

The Owl Creek Pit Part 1: Relocating Mine Rock from Surface Stockpiles to the Pit to Mitigate Acid Drainage

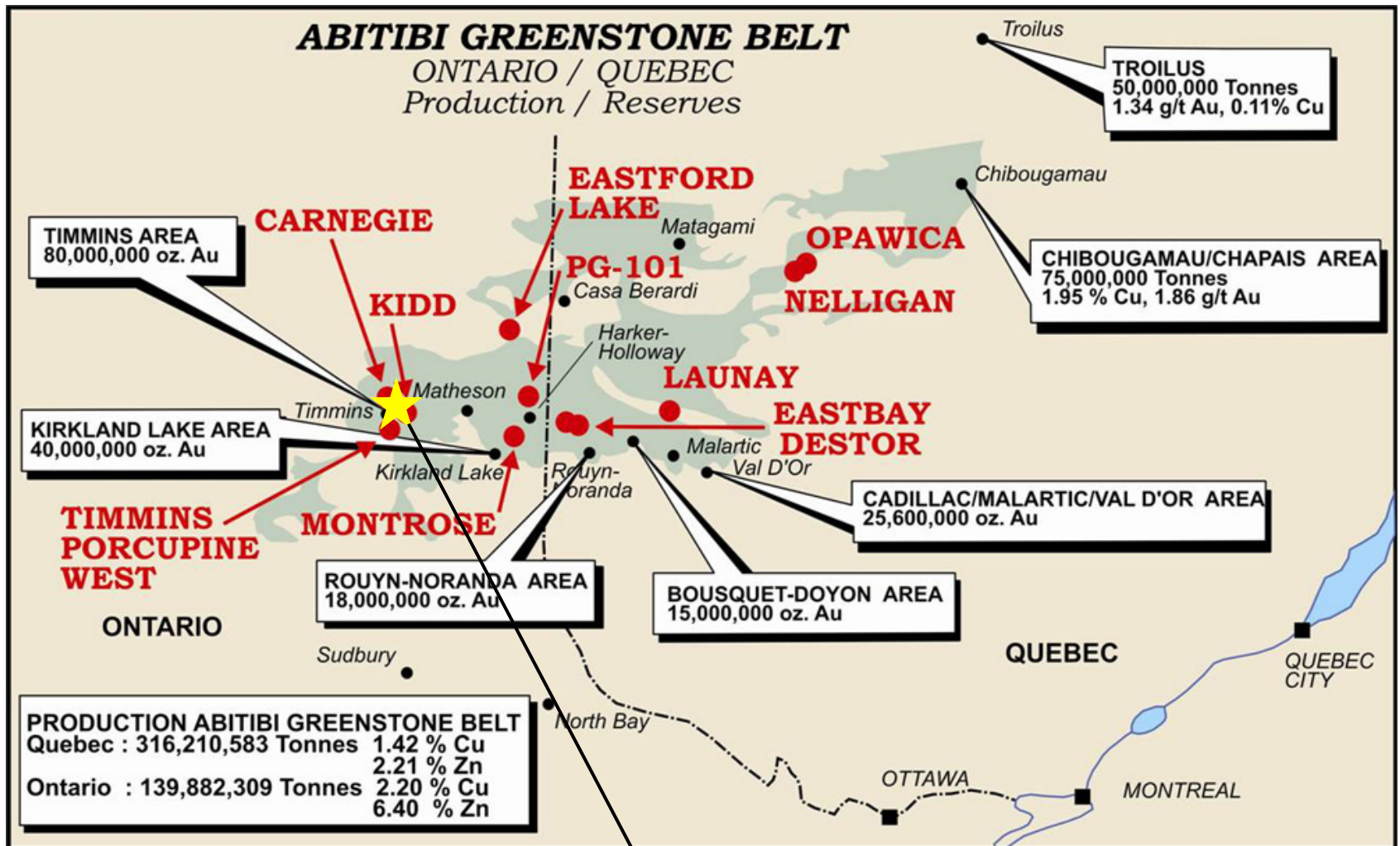
*Jeff Martin¹, Thomas Sulatycky², Brian
Fraser¹, Rina Parker¹, Bruce Rodgers¹ and
Ron Nicholson¹*

