature	^o F or ^o C
Depth to Ground Water	Feet
b) Laboratory Measurements	
Sodium	mg/l
Sulfate	mg/l
Chloride	mg/1
Free Cyanide	mg/1
Total Cyanide	mg/1
Total Dissolved Solids	mg/1
Free Cyanide Total Cyanide	mg/1 mg/1

The report shall indicate whether a particular monitoring well is dry or whether moisture is present. In the case of the latter, a sample shall be taken if feasible, and analyzed for the constituents listed above.

- 2. The discharger shall submit to the Regional Board monthly reports by the 15th day of the following month, containing the following:
 - a. The current status of mining operations as to whether the operation is active or inactive.
 - b. Total amount of ore (tons) processed to date on the leach pad.
 - c. The results of the ground water analyses listed above.

Monitoring and Reporting No. 2

- Immediate reporting of any accidental spillage, leakage or release of process solution or waste material, including immediate corrective measures being taken to limit detrimental effects to water quality. (Reports shall be forwarded immediately and if at all possible, shall be preceded by telephone communication to the Regional Board's office, Telephone No. (619) 346-7491.
- Report of completion of cleanup of accidental releases shall be submitted to the Regional Board in writing within one week following completion of work.
- 3. Upon request from the Regional Board's Executive Officer, the discharger shall furnish special technical and/or monitoring reports on the treatment and discharge of wastes, and on the integrity of the cyanide solution containment system.
- 4. At least 30 days prior to any proposed removal or abandonment of ore tailings, or discharge of wastewater, or termination of the operation described in this Board Order, the discharger shall submit a copy of the results of analyses of cyanide and other hazardous substances in the ore tailings and in the wastewater.

Copies of the reports submitted to the Regional Board pursuant to this Monitoring and Reporting Program shall be maintained at the operations site for a period of one year, and shall be made available to staff of the Regional Board upon request.

Mail reports to:

California Regional Water Quality Control Board Colorado River Basin Region 73-721 Highway 111, Suite 21 Palm Desert, CA 92260

ORDERED BY:

September 19, 1990

Date

CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD COLORADO RIVER BASIN REGION

ATTACHMENT A

ANALYTICAL PROCEDURE FOR IONIC CYANIDE Also known as free soluble cyanide

<u>Description</u>: Ionic cyanide and most weak complexes are soluble in distilled water. The strong complexes of ions, although normally soluble, are bound too tightly to the particle surface and are not solubilized. The sample is leached with distilled water in a single pass, flow-through manner. The leachate is collected, alkalized for preservation, and made up to a definite volume. This leachate sample is then analyzed via "Standard Methods" 412 C or E. Method 412 D may not be used.

Apparatus:

- 1) Large glass funnel, the stem throat plugged with glass wool;
- 2) Large glass funnel with glass fiber filter paper: Whatman GF/C,934-AH, or equivalent.
- 3) Balance capable of weighing to nearest 0.01 g.
- 4) 500 ml volumetric flasks.
- 5) Items necessary to perform cyanide analysis as described in narrative above.

Reagents:

- 1) 2.5 N NaOH (100 g NaOH/1)
- 2) Reagents necessary to perform cyanide analysis as described in narrative above.

Procedure:

Weigh out, to nearest 0.01 g, 100±1 g of samples as received. Place in glass funnel, either glass wool plugged or with filter paper. Add 50.00 ml of 2.5 N NaOH to 500 ml volumetric flask and place it so as to catch the filtrate from the funnel. Pour 50 ml of distilled (or deionized) water onto the solid sample and allow to percolate through. When liquid level is even with the top of the solids, add an additional 50 ml of water. Repeat the addition of water until a total of 400 ml H₂O has been used. Make up volume in volumetric flask to mark with distilled water. This constitutes the sample ready for analysis.

