PROVINCE OF BRITISH COLUMBIA MINISTRY OF ENERGY AND MINES

QUARRY PERMIT APPROVING WORK SYSTEM AND RECLAMATION PROGRAM

(Issued pursuant to Section 10 of the Mines Act R.S.B.C. 1996, C.293)

Permit: **Q-9-050**

Mine No.: 1641424 Approval No.: 17-1641424-0501

Issued to: British Columbia Hydro and Power Authority 1055 Suite 600, 1055 Dunsmuir Street Vancouver BC V7X 1V5

for work located at the following property:

Portage Mountain Quarry

This approval and permit is subject to the appended conditions.

This approval is authorized for the period beginning May 15, 2017 and ending September 15, 2017.

Issued this 12th day of May in the year 2017.

Victor Koyanagi, P.Geo. Senior Inspector of Mines

PREAMBLE

A Notice of Work application (1641424-201601) submitted July 29, 2016 (application), was submitted to the Chief Inspector of Mines (Chief Inspector) August 8, 2016 in accordance with Part 10.1.2 of the Health, Safety and Reclamation Code for Mines in British Columbia (Code).

The following series of reports were also filed with the Chief Inspector and form part of the application:

- a) Site C Clean Energy Project, Construction Activity Plan Portage Mountain Quarry, For Provincial Permits required for Construction and Operations, March 6, 2015.
- b) Site Investigation for Rip-Rap Quarry Potential Portage Mountain, BC, Submitted by AMEC Environmental & Infrastructure, August 8, 2013
- c) Site C Clean Energy Project: Construction Environmental Management Plan Revision 2 dated February 4, 2016 prepared by BC Hydro.

CONDITIONS

The Mine Plan and Reclamation Program as submitted in the Application is hereby approved, subject to compliance with the following conditions:

A. General

1. <u>Compliance with Mines Act and Code</u>

All work shall be conducted in compliance with all sections and parts of the *Mines Act* and the Health, Safety and Reclamation Code for Mines in B.C. (Code), and the owner, agent or manager (Permittee) shall obey all orders issued by the Chief Inspector or his delegate.

2. <u>Departure from Approval</u>

The Permittee shall notify the Regional Inspector of Mines in writing of any intention to depart from the approved application and this *Mines Act* permit (Q-9-050) to any substantial degree, and shall not proceed to implement the proposed changes without the written authorization of the regional Inspector of Mines.

3. <u>Permit</u>

This Permit is not transferable or assignable.

B. Health and Safety

- 1. <u>Emergency Response Plans (ERP)</u>
 - (a) The ERP shall be kept up to date and be made available at the mine site at all times. The ERP shall reference relevant policies and establish proactive procedures to provide direction for management, mine site employees and contractors.
 - (b) The Permittee shall ensure that mine site employees and contractors are knowledgeable and accountable for fulfilling the actions of the ERP.
- 2. <u>Explosive Management Plan</u>

The Permittee shall develop and submit an Explosive Management Plan to the Health and Safety Inspector for review and approval prior to any blasting activity.

3. <u>Dangerous Occurrences</u>

The manager shall ensure compliance with section 1.7.1 of the Code and report dangerous occurrences to the Regional Health and Safety Inspector of Mines whenever necessary.

C. Mine Plan

1. Quarry Pit Walls

- (a) <u>Design</u>
 - (i) The quarry pit wall design is approved subject to an annual review by a qualified Professional Engineer with experience in the design of pit slopes.
 - (ii) Further investigation, including geotechnical logging, rock strength testing and structural/hydrogeological modeling shall be undertaken during excavation to provide information for final wall design.
- (b) <u>Construction</u>
 - (i) The minimum final width of pit slope catchment berms shall be 8 m as required by the Health, Safety and Reclamation Code for Mines in BC.
 - (ii) Surface drainage is to be diverted away from the pit slopes in accordance with good engineering practice.
 - (iii) If persistent seepage is encountered in the exposed pit walls, a hydrogeological study shall be performed in accordance with the recommendations of the geotechnical design engineer. If required by the hydrogeological study, suitable mitigation measures shall be employed to reduce groundwater pressures in the pit walls.
- (c) <u>Operation</u>
 - (i) Controlled blasting methods (e.g. trim and buffer, pre/post shear) shall be implemented to minimize damage to the crest and bench face of all final walls and on any interim walls that will be in place for a period exceeding 12 months. Controlled blasting may be omitted where a qualified professional engineer assesses conditions and states in writing that worker safety will not be adversely endangered by the proposed excavation.
 - (ii) Final pit walls shall be carefully scaled during pit development to limit the potential for rock fall.
 - (iii) If access cannot be gained to clean a catchment berm and a danger exists to any person working below, a safe work procedure shall be developed and implemented before work proceeds.
- (d) <u>Monitoring</u>
 - (i) Regular geological mapping, geotechnical mapping and evaluation of pit wall performance shall be undertaken.
 - (ii) A visual inspection and monitoring program shall be established to detect early evidence of any potentially dangerous pit wall instability.