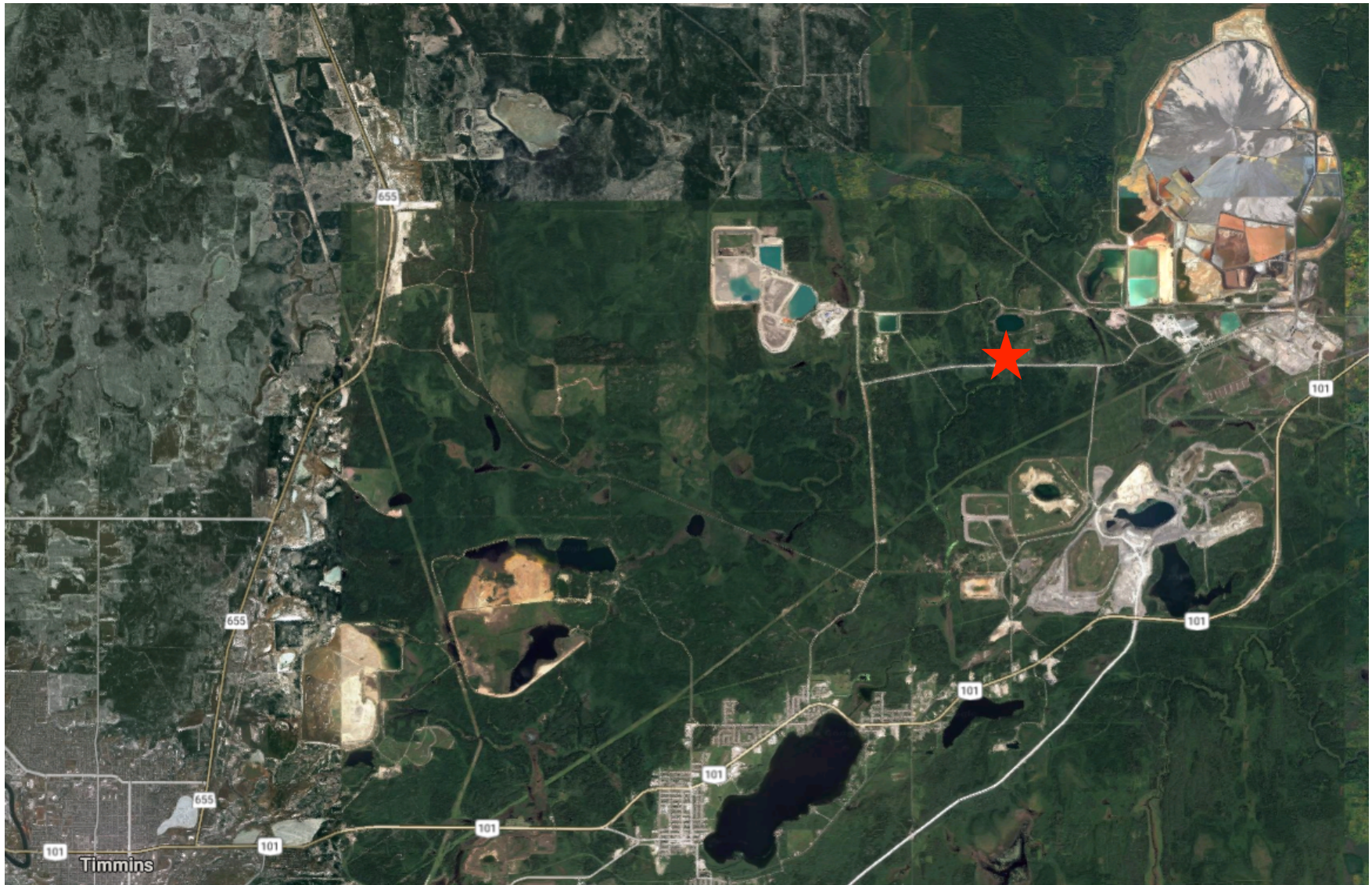
1-EcoMetrix Incorporated

2-Goldcorp, Porcupine Gold Mines

ABITIBI GREENSTONE BELT

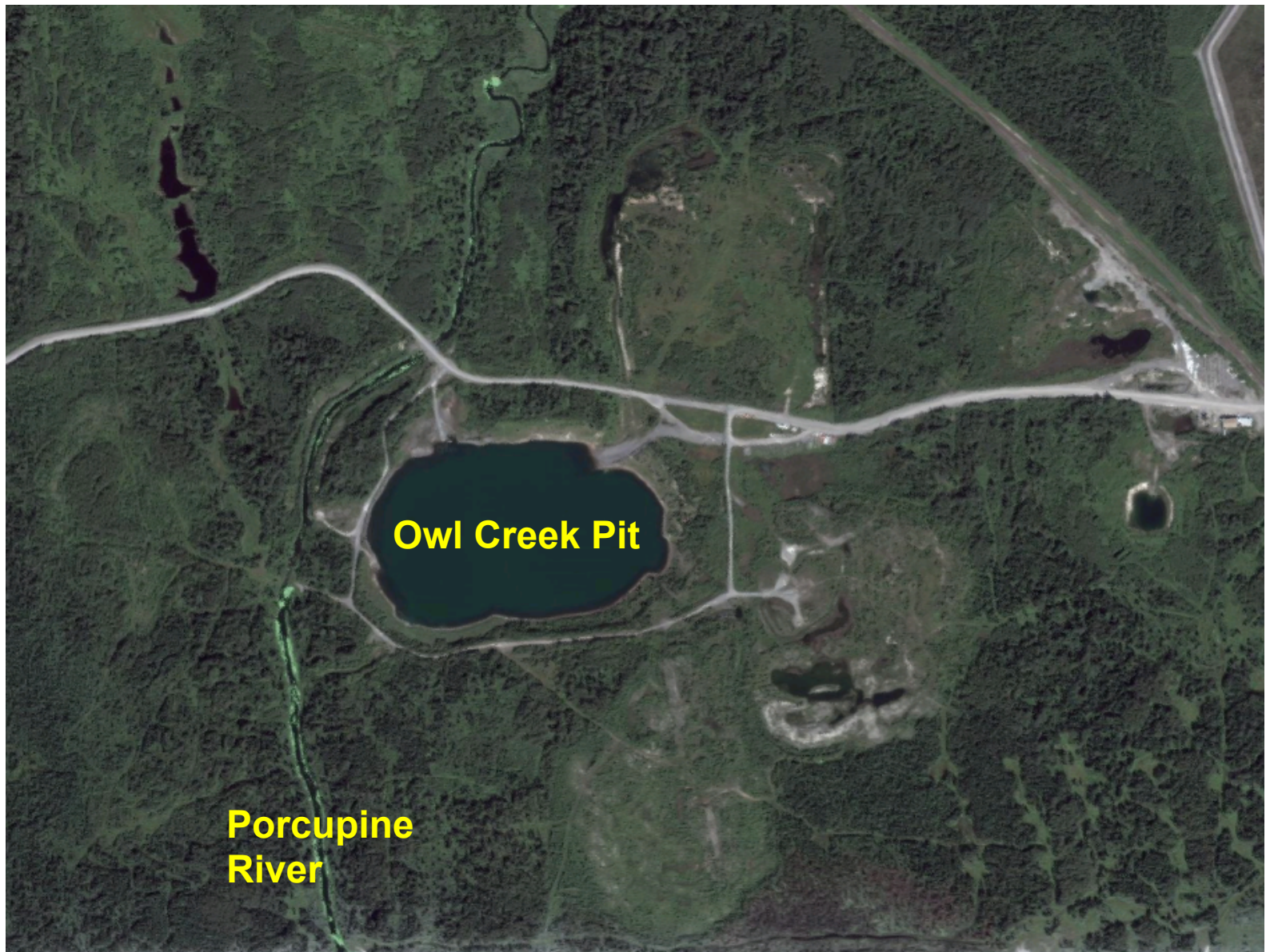
ONTARIO / QUEBEC
Production / Reserves





EcoMetrix
INCORPORATED

Owl Creek Mine – Location



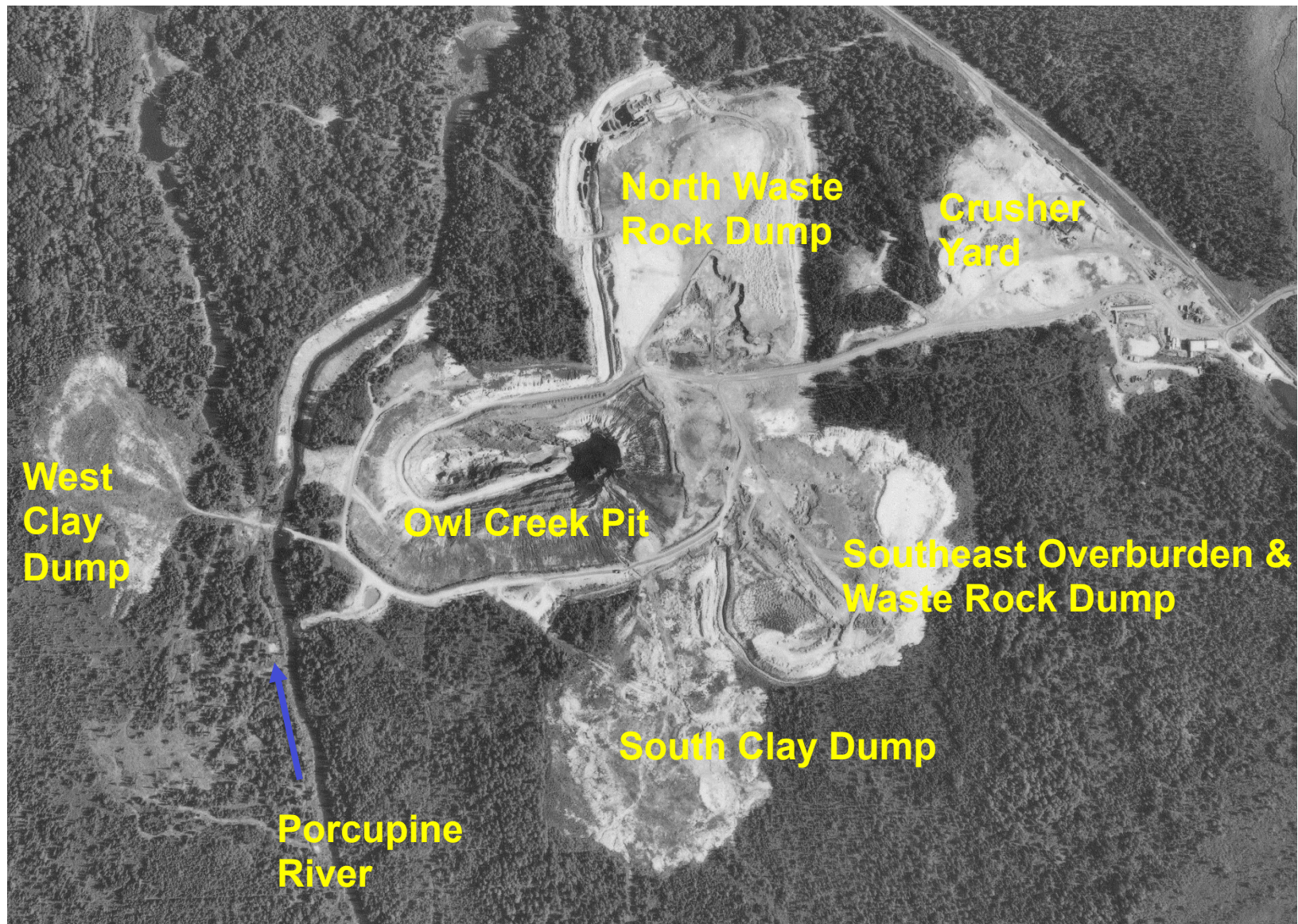
EcoMetrix
INCORPORATED

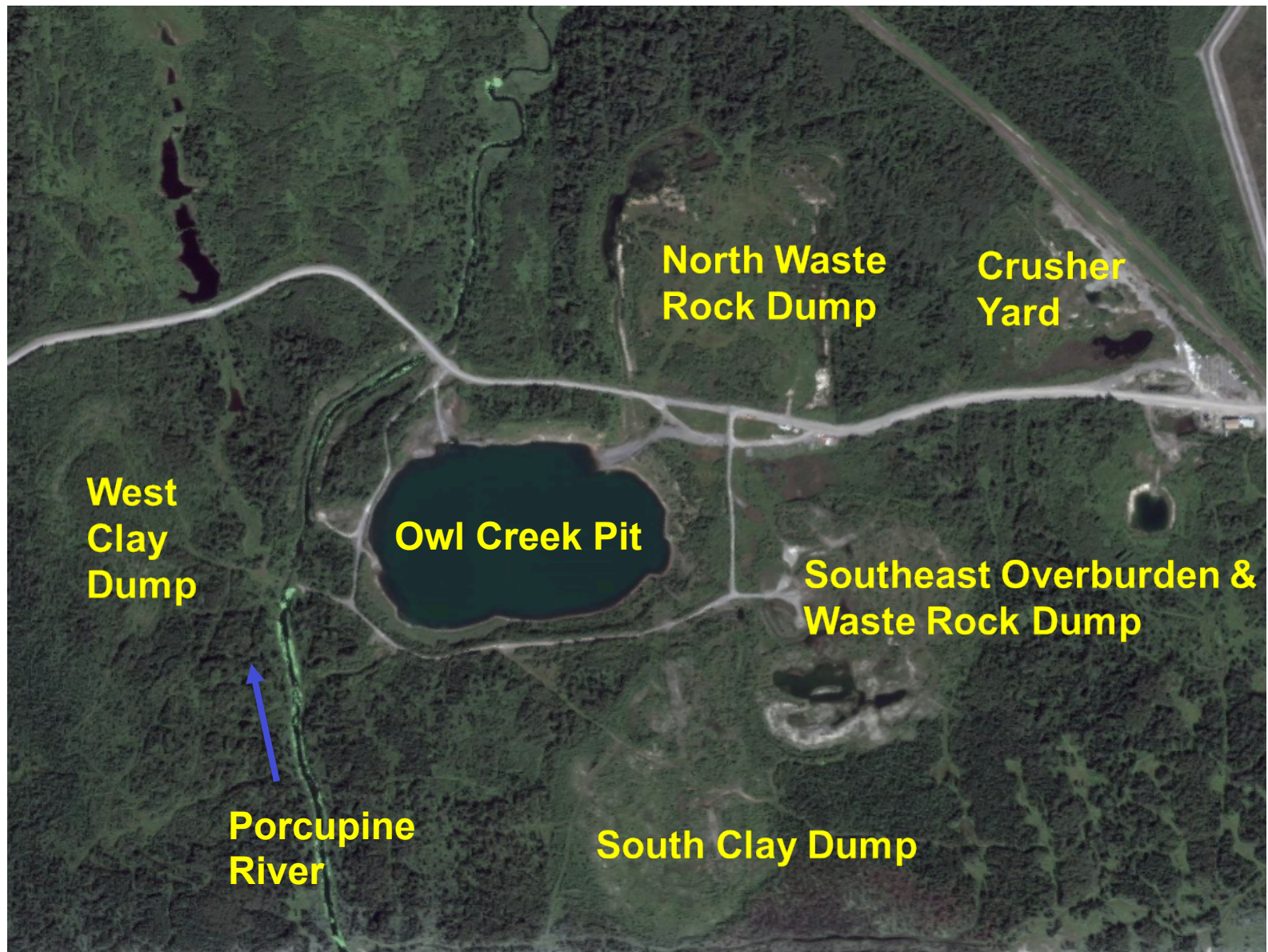
Owl Creek Minesite

History

- Timmins Area: 250 Mt mined to produce 60 M oz of gold prior to 1980, mainly underground mining
- Prior to Owl Creek, Acid Rock Drainage (ARD) from waste rock had typically not been a significant issue for Timmins area gold mines
- Mining at Owl Creek began in 1981 (Kidd Creek Mines Ltd.) and closed in 1990 (Falconbridge Gold Ltd.)
- 1.7 Mt ore, 5 Mt waste rock and 3 Mt overburden removed from Owl Creek open pit
- Ore processed at Kidd, Bell Creek and McIntyre







EcoMetrix
INCORPORATED

Owl Creek Minesite – Present Conditions

Owl Creek Pit – Local Geology

- Stratigraphy – moderate to steep dip to north
- Massive to pillowed basalts
- Metasediments (greywacke and argillite) some graphitic argillite with pyrite
- Ore within east/west deformation zone
- Graphitic schistose contacts on both sides of main ore zone, 10-35 m wide on south, 0.5 m on north
- Waste rock; carbonate, sericite, sulfide (1-10% pyrite) alteration.
- Ore: free gold and gold in pyrite associated with quartz veins, carbonate, graphite, and disseminated sulphides (pyrite, marcasite, pyrrhotite, arsenopyrite, chalcopyrite)



Breaking News

AT FALCONBRIDGE

Investigation is continuing into discharge

BY SCOTT A. PATTISON
Daily Press Staff Writer

TIMMINS — Charges may be laid against Falconbridge Gold Corporation following an acidic discharge into the Porcupine River.

