United States Environmental Protection Agency Region IV POLLUTION REPORT

Date: Friday, September 26, 2008

From: Leo Francendese

Subject: Progress towards Final Phase

Barite Hill Nevada Goldfields

McCormick, SC Latitude: 33.8711000 Longitude: -82.2972000

POLREP No.: 16 Site #: A4NZ

Reporting Period: 9/12/2008 - 9/26/2008 **D.O.** #:

Start Date:10/15/2007Response Authority:CERCLAMob Date:10/15/2007Response Type:Time-CriticalDemob Date:NPL Status:Non NPLCompletion Date:Incident Category:Removal Action

CERCLIS ID #: Contract #

RCRIS ID #:

Site Description

The Barite Hill/Nevada Goldfields site is located approximately 3 miles south of McCormick, South Carolina between US 378 and US 221 on the northern side of Road 30 in McCormick County, South Carolina. The mine site is relatively remote; there are no buildings, homes, or commercial buildings within 0.5 miles of the boundary. The site actively mined gold from 1991 to 1995. From 1995 until Nevada Goldfields filed for Chapter 7 Bankruptcy in 1999, the reclamation of the site was being addressed by Nevada Goldfields. On July 7, 1999 Nevada Goldfields handed the facility's keys to SCDHEC and abandoned the site.

The site is located along a topographic high ridge area forming the headwaters of an unnamed tributary to Hawes Creek. The topography of the area consists of rolling hills with ridgelines at an elevation of about 500 feet. Within the site, the ridgeline comprising the site has a high point of about 510 feet and an average elevation of approximately 480 feet.

The permitted mine site totals 795.2 acres. Of this total, 659.7 acres are designated as buffer area (areas not disturbed beyond the pre-mine natural state); therefore the maximum disturbance area is 135.5 acres.

The facility used a cyanide solution in a heap leach process to extract gold from ore. There are 7 processing ponds and 1 sediment pond onsite. Three large, multi-acre waste rock piles exist in varying condition. Each waste rock pile has the potential for producing acid. Storm water run on and runoff are not controlled at the site. The Main Pit ("Acid Pit") from the mining operations remains. The 10 acre Acid Pit contains approximately 60,000,000 gallons of water with an average pH of $2 \sim 2.2$ and a high dissolved metal content. Seeps from the Acid Pit containing acidic water with high dissolved metal content are being released to the northern unnamed tributaries of Hawes Creek which borders the pit at a rate of approximately 5 gpm.

As per a referral by the State of South Carolina, the EPA Region 4 Removal Program conducted a Removal Site Evaluation (RSE) according to the National Contingency Plan (NCP). During the RSE of March 2007, the OSC conducted an emergency response whose scope included the demolition of a furnace building and onsite neutralization of over 2000 lbs of varying strength acids and bases. As of 9/19/07, the Agency has approved an Action Memorandum to conduct a removal action. The removal action commenced on 10/15/07 and includes a Bureau of Reclamation designed cap for the 250,000 CYS of acid producing waste rock adjacent to the Acid Pit, Acid Pit neutralization and cyanide deactivation in one of the onsite process ponds.

The project is expected to take about 12 to 16 months to complete and is projected to cost approximately 4,000,000 dollars. Details concerning this action can be found in both the documents section and Pollution Reports (POLREPS) which are updated on a periodic basis.

Current Activities

Cap Construction Progress (North and South)

- 100 percent cap saprolite layer graded
- 100 percent grading of cap clay layer
- 15 percent cap rip rap zones placed
- 100 percent cap toe construction
- 100 percent cap liner laid
- 85 percent cap topsoil blending/placement
- 0 percent cap seeding
- 70 percent irrigation system
- 80 percent watershed drainage completed
- 70 percent spillway constructed

Planned Removal Actions

- The second irrigation well pump installation was installed. In addition, it will potentially act as a backup source of water for the pit lake in the event of sustained drought.
- The current monitoring system has been taken offline, a long term monitoring system is being coordinated with the remedial program to replace the prior system. The design presentation is planned for October 2nd in Atlanta.

Key Issues

- The Barite Hill Pit Lake has demonstrated a 79 to 88 % cost savings as compared to traditional acid mine pit closures. Mass balance calculations of pit lake acid producing vs pit lake acid neutralizing potential demonstrate long term sustainability. A summary of the removal remedy, including these calculations and supporting analytical evidence is being compiled. A final draft of these findings are attached. Innovative and Low Cost Remedy at the Bartie Hill Pit Lake (Final Draft)

response.epa.gov/baritehillnevadagoldfieldsremoval