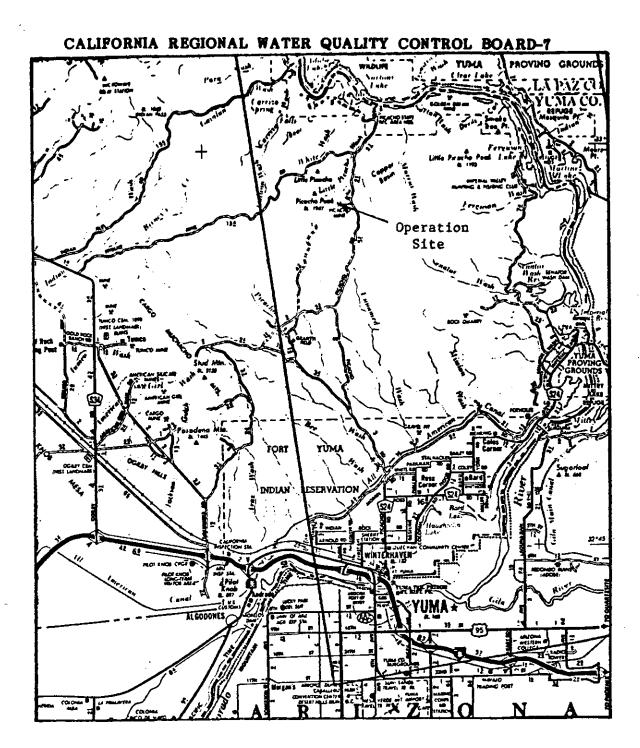
The titrametric (412C) and the ion selective probe (412E) require no further preparation. The sample is then read directly by either titrametric (412C) or the ion selective probe (412E) and the results indicating the amount of ionic cyanide reported in mg/l.

CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD COLORADO RIVER BASIN REGION

ATTACHMENT B

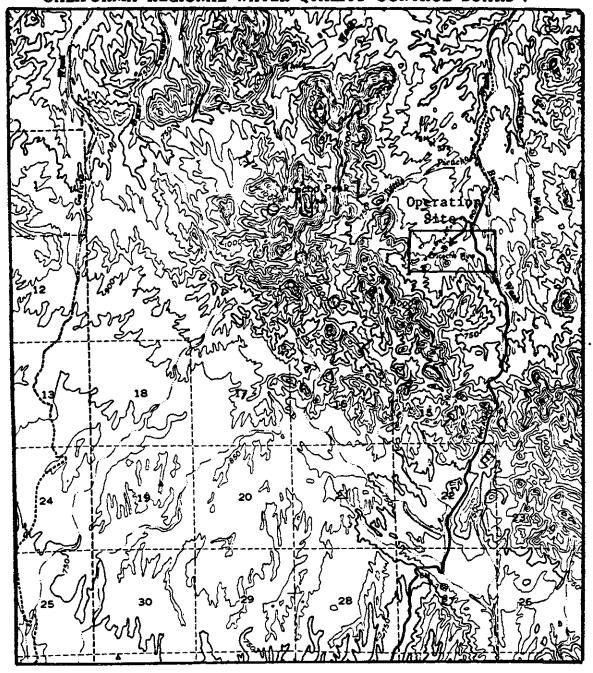
PROCEDURE FOR THE DETERMINATION OF EXTRACTABLE METALS

- A. Samples from each location, as approved by the Regional Board's Executive Officer, shall be composited and tested for the net acid/base potential utilizing the procedure in "Field and Laboratory Methods Applicable to Overburden and Minesoil", (PB-280-495), March 1978; pp. 47-50 & 69-72.
 - 1. If the net acid/base potential indicates a presence of net acid forming potential, the composites shall be subjected to the waste extraction test described in Section 66700, Article 11, Chapter 30, Division 4, Title 22 of the California Code of Regulations.
 - 2. If the net acid/base potential indicates an absence of net acid forming potential, the composites shall be subjected to a waste extraction test similar to that in A.1., above, but utilizing distilled water buffered to the pH of rainwater, as the extractant.
- B. The resultant test extracts shall be analyzed as follows:
 - All of the extracts shall be analyzed for copper and iron.
 - Ten percent of the extracts shall be analyzed for the metals listed under Section 66699, Article 11, Chapter 30, Division 4, Title 22 of the California Code of Regulations.



SITE MAP NO. 1
PICACHO PEAK MINE - SITE NO. 3
CHEMGOLD, INC.
North of Yuma - Imperial County

CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD-7



SITE MAP NO. 2
PICACHO PEAK MINE - SITE NO. 3
CHEMGOLD, INC.

North of Yuma - Imperial County Location: 1 mile north and ½ mile east of NE corner of Section 16, T14S, R22E, SB&M USGS Picacho Peak 15 min. Topographic Map