- (iii) Periodic surveys shall be conducted to ensure that the pit walls are developed in accordance with the mine plan.
- (e) <u>Reporting</u>
 - (i) Annual inspections of pit slopes are to be undertaken by a qualified professional geotechnical engineer. Observations made during the inspection, and the results of pit slope performance monitoring shall be summarized in an annual report and submitted to the Chief Inspector by March 31 of the year following the inspection. Recommendations relating to health & safety or geotechnical stability are to be followed unless a suitable alternative course of action is approved in writing by the professional undertaking the review, or by a third party Professional Engineer.
 - (ii) A report shall be submitted to the Chief Inspector in the event of a single bench failure resulting in a dangerous occurrence (as defined by the Health, Safety and Reclamation Code) and in the event of a multi-bench failure regardless of consequence.

2. <u>Surplus Materials Stockpile</u>

- (a) <u>Design</u>
 - (i) The design of the Surplus Materials Stockpile (SMS) is subject to an annual review by a qualified Professional Engineer.
 - (ii) Factors of safety for the SMS slopes shall satisfy design criteria from the Interim Guidelines of the BC Mine Waste Rock Pile Research Committee.
- (b) <u>Construction</u>
 - (i) Final foundation footprints shall be inspected and approved by a qualified professional geotechnical engineer prior to Surplus Material placement.
 - (ii) In accordance with the design engineer's recommendations, the SMS shall be constructed in a bottom-up manner using a nominal lift thickness of 15 metres.
- (c) <u>Operation and Monitoring</u>
 - (i) A SMS monitoring plan shall be established to detect early evidence of any potentially dangerous slope instability during operation. The monitoring plan shall include the instrument type, spacing, monitoring frequency, and appropriate initial threshold and response criteria for any required instrumentation. The plan shall be updated as needed to reflect the status of SMS development. SMS monitoring and management shall be conducted in accordance with the recommendations of a qualified professional engineer and good engineering practice. The plan shall be maintained on site and shall be provided to any Mines Inspector upon request.

(ii) Entry into the potential run-out zone of the stockpile, whether of short or extended duration, shall comply with Section 6.10.1(7) of the Health, Safety and Reclamation Code for Mines in BC.

(d) <u>Reporting</u>

While active, the stockpile shall be included in the annual review of high risk spoils, which shall be conducted by a qualified professional geotechnical engineer.

3. <u>Topsoil and Overburden Stockpile (TOS)</u>

(a) <u>Design and Construction</u>

- (i) Soil stockpiles shall be constructed in accordance with the recommendations of a qualified professional geotechnical engineer.
- (ii) Factors of safety for the TOS slopes shall satisfy design criteria from the Interim Guidelines of the BC Mine Waste Rock Pile Research Committee.
- (iii) Soil stockpiles shall be constructed with side slopes of 2H:1V or less as required to maintain stability and minimize erosion.
- (b) <u>Monitoring</u>

Regular visual inspection of the soil stockpile crests and slopes shall be undertaken to ensure stability and erosion control are maintained.

- 4. <u>Mine Roads</u>
 - (a) <u>Design</u>

All mine roads shall be designed and constructed according to current engineering standards and in accordance with the Health, Safety and Reclamation Code for Mines in BC.

- (b) <u>Construction</u>
 - (i) All organic material is to be stripped from the footprint of fill slopes. The footprint of fill slopes greater than five metres in height are to be inspected by a qualified geotechnical engineer prior to fill placement.
 - (ii) All cut and fill slopes greater than five metres in height are to be inspected by the design engineer for conformance with design.
- (c) <u>Maintenance</u>

The rock fall potential from cut slopes shall be assessed annually and scaling shall be conducted as required to safeguard road users.

