ALASKA DEPARTMENT OF ENVIRONMENTAL CONSERVATION

Division of Spill Prevention and Response Prevention and Emergency Response Program

SITUATION REPORT

INCIDENT NAME: Fort Knox Gold Mine Cyanide Water Spill SITREP #: 2 and Final

SPILL NUMBER: 10309912402 **LEDGER CODE**: 14286360

<u>TIME/DATE OF SPILL</u>: The spill occurred at approximately 8:30 PM on May 4, 2010. Fort Knox Gold Mine notified ADEC via the Alaska State Troopers at approximately 9:49 PM on May 4, 2010.

TIME/DATE OF SITUATION REPORT: 4:30 PM on October 1, 2010.

TIME/DATE OF THE NEXT REPORT: This is the final Situation Report.

TYPE/AMOUNT OF PRODUCT SPILLED: The process water spill occurred within the ore processing facility. Fort Knox estimates the amount spilled at 305,300 gallons. Approximately 270,000 to 275,000 gallons remained within the building, while the remaining 30,000 to 35,000 gallons spilled onto the gravel roadway and parking area.

LOCATION: Fort Knox Gold Mine, Fairbanks, Alaska.

<u>CAUSE OF SPILL</u>: Failure of the automated process control system.

POTENTIAL RESPONSIBLE PARTY (PRP): Fort Knox Gold Mine KINROSS

RESPONSE ACTION: Fort Knox responders deployed portable pumps to collect and remove process water from the processing facility's secondary containment and low areas on the gravel pad. Fluids recovered were returned to the mill for reuse. The process water contained a low concentration of sodium cyanide at a controlled pH, and did not present an inhalation hazard to responders according to mine officials and environmental consultants.

Approximately 2,640 cubic yards of the process water contaminated soil was excavated, hauled and placed on the heap leach area for reprocessing. Field screening samples guided the excavation, and then confirmation analytical samples were collected by an independent environmental consultant. The sample results indicated adequate soil removal to accomplish numeric cleanup end-points. A root cause investigation was completed.

SOURCE CONTROL: Pumps were manually shut down, and the source is controlled.

RESOURCES AFFECTED: Fort Knox estimates that approximately 2 acres of gravel road and the parking area were affected.

<u>FUTURE PLANS AND RECOMMENDATIONS</u>: Install additional engineering controls to avoid future an automated process control system failures.

WEATHER: Mostly cloudy. Scattered snow showers. Highs 40-45.

UNIFIED COMMAND AND PERSONNEL:

Incident Commander: Delbert Parr, Fort Knox S.O.S.C.: Tom DeRuyter, ADEC

FOR ADDITIONAL INFORMATION CONTACT: John Ebel, ADEC, (907) 451-2175.

AGENCY/STAKEHOLDER NOTIFICATION LIST

This sitrep has been distributed to the following agencies and stakeholders. The situation report was also distributed to the various agency staff listed on the standard distribution list. The receiving agencies listed in the standard distribution list includes: Governor's office, Senator Begich's office, ADF&G, ADNR, SECC, EPA, DOI, NMFS, and USFWS.

10/1/2010

AGENCY/STAKEHOLDER	NAME	SENT VIA	ADDITIONAL INFO	TELEPHONE	FAX
Alaska State Troopers	Fairbanks	Fax		451-5100 or (800)	451-5165
				478-9300	
ADNR	Gary Schultz/	Fax		451-2732/	451-2751
	Melissa Head/			451-2719/	or
	Sean Willison			451-2724	659-2965
AF&G (Habitat)	Al Ott/Jack Winters	Fax		459-7285 or 459-	459-7303
				7279	
EPA	Matt Carr/Robert	Fax		271-5083 or 271-	271-6340
	Whittier			3247	
Attorney General Office	Cam Leonard/	Fax		451-2811/451-2914	451-2985/
	Steve Mulder				278-7022
Governor's Office	Parnell/Campbell	Fax		451-2920	451-2858
(Fairbanks)	1				
Lt. Governor's Office	Parnell/Campbell	Fax			465-5400
(Juneau)	•				
Legislator (Senate D)	Joe Thomas (D)	Fax	Fairbanks	465-2327	465-5241 or
					456-8163
Legislator (Senate E)	Joe Paskvan (D)	Fax	Fairbanks	465-3709	465-4714
Legislator (Senate F)	John Coghill, Jr. (R)	Fax	North Pole	465-4797 or (800)	465-3884
				860-4797	
Legislator (House 7)	Michael "Mike" Kelly	Fax	Fairbanks	465-4976 or (800)	465-3883 or
	(R)			465-4976	452-6096
Legislator (House 8)	David Guttenberg(D)	Fax	Fairbanks	465-4457 or (800)	465-3519 or
				928-4457	456-2490
Legislator (House 9)	Scott Kawasaki (D)	Fax	Fairbanks	465-3466 or (866)	465-2937 or
	` ,			465-3466	451-9293
Legislator (House 10)	Jay Ramras (R)	Fax	Fairbanks	465-3004 or (877)	465-2070
				465-3004	
Legislator (House 11)	Tammie Wilson. (R)	Fax	North Pole	465-3719 or (877)	465-3258 or
				465-3719	488-4271
Legislator (House 12)	John Harris (R)	Fax	Valdez	269-0129	269-0128
Fairbanks North Star Borough	Luke Hopkins	Fax	Mayor	459-1304	459-1102
City of Fairbanks	Terry Strle	Fax	Mayor	459-6793	459-6787
Tanana Chiefs Conference	Jerry Isaac	Fax	President	452-8251 x 3433	459-3989
Tunana Cincis Comerciae	Jen j Buuc	ı un	Trondont	132 0231 X 3433	107 3707