HOPE LAKE REMEDIATION PROJECT



NUNAVUT WATER BOARD WATER LICENCE APPLICATION

OCTOBER 2012



P.O. BOX 119 KNK5 wmoEp5 vtmpq GJOA HAVEN, NU X0B 1J0 NUNAVUT WATER BOARD

TEL: (867) 360-6338 NUNAVUT IMALIRIYIN KATIMAYINGI FAX: (867) 360-6369 OFFICE DES EAUX DU NUNAVUT

GENERAL WATER LICENCE APPLICATION (APPLICATION FOR NEW WATER LICENCE)

The applicant is referred to the NWB's Guide 4: <u>Guide to Completing and Submitting a Water</u> Licence Application for a New Licence for more information about this application form.

| LIOTNOT NO | | | | |
|---|----------------------------|--|--|--|
| LICENCE NO: (for NWB use only) | | | | |
| APPLICANT (PROPOSED LICENSEE) CONTACT INFORMATION (name, address) | 2. | APPLICANT REPRESENTATIVE CONTACT INFORMATION if different from Block 1 (name, address) | | |
| Natalie Plato | | (,, | | |
| Director, Lands and Contaminated Sites Aboriginal Affairs and Northern Development Canada PO Box 2200 Iqaluit NU X0A 0H0 | N/A | | | |
| | Phone: | | | |
| Phone: 867-975-4730 | Fax: | | | |
| Fax: 867-975-4736 | | | | |
| e-mail: natalie.plato@aandc-aadnc.gc.ca | (Attach | authorization letter.) | | |
| 3. NAME OF PROJECT (including the name of the project location) Hope Lake Remediation Project | | | | |
| 4. LOCATION OF UNDERTAKING | 4. LOCATION OF UNDERTAKING | | | |
| Project Extents | | | | |
| NW: Latitude: (67°26'33" N) Longitude: (116°27'20" W) NE: Latitude: (67°26'06" N) Longitude: (116°23'34" W) SE: Latitude: (67°25'17" N) Longitude: (116°22'53" W) SW: Latitude: (67°26'20" N) Longitude: (116°29'10" W) | | | | |
| Camp Location(s) | | | | |
| The proposed location of the camp facilities is along the trail north of the airstrip (GPS Coordinates 67°26'06.45"N, 116°25'40.30"W). See Appendix 5 for additional Maps & Drawings. | | | | |
| 5. MAP - Attach a topographical map, indicating the main components of the undertaking. | | | | |
| NTS Map Sheet No.: <u>086N08</u> Map Name: <u>Tuktuvak Lake</u> Map Scale: <u>1/50,000</u> | | | | |
| Maps of the Hope Lake Project Area are in Appendix 5. | | | | |

| NATURE OF INTEREST IN THE LAND - Check any of the following that are applicable to the proposed undertaking (at least one box under the 'Surface' header must be checked). | | | | |
|---|--|--|--|--|
| Sub-surface | | | | |
| ☐ Mineral Lease from Nunavut Tunngavik Incorporated (NTI) Date (expected date) of issuance: Date of expiry: | | | | |
| ☐ Mineral Lease from Indian and Northern Affairs Canada (INAC) Date (expected date) of issuance: Date of expiry: | | | | |
| Surface | | | | |
| ✓ Crown Land Use Authorization from Indian and Northern Affairs Canada (INAC) Date (expected date) of issuance: February 1, 2013 Date of expiry: April 30, 2014 | | | | |
| ✓ Inuit Owned Land (IOL) Authorization from Kitikmeot Inuit Association (KIA) Date (expected date) of issuance: February 1, 2013 Date of expiry: 1 year after issuance | | | | |
| ☐ IOL Authorization from Kivalliq Inuit Association (KivIA) Date (expected date) of issuance: Date of expiry: | | | | |
| ☐ IOL Authorization from Qikiqtani Inuit Association (QIA) Date (expected date) of issuance: Date of expiry: | | | | |
| Commissioner's Land Use Authorization Date (expected date) of issuance: Date of expiry: | | | | |
| Other: Date (expected date) of issuance: Date of expiry: | | | | |
| Name of entity(s) holding authorizations: | | | | |
| Aboriginal Affairs and Northern Development Canada – Contaminated Sites | | | | |
| 7. NUNAVUT PLANNING COMMISSION (NPC) DETERMINATION | | | | |
| Indicate the land use planning area in which the project is located. | | | | |
| ☐ North Baffin☐ South Baffin☐ Sanikiluaq | | | | |
| ☐ Akunniq | | | | |
| Is a land use plan conformity determination required? | | | | |
| ☐ Yes ☑ No | | | | |
| If Yes, indicate date issued and attach copy N/A. If No, provide written confirmation from NPC confirming that a land use plan conformity review is not required. | | | | |
| Confirmation from the NPC confirming that a land use plan conformity review is not required is pending. | | | | |

