Environmental Protection Operations Qimugjuk Building 969 P.O. Box 1870 Iqaluit, NU X0A 0H0 Tel: (867) 975-4639

Fax: (867) 975-4645

May 19, 2006 Our file: 4703 001

Richard Dwyer Licensing Trainee Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0 Tel; (867) 360-6338

Fax: (867) 360-6369

Via email at <u>licensingtrainee@nwb.nuanvut.ca</u>

RE: NWB 2BE-ASH – Ashton Mining – Kitikmeot Region, Renewal

On behalf of Environment Canada (EC), I have reviewed the information submitted with the above-mentioned application. The following specialist advice has been provided pursuant to Environment Canada's mandated responsibilities for the enforcement of the *Canadian Environmental Protection Act*, Section 36(3) of the *Fisheries Act*, the *Migratory Birds Convention Act*, and the *Species at Risk Act*.

Ashton Mining is proposing to renew their water license to continue a diamond exploration program in the Kitikmeot region of Nunavut. The proposed program will include prospecting, geological mapping, geophysical surveys, and diamond drilling. The work will be supported out of previously established RJ and Phantom camps. The proposed program includes both summer sampling and winter geophysics or drilling programs.

Environment Canada recommends that the following conditions be applied throughout all stages of the project:

- The proponent shall not deposit, nor permit the deposit of any fuel, chemicals, wastes or sediment into any water body. According to the Fisheries Act, Section 36(3), the deposition of deleterious substances of any type in water frequented by fish, or in any place under any conditions where the deleterious substance, or any other deleterious substance that results from the deposit of the deleterious substance, may enter any such water, is prohibited.
- Drilling additives or muds shall not be used in connection with holes drilled through lake ice
 unless they are re-circulated or contained such that they do not enter the water, or
 demonstrated to be non-toxic.
- For "on-ice" drilling where drill additives are not being used, any return water released must be non-toxic, and not result in an increase in total suspended solids in the immediate receiving waters above the Canadian Council of Ministers for the Environment Guidelines for the Protection of Freshwater Aquatic Life (i.e. 10mg/L for lakes with background levels under 100 mg/L, or 10% for those above 100mg/L).
- The Canadian Environmental Protection Act lists CaCl as a toxic substance. The proponent shall therefore ensure that if CaCl is used as a drill additive, all sumps containing CaCl are properly constructed and located in such a manner as to ensure that the contents will not enter any water body.
- Land based drilling should not occur within 30 m of the high water mark of any water body.
 Drilling wastes from land based drilling shall be disposed of in a sump such that the contents do not enter any water body.



- If an artesian flow is encountered, the drill hole shall be immediately plugged and permanently sealed.
- The proponent shall not store materials on the surface ice of lakes or streams, except that which is for immediate use.
- Any sumps created for the disposal of camp sewage, grey water, or drill cuttings shall be
 located above the high water mark of any water body and in such a manner as to prevent
 the contents from entering any water body frequented by fish. Further, all sumps shall be
 backfilled upon completion of the field season and contoured to match the surrounding
 landscape.
- Environment Canada recommends the use of an approved incinerator for the disposal of combustible camp wastes.
- All fuel caches shall be located above the high water mark of any water body. Further, EC recommends the use of secondary containment, such as self-supporting insta-berms, when storing barreled fuel on location rather than relying on natural depressions.
- All spills shall be documented and reported to the 24 hour Spill Line at (867) 920-8130.
- Drip pans, or other similar preventative measures, should be used when refueling equipment on site.
- The Ashton Spill Contingency Plan should include contact information for Environment Canada. Mr. James Noble, Emergencies and Enforcement Officer, can be reached at (867) 975-4644. Environment Canada also operates a 24-hour Emergencies Pager that can be reached at (867) 920-5131.

The Canadian Wildlife Service (CWS) of Environment Canada has reviewed the above-mentioned submission and makes the following comments and recommendations pursuant to the *Migratory Birds Convention Act* (the *Act*) and *Migratory Birds Regulations* (the *Regulations*), and the *Species at Risk Act* (SARA).