Meanwhile, officials are monitoring the discharge, trying to assess the effects. Local officials say extensive environmental damage may have been done to a section of the river.

Officials estimate the acidic effluent discharge — discovered by a fluoride June 8 — had been leaking into the Porcupine River for at least two weeks from the north end of the company's property.

Ministry officer Mark Butler says the most important priority is to get the spill under control.

"This is a serious problem but it has been a hidden one," said Butler. "Until our initial assessment is done, we won't be recommending anything."

But he says a branch of the Ministry of Natural Resources is investigating the possibility that the Porcupine River has run off the company's property.

"I can tell you the river has been running over the last two weeks," he said. "The company and the Ministry were first alerted by a fluoride discharge above the Porcupine River. It was a large section of the river that was covered in a suspicious red-colored substance. Butler and his officials eventually located the source of the problem — an old Falconbridge Gold waste rock dump."

When initially tested the water, it had a PH reading of 1.1, a high zinc level and 20,000 parts per million of iron. Butler said the discharge was 5,000 metres through the woods to the river. I'd have to say around 300 tonnes per minute are being discharged from the (three-metre) rock pile. I hope they start caving in to come in and figure out a solution soon."

The Ministry of Natural Resources said the Ministry of the Environment is now over the Porcupine River. Butler said the Ministry is assessing the damage to the river.

He said the first clue was the red-colored water banks are seen with the severe damage to the river.

