

March 13, 2024

Ms. Lori Smith Cripple Creek & Victor Gold Mining Company P.O. Box 191 Victor, CO 80860

Re: Additional Surface Water Monitoring Locations Required, Grassy Valley Surface Water Monitoring; Cresson Project; Permit No. M-1980-244

Dear Ms. Smith:

On September 30, 2022, the Division of Reclamation, Mining and Safety (Division/DRMS) issued its letter of Corrective Actions Required in response to August 2022 sampling data for GVMW-25. In corrective action item 2a the Division required the Operator to establish a surface water monitoring location downgradient of GVMW-25 as close to the current permit boundary as possible, at a location that routinely has water available to sample. On October 27, 2022 the Operator submitted TR-132, later approved on March 10, 2023, which updated the ECOSA monitoring plan and established GV-06.

The Operator began monthly sampling of GV-06 on October 4, 2022 and provided the Division the first sample results on October 24, 2022. From November 2022 through May 2023 attempts to sample GV-06 were unsuccessful, due to snow and frozen conditions. Samples were collected from June until November 2023. Results from GV-06 for total arsenic were consistently below the laboratory reporting limit until November 2023 when the result was 0.00113 mg/L which exceeded the Regulation – 32 Classifications and Numeric Standards for Arkansas River Basin (Reg. 32) chronic stream standard of 0.00002 mg/L. Also, during the same month of the total arsenic exceedance both total and dissolved iron concentrations were the highest seen at GV-06 which both exceeded Reg. 32 chronic stream standards. In response to this exceedance, the Division required the Operator to initiate weekly sampling of GV-06 on February 9, 2024 with the first weekly sampling attempt occurring on February 12th. To date a sample has not been collected due to snow and frozen conditions at the location.

The Division is concerned that the continued discharge of ARD from the ECOSA to the shallow groundwater system is migrating down Grassy Valley through undefined pathways and expressing to surface water near or below GV-06.

As part of AM-11 filed in December 2015, Adrian Brown submitted a Hydrogeochemistry Evaluation for the site. In this evaluation the principle surface water outflow from the diatreme occurs within Grassy Valley. The flow in Grassy Valley was monitored using six surface water (flume) locations (Plate 7,



Grassy Valley Surface Water Sampling Cresson Project (M1980-244) Page 2 of 2

attached); GV-01, GV-02, GV-03, GV-04, GV-4.5 and GV-05. It appears from this plate that the current GV-06 location matches the location of GV-04 however, the Operator should verify if this is the case or not.

To ensure compliance with Rule 3.1.5(10), 3.1.5(11), and 3.1.6(1) and based on the increase in total arsenic and iron (total and dissolved) concentrations at GV-06, the Division is expanding the weekly surface water monitoring requirements to include locations GV-04 (unless GV-06 and GV-04 are one in the same), GV-4.5, and GV-05 surface monitoring flumes from the AM-11 documents, until further notice. Samples will be analyzed and compared with the appropriate Reg. 32 stream standards. Along with the results of the first sampling attempt, the Operator will provide the coordinates of each location in decimal degrees. After weekly samples for all four locations have been obtained and the results reviewed the Division may reduce the sampling frequency.

The Operator will provide the Division all historic analytical results for GV-04, GV-4.5, and GV-05 within 30 days of the date on this letter, by <u>April 12, 2024</u>.

The Division reserves the right to further supplement this document with additional items and details as necessary.

If you need additional information or have any questions, please contact me by telephone at 303-866-3567 x8114, or by email at <u>patrick.lennberg@state.co.us</u>.

Sincerely,

Patrick Lennberg Environmental Protection Specialist

cc: Katie Blake, CC&V Anthony Matarrese, CC&V Johnna Gonzalez, CC&V Elliott Russell, DRMS Amy Eschberger, DRMS Hunter Ridely, DRMS Nikie Gagnon, DRMS Lucas West, DRMS Attachments