- Section 6 (a) of the Migratory Birds Regulations states that no one shall disturb or destroy
 the nests or eggs of migratory birds. Therefore, CWS recommends that all activities be
 conducted outside the migratory bird breeding season, which extends from approximately
 May 15 to July 31. These dates are approximate, and if active nests (i.e. nests containing
 eggs or young) are encountered outside of these dates the proponent should avoid the area
 until nesting is complete (i.e. the young have left the vicinity of the nest).
- If activities are permitted to occur during the breeding season, CWS recommends that the proponent confirm there are no active nests (i.e. nests containing eggs or young) in the vicinity of their operations before activities commence. If active nests of migratory birds are discovered, the proponent should halt all activities until nesting is completed (i.e. the young have left the vicinity of the nest).
- In order to reduce disturbance to nesting birds, CWS recommends that aircraft used in conducting project activities maintain a flight altitude of at least 610 m during horizontal (point to point) flight.
- In order to reduce disturbance to resting, feeding, or moulting birds, CWS recommends that aircraft used in conducting project activities maintain a vertical distance of 1000 m and minimum horizontal distance of 1500 m from any observed concentrations (flocks / groups) of birds.
- CWS recommends that camp waste be made inaccessible to wildlife at all times. Camp
 waste can attract predators of migratory birds (e.g., foxes and ravens) to an area if not
 disposed of properly. Incineration of camp waste is a recommended option.
- Section 35 of the *Migratory Birds Regulations* states that no person shall deposit or permit to be deposited, oil, oil wastes or any other substance harmful to migratory birds in any waters or any area frequented by migratory birds.
- All mitigation measures identified by the proponent, and the additional measures suggested
 herein, should be strictly adhered to in conducting project activities. This will require
 awareness on the part of the proponents' representatives (including contractors) conducting
 operations in the field. Environment Canada recommends that all field operations staff be



- made aware of the proponents' commitments to these mitigation measures and provided with appropriate advice / training on how to implement these measures.
- Implementation of these measures may help to reduce or eliminate some effects of the
 project on migratory birds, but will not necessarily ensure that the proponent remains in
 compliance with the *Migratory Birds Convention Act* (the *Act*) and *Migratory Birds*Regulations (the Regulations). The proponent must ensure they remain in compliance with
 the *Act* and *Regulations* during all phases and in all undertakings related to the project.

The following comments are pursuant to the Species at Risk Act (SARA), which came into full effect on June 1, 2004. Section 79 (2) of SARA, states that during an assessment of effects of a project, the adverse effects of the project on listed wildlife species and its critical habitat must be identified, that measures are taken to avoid or lessen those effects, and that the effects need to be monitored. This section applies to all species listed on Schedule 1 of SARA. However, as a matter of best practice, EC asks that species listed on other Schedules of SARA and under consideration for listing also be included in this type of assessment.

Species at Risk that may be encountered	Category of Concern	Schedule of SARA	Government Organization with Expertise on Species
Short-eared Owl	Special Concern	Schedule 3	Government of Nunavut
Peregrine Falcon	Special Concern	Schedule 3	Government of Nunavut
(subspecies tundrius)			
Grizzly Bear	Special Concern	Pending	Government of Nunavut
Wolverine (Western	Special Concern	Pending	Government of Nunavut
Population)			

Impacts could be disturbance and attraction to operations.

Environment Canada recommends:

- The proponent should identify potential Species at Risk that could be encountered. Refer to the Species at Risk registry at www.sararegistry.gc.ca for information on specific species.
- If Species at Risk are encountered, the primary mitigation measure should be avoidance. The proponent should avoid contact with or disturbance to each species.
- The proponent should consult with the Government of the Nunavut and appropriate status reports, recovery strategies, action plans, and management plans to identify other appropriate mitigation measures to minimize effects to these species from the project.
- The proponent should record the locations and frequency of any observations of Species at Risk and note any actions taken to avoid contact or disturbance to the species.

If there are any changes in the proposed project, EC should be notified, as further review may be necessary. Please do not hesitate to contact me with any questions or comments with regards to the foregoing at (867) 975-4639 or by email at colette.spagnuolo@ec.gc.ca.

Yours truly,

Original signed by

Colette Spagnuolo Environmental Assessment / Contaminated Sites Specialist

cc: (Stephen Harbicht, Head, EA North, Environment Canada, Yellowknife)