"We flew three times and found that the water was red and that there were dead fish," Butler added.

"MNR officials have found that the water is high in iron and zinc and that there is a lot of acid in the water. The water is also high in fluoride."

In its wake, the discharge has left a 30-metre by three-metre stretch of dead bush and small trees. Falconbridge mine manager Peter Blakey says the site should be cleaned up within a week — and he added only a few trees, not even enough to cover half a housing lot, were killed.

"As of today, no more liquid will get down to the Porcupine River without being treated," said Blakey. "It will take us around one week to get the impoundment area and overflow working properly. Right now there is between 20 to 25 litres of effluent per minute being discharged."

An unidentified Ministry of Natural Resources pilot spotted a

Local Daily Press, Wednesday, June 27, 1990, Timmins—3

Barry Ellsworth, editor, 268-5050

Acidic runoff stopped

TIMMINS (Daily Press Staff) — The stubborn runoff of weak acid from a waste rock storage site at the Owl Creek gold mine has been contained.

Peter Blakey, Timmins-area manager for Falconbridge Gold, says the acid leak was fully contained as of June 14, but it was stopped from draining acid into the nearby Porcupine River.

Blakey said a permanent line station has been erected on the huge Kidd Township site. Lime will now be used on an on-going basis to neutralize any further potential runoff.

"The line station is in place, the perimeter road has been cut through the trees and a dyke is also in place," he said. "We don't expect the dyke to overflow until July 8."

By that time, said Blakey, any dangerous solids in the run-off from the waste rock pile will have settled. Only clean water will run over the lip of the dyke.