| 8. | NUNAVUT IMPACT REVIEW BOARD (NIRB) DETERMINATION | | |
|------------------|---|--|--|
| | Is an Article 12 Part 4 screening determination required? | | |
| | ☐ Yes ☐ I | No | |
| | If Yes, indicate date issued and attach of the If No, provide written confirmation from required. | copy NIRB confirming that a screening determination is not | |
| | | art 1 and Part 2 Forms are being submitted of the forms can be found in Appendices 1 & 2. | |
| 9. | DESCRIPTION OF UNDERTAKING - | List and attach plans and drawings or project proposal. | |
| to Kuç Lake v | rigluktuk via barge in September 2012. via CAT-Train in March/April 2013. Rei the activities planned include: | port site operations; e demolished and demolition wastes will be segregated; us materials will be packaged, transported south, and al facility; evated, packaged, and transported south for disposal at lity; consolidated, sampled, packaged for transportation and licensed disposal facility; partially buried debris will be collected, packaged and | |

When the remedial activities are completed the camp will be closed and all materials and equipment will be staged for demobilization. Demobilization from Hope Lake to Kugluktuk will take place in March/April 2014 via CAT-Train. This will be followed by the final demobilization from Kugluktuk via barge in the summer/fall of 2014.

10. OPTIONS – Provide a brief explanation of the alternative methods or locations that were considered to carry out the project.

The Remedial Action Plan (RAP) provided in Appendix 4 considers alternative remedial methods for handling the environmental issues at the site.

| 11. | CLASSIFICATION OF PRIMARY UNDERTAKING - Indicate the primary classification of undertaking by checking one of the following boxes. | | | | |
|-----|--|---|--|--|--|
| | ☐ Industrial ☐ Agricultural ☐ Mining and Milling (includes exploration/drilling/exploration camps) ☐ Conservation | | | | |
| | ☐ Municipal (includes camps/lodges) ☐ Power | ☐ Recreational☑ Miscellaneous (describe below): | | | |
| | Remediation Project | | | | |
| | See Schedule II of Northwest Territories Waters Regulat | ions for Description of Undertakings. | | | |
| | Information in accordance with applicable Supplemental Information Guidelines (SIG) must be submitted with a New Water Licence Application. Indicate which SIG(s) are applicable to your application. | | | | |
| | Hydrostatic Testing Tannery Tourist / Remote Camp Landfarm & On-Site Storage of Hydrocarbon Contaminated Soil Onshore Oil and Gas Exploration Drilling Mineral Exploration / Remote Camp Advanced Exploration Mine Development Municipal General Water Works Power | | | | |
| 12. | WATER USE - Check the appropriate box(s) to indicate applied for. | the type(s) of water use(s) being | | | |
| | ☐ To cross a watercourse ☐ To r | divert a watercourse modify the bed or bank of a watercourse od control | | | |