D. Protection of Land and Watercourses

- 1. Metal Leaching and Acid Rock Drainage (ML/ARD)
 - (a) All mining activities on the mine site shall adhere to the terms and conditions listed in the Metal Leaching and Acid Rock Drainage Guidelines for Mines in British Columbia where applicable.
 - (b) All materials with the potential to generate ML/ARD shall be placed in a manner that minimizes the production and release of metals and contaminants to levels that assure protection of environmental quality.
 - (c) Only materials classified as not potentially acid generating (NP/AP < 2) shall be used for road and site construction and repairs.
 - (d) Concurrent with excavation, the Permittee shall implement a monitoring program to confirm the geochemical characteristics of excavated materials produced and mine surfaces exposed, to determine the potential for ML/ARD and the need for mitigation measures to ensure protection of environmental quality.
 - (e) To characterize excavated materials, geochemical sampling shall be of a minimum frequency of one sample every 7,500 tonnes. Analyses shall include ABA (paste pH, fizz rating, total sulphur, acid soluble sulphate sulphur, total carbon, total inorganic carbon and neutralization potential) and total elemental composition (including major and trace elements) after a strong acid digestion.
 - (f) All plans for the prediction, and if necessary, the prevention, mitigation and management of metal leaching and acid rock drainage shall be prepared in accordance with the Guidelines for Metal Leaching and Acid Rock Drainage at Minesites in British Columbia.
 - (g) A report, authored by a qualified professional, summarizing the results of the operational monitoring shall be submitted annually. The report shall include a description of the geology encountered, interpretation of all ML/ARD, and an account of any mitigation strategies undertaken during the program and an assessment of whether additional mitigation is required.
- 2. <u>Water Management</u>
 - (a) The Permittee shall, when required to do so by other agencies, obtain permits and licenses for water diversion and discharge.
 - (b) In the event that seepage and other drainages that may arise from the mine or plant site results in an exceedance of the applicable provincial water quality standards in the receiving environment, the Permittee shall collect and treat, or otherwise mitigate drainage for as long as is necessary.
 - (c) The Permittee shall conduct routine site inspections during quarry development to evaluate the need for water management infrastructure (i.e. localized collection ditches and sumps, and sediment ponds).

- (d) If water management structures are deemed necessary based on permit condition D.2.(c), the Permittee shall develop and implement a Water Management Plan to minimize the release of total suspended solids and contaminant loadings from the quarry pit and stockpile areas.
- 3. Surface Water and Ground Water Quality Monitoring
 - (a) The Permittee shall monitor and track changes to surface water quality from the mine site. The program shall be capable of providing early warning about an increase in contaminant loading.
 - (b) Monitoring results of water quality and water quantity, including interpretation of the results, shall be kept up to date in a dedicated database available for review by an inspector and reported in the Annual Reclamation Report.
- 4. <u>Sediment and Erosion Control</u>
 - (a) Sediment control and water management structures shall be constructed and be operational prior to any disturbance.
 - (b) The Permittee shall initiate progressive reclamation where possible to minimize erosion around the mine area.
- 5. <u>Soil Salvage and Storage</u>
 - (a) The Permittee shall salvage and stockpile topsoil for use in reclamation.
 - (b) Stockpiles shall be clearly marked to ensure that they are protected; the locations, origins and quantities of material shall be documented and reported in the Annual Reclamation Report.
 - (c) Stockpiled topsoil and organic materials shall be protected via appropriate practices including re-vegetating using a certified weed-free seed mix to reduce erosion during the storage period. Seed mixes shall be "Common #1" grade as per the Canada Seed Regulation or better, and species selection shall occur with a preference for native, geographically appropriate, and non-persistent agronomic species.
 - (d) Stockpiled soil suitable for use in reclamation that is recoverable shall not be used as fill.
- 6. <u>Vegetation Management</u>
 - (a) The Permittee shall limit disturbance to vegetation to those areas approved in the permit application.
 - (b) The Permittee shall manage and control weeds that establish on the site and shall take reasonable efforts to ensure that weeds do not move from the site to adjacent areas. The control of weeds shall consider using non-toxic means for weed control when possible.