"The Porcupine River flowing into the treated water will be fully under control," he said. "Everything is over rock pile, which was left contained in the days when Owl Creek was an operating gold mine. The acid had a small amount added."

acidic runoff appeared to be unique to Owl Creek. He said he knew of no other gold mine in Canada where waste water seeping through a waste rock pile created sulphides that were present, thus creating the weak sulphuric acid.

"It was completely as far as we were concerned," he said. "But we've never seen anything like this before."

AT KIDD CREEK

Crew cleaning up spill

BY SCOTT A. PATTISON
Daily Press Staff Writer

TIMMINS — A discharge of chemicals Wednesday from Kidd Creek Mines into the Porcupine River has government and mine officials scrambling to clean up the mess.

Kidd Creek environmental analysts and Falconbridge officials (Kidd's parent company) have dumped 3,000 gallons of lime solution to neutralize a low-level acidic effluent spill on the north side of the Owl Creek waste rock dump site.

As of late Tuesday afternoon, officials from the ministries of natural resources and environment were on the scene.

The discharge has found its way 500 metres through the woods and into the Porcupine River — but there has been no significant environmental damage because of the discharge.

In its wake, the discharge has left a 30-metre by three-metre stretch of dead bush and small trees. Falconbridge mine manager Peter Blakey says the site should be cleaned up within a week — and he added only a few trees, not even enough to cover half a housing lot, were killed.

"As of today, no more liquid will get down to the Porcupine River without being treated," said Blakey. "It will take us around one week to get the impoundment area and overflow working properly. Right now there is between 20 to 25 litres of effluent per minute being discharged."

An unidentified Ministry of Natural Resources pilot spotted a

large red substance floating in the Porcupine River by the railway bridge and notified the Ministry of Environment, which subsequently

notified Kidd Creek and then Blakey. From there, the site was isolated and a road constructed through the

waste rock dump to the North edge where the discharge is occurring.

"Initially we checked the pump pit discharge where water flows into the river but found no problem," said Blakey. "Then we came down our rail line around 3/4 of a kilometre and found the area. It's been discharging for around five or six weeks but we haven't noticed it because nobody ever comes back here."

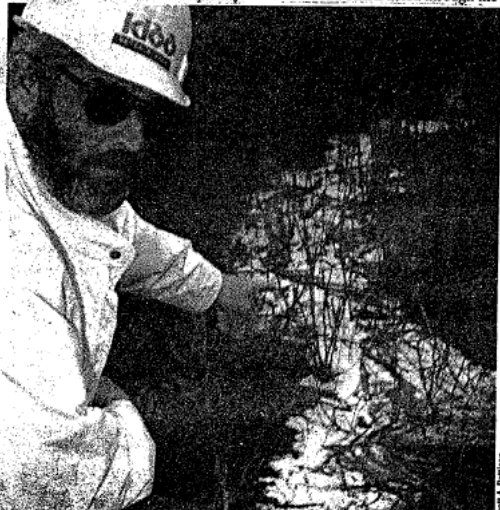
The discharge also went unnoticed by the company's one testing station downstream on the Porcupine River because it became quite diluted before reaching it.

The discharged acidic water contains a 2.5 PH level which Blakey says is the same as that of a lemon. The water also contains 140 parts per million of zinc and 7,000 parts per million of iron. Blakey says the lime should bring the PH level back to an acceptable reading of 6.5 to 7.

"My feeling is the pyrite (fool's gold) in this rock has become oxidized which in turn gives an acidic reaction," said Blakey. "We're bringing in a backhoe to build up a five-foot wall to try and trap as much of the liquid down there to enable the lime to neutralize it properly."

Falconbridge and government environmental officials have since checked all waste rock dump sites on the property by ground and air to ensure there are no other discharges.

The environmental mishap occurred amid successful re-vegetation projects.



FALCONBRIDGE GOLD Corporation Mine Manager Peter Blakey points to an effluent discharge recently found on the company's property. Company officials have since dumped 3,000 gallons of lime on the acidic water to neutralize it. Cleanup efforts are currently ongoing.

First Signs of Trouble

- June 1990 – ten years after mining started
- Ministry of Natural Resources (MNR) pilot observed a “reddish-brown colour” in a 2 km reach of the Porcupine River
- Drainage with pH = 2.3 and 7 g/L Iron traced back to the North waste rock stockpile
- Flow from waste rock ~ 8 L/s into Porcupine River with flow of ~ 130 L/s

Water Quality (mg/L except pH)

| Constituent | Flow from North Waste Rock | Upstream in Porcupine River | Provincial Water Quality Objectives |
|-------------|----------------------------|-----------------------------|-------------------------------------|
| pH | 2.3 | 7.5 | 6.5 – 8.5 |
| Aluminum | 1,400 | 0.09 | NA |
| Copper | 69 | 0.007 | 0.005 |
| Iron | 7,000 | 0.26 | 0.3 |
| Lead | 6 | <0.001 | 0.005 |
| Nickel | 48 | 0.01 | 0.025 |
| Zinc | 100 | 0.006 | 0.03 |

Immediate Actions

- Constructed cutoff berms
- Constructed impoundment at North Dump
- Piping to pump acidic water to the Kidd Creek tailings management area for treatment
- Local application of lime on stockpiles
- Initiated surface and groundwater monitoring
- Hired consultants to investigate cause

The Investigation (SENES 1990)

- Field program
- Waste rock samples from:
 - Surface (14)
 - Drill Cuttings (12)
- Rock Analyses: Acid Base Accounting, Metals, Mineralogy
- Water Analyses: general chemistry and metals