| 13. | QUANTITY AND QUALITY OF WATER INVOLVED - For each type of water use indicated in Block 12, provide the source of water, the quality of the water source and available capacity, the estimated quantity to be used in cubic meters per day, method of extraction, as well as the quantities and qualities of water to be returned to source. | | | | |
|-----|---|--|--|--|--|
| | Name of water source(s) (show location(s) on map): Drinking water will be brought to site in bottles on the resupply flights. All other water will be sourced from the small lake north of the camp area (GPS Coordinates 67°26'14.60" N, 116°25'30.65"W) or from Hope Lake (GPS Coordinates 67°26'28.15" N, 116°27'49.85"W). Figure #4 in Appendix 5 shows the locations of the water sources. | | | | |
| | Describe the quality of the water source(s) and the available capacity: Unknown. | | | | |
| | Provide the overall estimated quantity of water to be used: 10.0 m³/day Total water consumption is estimated to be a maximum of 10.0 cubic metres per day: 150 litres per person x 32 people (max) = 4,800 litres 5,200 litres for miscellaneous activities (i.e. barrel and equipment washing) | | | | |
| | Provide the estimated quantity(s) of water to be used from each source: Small Lake north of the camp = 10.0 cubic metres per day Hope Lake – this source will only be used if the Small Lake cannot provide the water required. | | | | |
| | Indicate the estimated quantities to be used for each purpose (camp, drilling, etc.) Camp Operation = 4,800 Litres/Day Miscellaneous Activities (i.e. equipment and drum washing) = 5,200 Litres/Day | | | | |
| | Describe the method of extraction(s): Water will be pumped from the lake directly into the camp tank. The water intake hose will be covered with a screen (maximum screen size of 2.54 millimetres and maximum screen approach velocity of 0.038 metres/second) to ensure that no fish become trapped. | | | | |
| | Estimated quantity(s) of water returned to source(s)00_ m³/day | | | | |
| | Describe the quality of water(s) returned to source(s): Not applicable | | | | |
| 14. | WASTE – Check the appropriate box(s) to indicate the types of waste(s) generated and deposited. | | | | |
| | ✓ Sewage ✓ Waste oil ✓ Solid Waste ✓ Greywater ✓ Hazardous ✓ Bulky Items/Scrap Metal ✓ Animal Waste ✓ Other (describe): | | | | |
| | | | | | |

15. QUANTITY AND QUALITY OF WASTE INVOLVED – For each type of waste indicated in Block 14, describe its composition, quantity in cubic meters/day, method of treatment and method of disposal.

| Type of Waste | Composition | Quantity Generated | Treatment Method | Disposal Method |
|--|---|---|--|--|
| Sewage | Black Water | 30 litres/day x 32 people (max) = 960 litres/day | Sewage Lagoon | Sewage Lagoon |
| Waste Oil | Oil | 0.001 | Collected in drums | Shipped south for recycling and/or disposal |
| Solid Waste | Camp waste (Paper, packaging, food, etc.) | 1.0 cubic metre per day | Incineration (combustibles only) | Shipped south for recycling and/or disposal |
| Greywater | Grey Water | 80 litres/day x 32 people (max) = 2,560 litres/day | Sewage Lagoon | Sewage Lagoon |
| Hazardous Waste | Asbestos, Cylinders, Items Painted with Lead Based Paint, Organic Liquids | Total = 646 m ³ , 1,535 Drums, 14,642 litres | Material will be packaged as per the requirements of the Transportation of Dangerous Goods Regulations | Shipped south for treatment and/or disposal at Licenced Hazardous Waste Facilities |
| Bulky Items/Scrap Metal (Non- Hazardous Waste) | Wood, Miscellaneous Debris, Aqueous Liquids | Total = Wood = 588 m³, Debris = 503 m³, Liquids = 8,269 litres | Packaged for transportation | Shipped south for recycling and/or disposal |
| Contaminated Soil – Metals & PHCs | Soil lightly contaminated with metals and PHCs | Total = Metal = 101 m ³ , PHCs = 106 m ³ | Packaged for transportation | Shipped south for treatment and/or disposal at Licenced Facilities |