7. <u>Wildlife Protection</u>

- (a) Pursuant to Part 1.6.9 of the Code, the Mine Manager shall incorporate into the mine safety program a no hunting and no shooting policy for the permitted mine site.
- (b) The Permittee shall develop and implement a practical system for monitoring ungulates on the mine site. Monitoring reports shall be comprehensive and complete and made available to an inspector on the mine site upon request.

8. <u>Riparian Areas</u>

- (a) All reasonable efforts shall be made to avoid negative impacts to riparian areas.
- (b) Equipment operating near water courses shall be free of external grease, oil or fluid leaks and an emergency spill response kit shall be kept on-site.
- (c) In-stream work is not authorized under this permit.

E. Reclamation and Closure Program

1. <u>Reclamation Security</u>

Reclamation liability shall remain the responsibility of British Columbia Hydro and Power Authority during and to the end of life of mine. Reclamation security for this mine site is not required.

2. <u>Annual Reclamation Report</u>

By March 31st of each year, an Annual Reclamation Report shall be submitted in a form containing the information required by the Chief Inspector. The Annual Reclamation Report shall document the current status of the mine plan, reclamation obligations, and outstanding reclamation liability and shall include all monitoring including water quality, and relevant and material ongoing maintenance activities.

3. <u>Land Use</u>

The land surface shall be progressively reclaimed with a view generally to reestablishing pre-mining capability and productivity conditions to the following end land use objective: **wildlife.**

4. <u>Re-vegetation</u>

The Permittee shall ensure disturbed areas on the mine site are re-vegetated progressively where appropriate to control weeds, erosion and sediment using appropriate/native plant species including culturally important native species.

5. <u>Growth Medium</u>

All severely compacted areas shall be deeply ripped prior to placement of growth media and/or vegetation.

6. <u>Temporary Shutdown</u>

- (a) If the mine ceases operation, the Permittee shall,
 - (i) continue to carry out the conditions of the permit, and
 - (ii) carry out a program of site monitoring and maintenance.
- (b) If the mine ceases operation for a period longer than one year, the Permittee shall apply for an amendment setting out a revised program for approval by the Chief Inspector.

F. Other Conditions

1. Use of Excavated Materials

Unless otherwise authorized in writing by an inspector of mines, the owner agent or operator (Permittee) shall ensure construction materials excavated from the mine site are utilized solely for BC Hydro and Power Authority projects.

2. <u>Access Control</u>

The Manager shall ensure, pursuant to section 1.3 of the Health, Safety and Reclamation Code for Mines in British Columbia, other than an inspector, only persons authorized by the manager shall enter or be permitted to enter the mine site. This shall be accomplished through the use of locked gates or other suitable means. Notice to this effect shall be posted at all road entrances to the mine. A current copy of any gate key will be *provided to the Regional Inspector of Mines*.

3. <u>Dust Control</u>

Dust management and monitoring will take into account at minimum the following:

- a) All dust on the mine site shall be suitably controlled at the source.
- b) All roads on the mine site shall be appropriately constructed and topdressed such that dust is controlled.
- c) The Permittee shall ensure all vehicles exiting the mine site are adequately washed to minimize the potential spread of dust and weeds.

4. <u>Authorizations from Other Agencies</u>

The Permittee is responsible for obtaining all permits and authorizations as required from other government agencies and complying with terms and conditions as set out by those agencies.

5. <u>Fuels and Lubricants</u>

Fuels and Lubricants, if stored on the mine site, shall conform to the requirements of the *Field Guide to Fuel Handling, Transportation, and Storage*.

The Permittee shall develop and implement a hydrocarbon management plan that deals with fueling, operational servicing, spill prevention, emergency response,

spill contingency, and clean-up for fuels and lubricants stored on the mine site in accordance with the *Field Guide to Fuel Handling, Transportation, and Storage.* This plan shall be kept on site and made available to the Regional Inspector upon request. The Manager shall ensure all workers on the site are aware of and understand this plan.

6. <u>Crushing and Screening</u>

The Permittee shall provide a minimum of seven days written notice to the regional Inspector of Mines in Prince George prior to initiating crushing or screening on the mine site.