Reactive Argillite / Leachate Impoundment



Golder Associates, 1991

Golder Associates, 1991

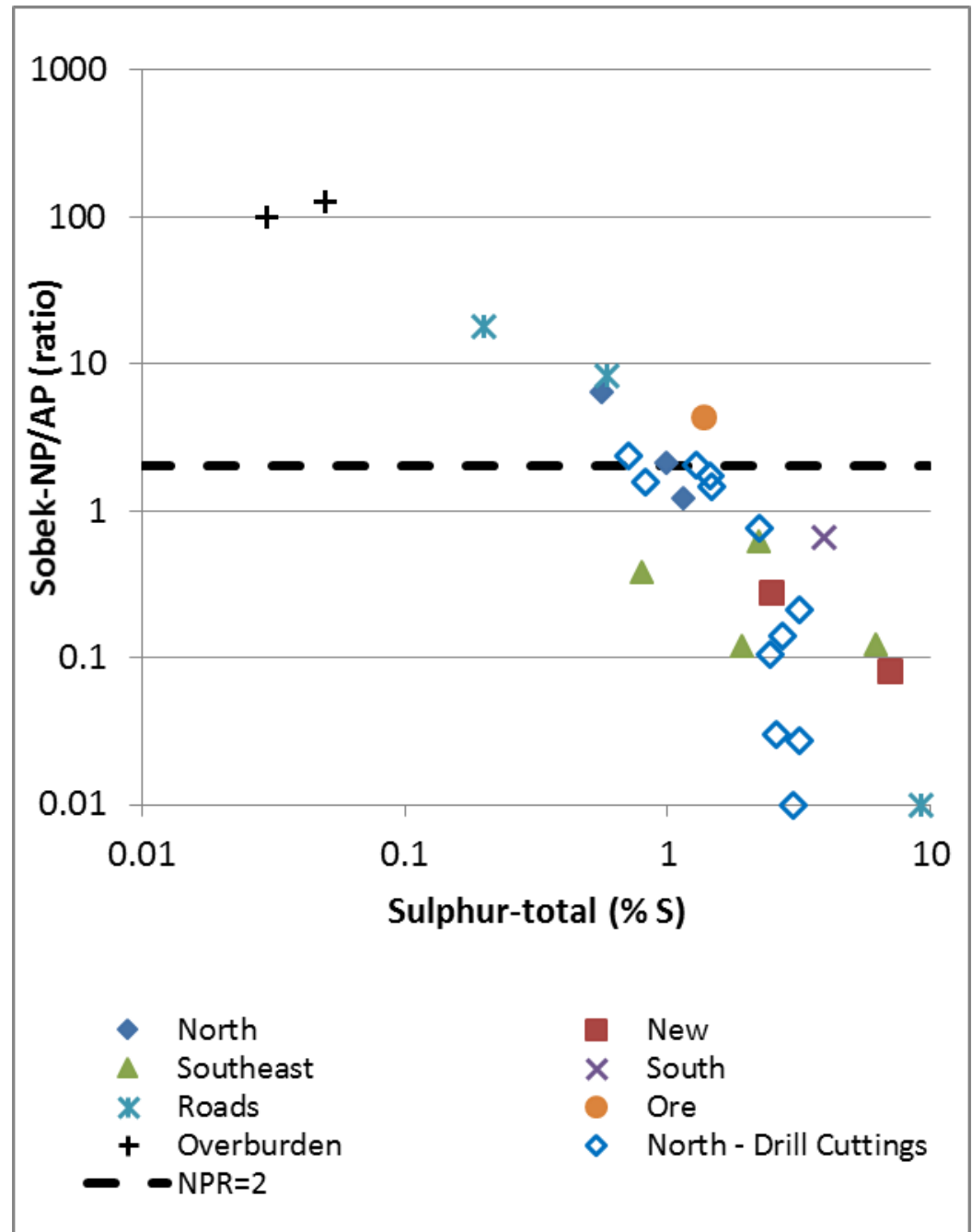


Spreading Lime on the stockpiles as an Interim Measure

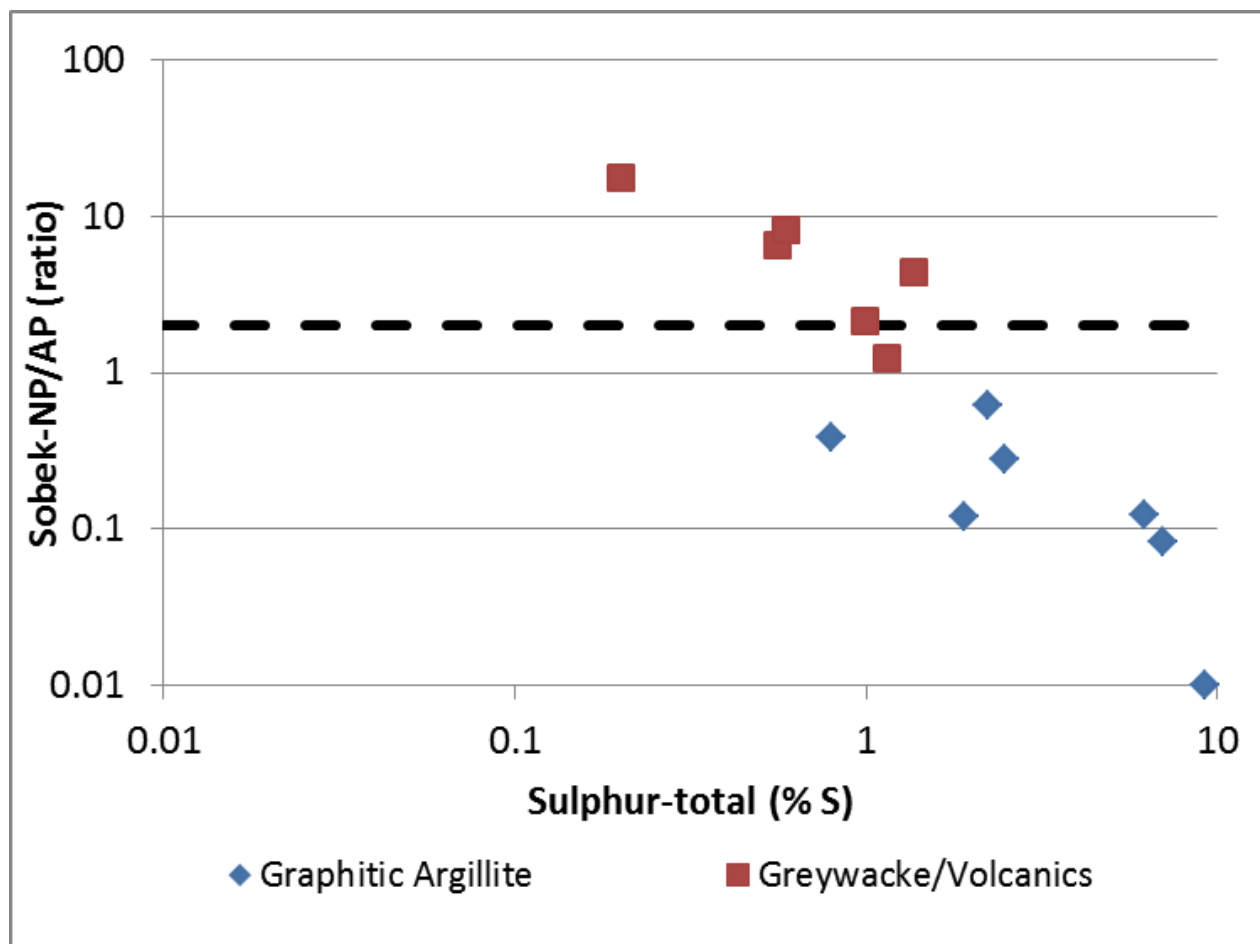


Waste Rock Characteristics

Original Data from SENES (1990)



Argillite (PAG) and Other (non-PAG) Rock Types



Original Data from SENES (1990)

Conclusions of the Investigation

- Three main waste rock types, with pyrite & carbonate alteration:
- Metavolcanics and Greywacke
 - typically less than 1% S & classified as non-PAG
- Graphitic Argillite (schist)
 - typically 1 to 10% S and classified as PAG
- Only 10% of waste rock was Argillite but it was mixed with non-PAG rock and overburden

Material Inventories (tonnes)

| Location | Varved Clay and Till | Greywacke and Volcanic Rock | Graphitic Argillite | Totals |
|---------------|----------------------|-----------------------------|---------------------|-----------|
| North | 150,000 | 1,500,000 | 300,000 | 1,950,000 |
| South-East | 1,000,000 | 1,500,000 | 200,000 | 2,700,000 |
| South | 1,050,000 | 10,000 | 5,000 | 1,065,000 |
| West | 850,000 | 0 | 0 | 850,000 |
| NEW (test) | 0 | 0 | 25,000 | 25,000 |
| Roads | 0 | 1,055,000 | 7,000 | 1,062,000 |
| River Channel | 0 | 170,000 | 0 | 170,000 |
| Total | 3,050,000 | 4,235,000 | 537,000 | 7,822,000 |

Additional Conclusions