| OTHER AUTHORIZATIONS – In addition to the sub-surface and surface land use author provided in Block 6, indicate any other authorizations required in relation to the proposed undertaking. For each provide the following: | | |
|---|---|--|
| | Authorization: None | |
| | Administering Agency: Not applicable | |
| | Project Activity: Not applicable | |
| | Date (expected date) of issuance: Date of expiry: | |
| 17. | PREDICTED ENVIRONMENTAL IMPACTS OF UNDERTAKING AND PROPOSED MITIGATION MEASURES - Describe direct, indirect, and cumulative impacts related to water and waste. | |
| "Enviro | vironmental Screening Assessment Report was completed in March 2011. A copy of the report commental Screening Assessment of the Proposed Remediation of the Hope Lake Sites Under navut Impact Review Process: Hope Lake, Nunavut" is provided in Appendix 6. | |
| 18. | WATER RIGHTS OF EXISTING AND OTHER USERS OF WATER | |
| | Provide the names, addresses and nature of use for any known persons or properties that may be adversely affected by the proposed undertaking, including those that hold licences for water use in precedent to the application, domestic users, in-stream users, authorized waste depositors, owners of property, occupiers of property, and/or holders of outfitting concessions, registered trapline holders, and holders of other rights of a similar nature. | |
| None | | |
| | Advise the Board if compensation has been paid and/or agreement(s) for compensation have been reached with any existing or other users. | |
| N/A | | |
| 19. | INUIT WATER RIGHTS | |
| | Advise the Board of any substantial affect of the quality, quantity or flow of waters flowing through Inuit Owned Land (IOL), and advise the Board if negotiations have commenced or an agreement to pay compensation for any loss or damage has been reached with one or more Designated Inuit Organization (DIO). | |
| None | | |

20. CONSULTATION – Provide a summary of any consultation meetings including when the meetings were held, where and with whom. Include a list of concerns expressed and measures to address concerns.

During the Phase III Environmental Site Assessment in 2010 a meeting was held with local elders to gather traditional knowledge about the site. In addition, a community consultation was held in January 2011 in Kugluktuk. During this meeting the results of the assessment and the various remediation options being considered for the site were presented and input was solicited as to the community's preferred remedial options. The community meeting was used to complete the following objectives:

- To share information on the project with the community;
- To hear site-specific concerns from local people who are familiar with current conditions at the site or were familiar with on-site activities during facility operation;
- To identify the issues and concerns the communities had with the site and the proposed work;
- To identify resources (labour and equipment) in the community that would be able to assist in the execution of the project; and
- To develop a better remediation plan.

Prior to the start of the 2012 fieldwork in July 2012 another community meeting was held in Kugluktuk. This meeting was used to:

- Introduce the contractor and subcontractor to the community;
- Update the community on the project; and
- Inform the community of upcoming employment opportunities and potential subcontracting opportunities.

An additional community meeting will be held upon completion of the project to inform people on the results of the project.

21. SECURITY INFORMATION

Provide an estimate of the total financial security for final reclamation equal to the total outstanding reclamation liability for land and water combined sufficient to cover the highest liability over the life of the undertaking. Estimates of reclamation costs must be based on the cost of having the necessary reclamation work done by a third party contractor if the operator defaults. The estimate must also include contingency factors appropriate to the particular work to be undertaken.

Where applicable, the financial security assessment should be prepared in a manner consistent with the principals respecting mine site reclamation and implementation found in the *Mine Site Reclamation Policy for Nunavut*, Indian and Northern Affairs Canada, 2002.

N/A

22. FINANCIAL INFORMATION

Provide a statement of financial responsibility.

If the applicant is a business entity, provide a list of the officers of the company.

If the applicant is a business entity attach a copy of the Certificate of Incorporation or evidence of registration of the company name.

N/A

23. STUDIES UNDERTAKEN TO DATE - List and attach copies of studies, reports, research, etc.

A list of studies, reports, etc. are provided in the table below:

| DATE | TITLE | AUTHOR |
|------|--|---|
| 2009 | Integrated Phase I and Phase II Environmental Site Assessment WK027 – Hope Lake | Water and Earth Sciences Associates Limited |
| 2009 | Integrated Phase I and Phase II Environmental Site Assessment WK197 – Husky Creek | Water and Earth Sciences Associates Limited |
| 2009 | Integrated Phase I and Phase II Environmental Site Assessment WK172 – Willow Creek and Nearby Sites WKB01 Cabins South of WK172, WKB02 Cabin Southwest of WK172 | Water and Earth Sciences Associates Limited |
| 2010 | Archaeological Impact Assessment (AIA) of the Hope Lake Mining Exploration Camps, Dismal Lakes, Nunavut | Golder Associates Limited |
| 2010 | Phase III Environmental Site Assessment, Hazardous and Non-Hazardous Materials Audit, Geotechnical Evaluation, and Archaeological Investigation – Hope Lake, Nunavut | EBA Engineering Consultants Limited |
| 2011 | Remedial Action Plan – Hope Lake, Nunavut | EBA Engineering Consultants Limited |
| 2011 | Environmental Screening Assessment of the Proposed Remediation of the Hope Lake Sites Under the Nunavut Impact Review Board Process – Hope Lake, Nunavut | EBA Engineering Consultants Limited |