- North and New stockpiles highly acid generating
- Southeast stockpile has substantial volume of PAG material with less acid leachate observed
- South pile has small volume of PAG – mostly clay
- West clay pile – no waste rock – from channel excavation

Potential Water Treatment Requirements

| Location | Estimated Lime Requirement (tonnes CaO/year) |
|---|---|
| North Dump | 1,875 |
| Other Locations including Southeast Overburden & Waste Rock, South Clay Dump | 975 |
| Total | 2,850 |

Options Assessed

| Option | Description | Estimated Cost (\$ 1991) |
|--------|--|-----------------------------|
| 0 | Continued Collection and Neutralization of Water | \$7.4M |
| 1 | Encapsulation and Flooding in Place | \$9.6M |
| 2 | Relocation to Kidd Tailings Basin | \$9.2M |
| 3 | Relocation to Open Pit | \$6.2M |
| 4 | Encapsulate with Geomembrane | \$7.6M |

Adapted from Golder Associates (1991)

Selected Option – Relocate to Pit

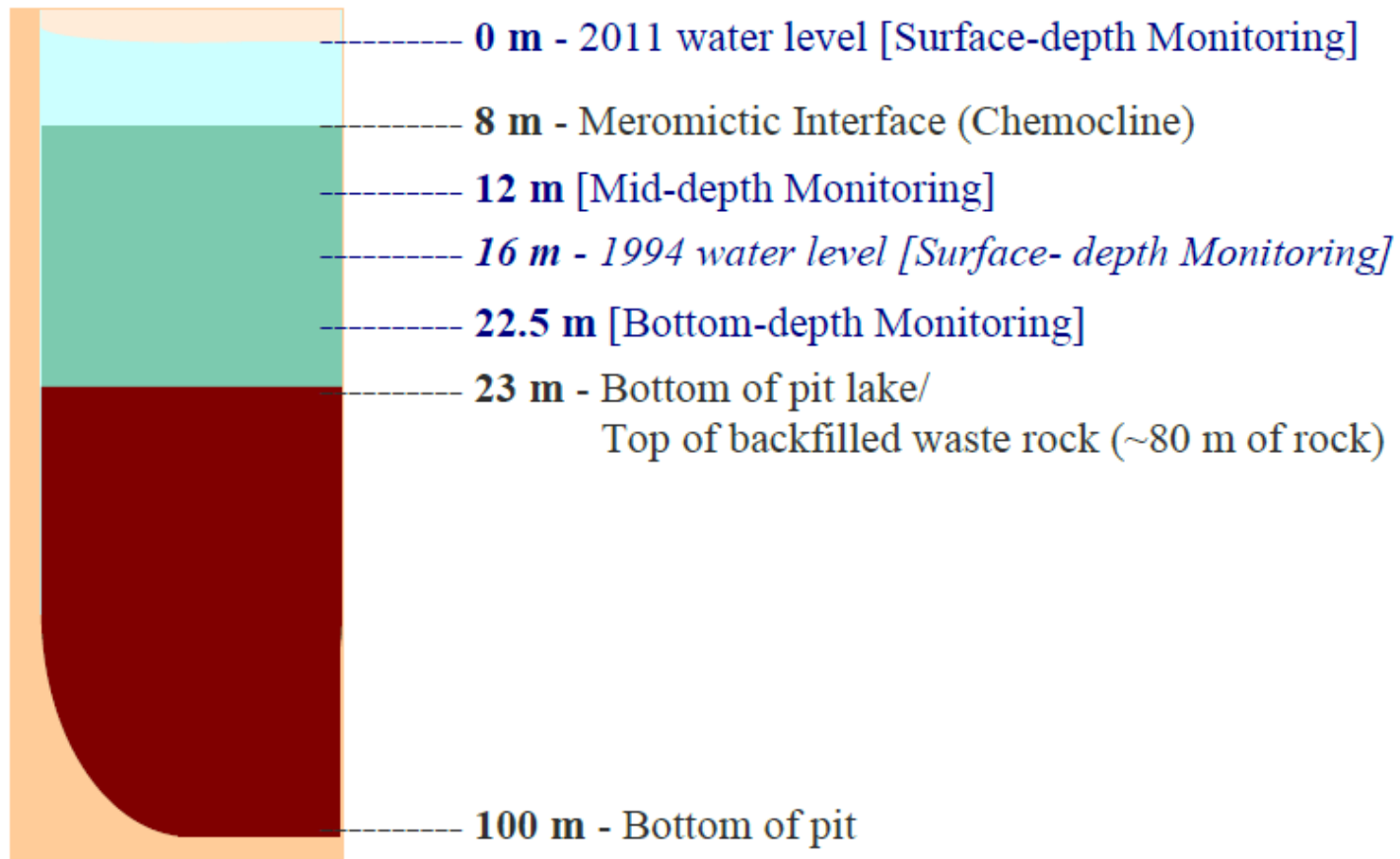
- Relocated 3.26 M tonnes to pit in 1991-1992
- Placed as 1.5 m thick layers of rock and overburden
- Crushed Limestone added at a rate of 5.5 kg/t-rock for a total of 15,400 tonnes, spread between layers of waste rock
- Pit allowed to flood naturally with some pumping of water from Porcupine River
- Water level rose above backfilled rock in Spring 1993
- Overburden side slopes around pit were graded for stability

Owl Creek Pit prior to backfilling and flooding



EcoMetrix
INCORPORATED

Schematic Cross-section: Flooded Owl Creek Pit



Lessons Learned

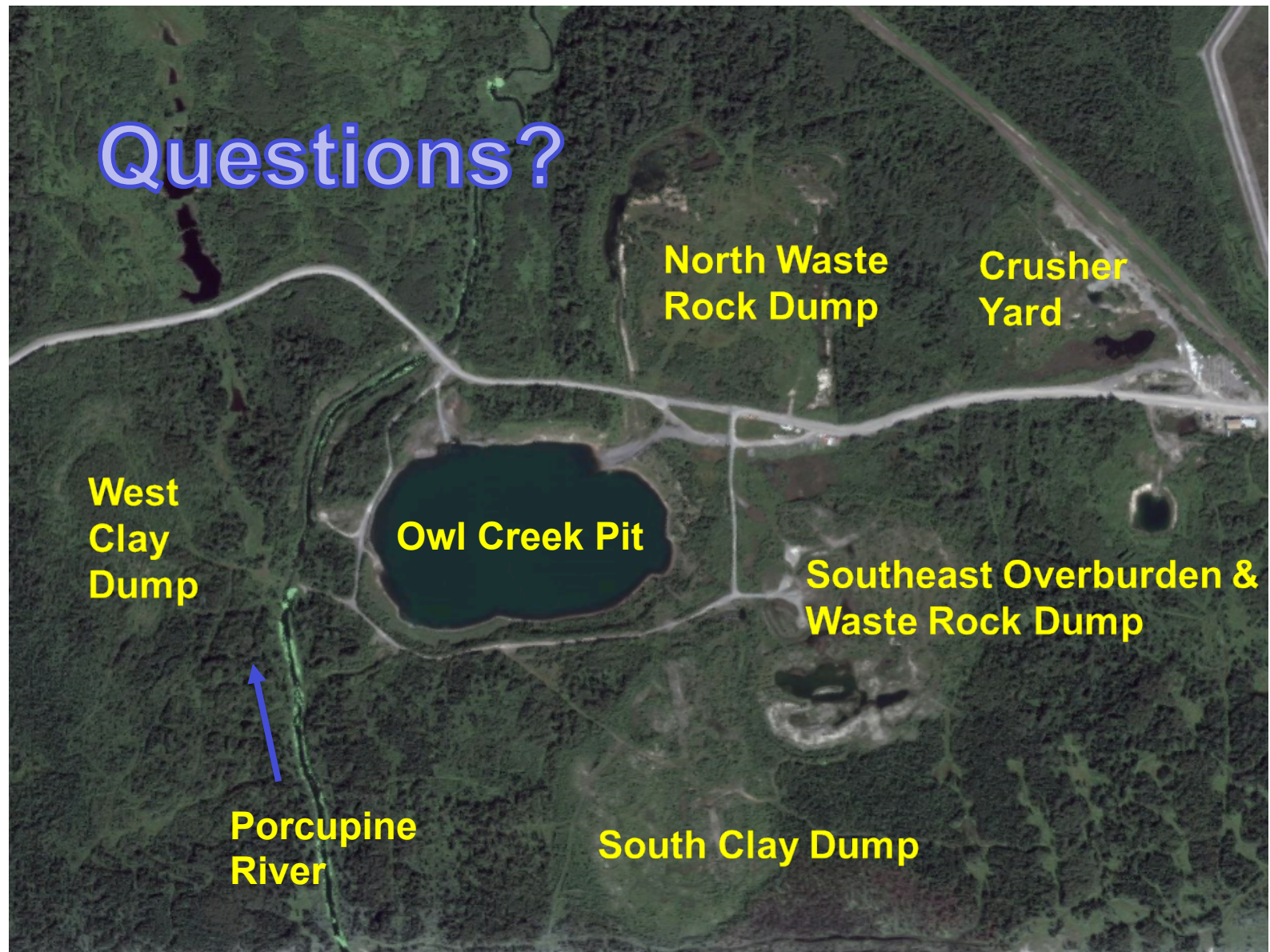
- Don't rely on entirely on historical precedent
 - testing required
- ARD can still occur even if only small volumes of Potentially Acid Generating (PAG) material are mixed with non-PAG rock
- Best to segregate potentially problematic materials
- Management of PAG waste rock in a flooded open pit is an extremely effective remedial option

The Outcome

- Implemented closure plan very effective!
- Stay tuned for Part 2



Questions?



EcoMetrix
INCORPORATED