Copies of some of these reports have been provided in the Appendices. Copies of the reports not included will be provided upon request.

| PROPOSED TIME SCHEDULE – Indicate the proposed start and completion dates for each applicable phase of development (construction, operation, closure, and post closure). | | | |
|--|--|--|--|
| <u>Construction</u> Proposed Start Date: N/A Proposed Completion Date: N/A (month/year) | | | |
| Operation Proposed Start Date: June 2013 (month/year) Closure Proposed Start Date: N/A Proposed Completion Date: October 2013 (month/year) | | | |
| | | | |
| For each applicable phase of development indicate which season(s) activities occur. | | | |
| Construction ☐ Winter ☐ Spring ☐ Summer ☐ Fall ☐ All season | | | |
| Operation ☐ Winter ☐ Spring ☑ Summer ☐ Fall ☐ All season | | | |
| <u>Closure</u> ☐ Winter ☐ Spring ☐ Summer ☐ Fall ☐ All season | | | |
| Post - Closure Winter Spring Summer Fall All season | | | |
| 25. PROPOSED TERM OF LICENCE | | | |
| Number of years (maximum of 25 years):years | | | |
| Requested Date of Issuance: March 2013 Requested Expiry Date: April 2014 (month/year) | | | |
| (The requested date of issuance must be <u>at least</u> three (3) months from the date of application for a type B water licence and <u>at least</u> one (1) year from the date of application for a type A water licence, to allow for processing of the water licence application. These timeframes are approximate and do not account for the time to complete any prelicensing land use planning or development impact requirements, time for the applicant to prepare and submit a water licence application in accordance with any project specific guidelines issued by the NWB, or the time for the applicant to respond to requests for additional information. See the NWB's <i>Guide 5: Processing Water Licence Applications</i> for more information) | | | |
| 26. ANNUAL REPORTING – If not using the NWB's <u>Standardized Form for Annual Reporting</u> , provide details regarding the content of annual reports and a proposed outline or template of the annual report. | | | |
| Will use the NWB Standardized Form for Annual Reporting. | | | |

| 27. | CHECKLIST – The following must be included with the application for the water licensing process to begin. | | | | |
|-----|---|--|---|--|--|
| | | Written confirmation from the NPC confirming that NPC's requirements regarding land use plan conformity have been addressed. | | | |
| | Yes | ⊠ No | If no, date expected October 2012 | | |
| | Written confirmation fr impact assessment ha | | ming that NIRB's requirements regarding development | | |
| | ☐Yes | ☑ No | If no, date expected December 2012 | | |
| | Completed General W | later Licence Applic | ation form. | | |
| | X Yes | □No | If no, date expected | | |
| | Information addressin | g Supplemental Info | ormation Guideline (SIG) , where applicable (see Block 11) | | |
| | ✓ Yes | □No | If no, date expected | | |
| | English Summary of A | Application. | | | |
| | ▼ Yes | □No | If no, date expected | | |
| | Inuktitut and/or Inuinn | aqtun Summary of | Application. | | |
| | ▼ Yes | □No | If no, date expected | | |
| | Application Fee of \$30.00 CDN (Payee Receiver General for Canada). | | eceiver General for Canada). | | |
| | ☐Yes | ⋈ No | If no, date expected | | |
| - | use fee will be calcu | lated by the NWB | (Payee Receiver General for Canada). The actual water based upon the amount of water authorized for use in me of issuance of the licence. | | |
| | ☐ Yes | ⋉ No | If no, date expected | | |
| 28. | SIGNATURE | | | | |
| | | | | | |
| | Natalie Plato | Director, Lands and Contaminated | | | |
| | Name (Print) | Title (Print | | | |
| | | | 0ct 3,2012 | | |