RESOLUTION COPPER PROJECT AND LAND EXCHANGE EIS PUBLIC MEETING

Held at:

ELKS LODGE

1775 East Maple Street
Globe, Arizona

April 5, 2016 5:00 - 8:00 p.m. (MDT)

Comments taken by:
Charlotte Lacey, RPR

MS. ROZELLE: As I said earlier, we're going to keep this informal and ask you to help us do that. So, first, we'd like to take questions. And then, if you've got comments, that's okay too.

As -- as Mark said, there's going to be ample time. Now we've got 120 days altogether and lots of different ways. And I want to remind you, if you want to make a formal comment tonight for the record, you need to see the lady over in this corner. Otherwise, anything that you mention or the comments or the questions or whatever, we will be taking them down. Over here, Charlotte's going to take them down, and -- very detailed. Jill's going to keep track of questions up here, 'cause one of the things we'll do is add these questions to those on the website with answers if they're not already there. So that's what's going to be happening up here.

The way I want to do the questions is I'll just kind of go around the room. I'll need to have three or four of you come on up and sit here and be ready. And you'll have a chance to ask a question. And if you have a follow-up, you can do that. And then I'll ask you to wait until everybody has had a chance. If you come back again, you may do that.

Also, I see some folks here from previous meetings. I'll just ask you if you'd just let those who

are here for the first time perhaps go first, and then you-all can all join in if you would like.

The informal comments, if you choose to make them, we'll limit them to three minutes. And I've got a little timer going. And you'll see me do this when you've got about 30 seconds left and this when you're about done. So appreciate you helping me with that.

So I saw one hand. Come on up. Please sit -- you can come on up and come to this microphone. Couple of other people. Come on up, sir. If you wouldn't mind sitting up here. And anyone else want to come on up and be ready. Just come on up when there's an open space, and you can sit over here is fine.

So go ahead.

AUDIENCE MEMBER: My name is Fernando Shipley. I'm a resident of Globe.

My question was regarding the -- you talked about the appraised value of the land exchange, and I was kind of curious as to criteria how you come up with the value of the land. Is it based on the needs of the Forest Service, or is it based on how much the land would sell for to private individuals? I'm just kind of curious as to how that number is come up with.

MR. TORRES: So I'll try and answer that. The precise process is complicated. And, luckily, we have

Rebecca Hoffman here tonight. She's got significant experience with that. And she's going to explain what we know about the appraisal.

MS. HOFFMAN: So, thanks, Tom.

So, as -- as Tom said, the appraisal process is really complicated, and we actually don't handle the appraisal process here. We have a regional appraiser in the Washington office, appraiser in the Forest Service. And they'll work with an independent appraise contractor to follow the standards.

And there's two standards that they have to follow. It's the Uniform Standards of Professional Appraisal Practice and the Uniform Appraisal Standards of Federal Land Acquisitions. And that really lines out how we appraise federal land. And so it takes into account a large variety of characteristics of the -- of the parcels.

So it's a really long, complicated process, and it's an independent one from our group, but they do take into -- all the effects and characteristics of the parcels.

MS. ROZELLE: You can have a follow-up question. Do you have one? Yeah.

AUDIENCE MEMBER: Well, the reason I ask is because I'm thinking, as the Forest Service, if I were a Forest guy, I would think I would have priorities of what

important to me; and it may be wildlife, may be rivers, may be riparian area. We all just -- you know, you take those kind of opinions and decide whatever is valuable to you. So is the value based on that, or is it based on what I could sell it for developing a car lot? Because those are very different things. And, if I'm going to put a multimillion dollar golf course out there, and it's going to be a different value. And that's what I'm wondering; what is -- how is -- what is given more weight? That's kind of what I'm curious.

MR. BOSWORTH: Okay. So I'm just going to say one thing. First of all, it's not up to the Forest Service. It's public land. You know, the Forest Service just manages the land. It's public land. So that's how it's going to be appraised, and that's the code that Rebecca mentioned earlier is from the public's perspective, not necessarily what the Forest Service thinks is great.

Do you want to talk a little bit more about that?

MS. HOFFMAN: Well, so -- kind of.

But, when the Forest Service traditionally appraises land that is exchanged in and out, they do highest and best use. And it's not highest and best use as federal, you know -- it's highest and best use if that

land was developed for the best value of that land. So it's not a Forest Service, what we think of. It's for the public. So it takes in all those accounts, so not just money, you know, all of the benefits of that land.

I can't go into the appraisal process so much because I'm not an appraiser. So I don't want to say something that's wrong. But it is -- it's not just natural versus economic. It's all balanced in there.

MR. BOSWORTH: So the appraisal process is ultimately going to be handled out of our regional office in Albuquerque. We'll have a chief appraiser, who will be ultimately responsible for that. And that will be somewhat separate from my decision authority in this project. That will be kind of a separate deal that goes through there under a different authority, the chief appraiser.

And that's part of the reason we're fumbling around with answers a little bit on that. It's -- it's really handled by them, and they're not here right now.

MS. ROZELLE: Go ahead, Tom.

MR. TORRES: So this question has been raised at each one of the previous public meetings. And so we've documented this issue, this question. And what we're going to do, after -- at the conclusion of our meetings is document these questions and provide more

```
detailed answers. I know we're being sort of cryptic
1
 2
     right now, but that -- it's not purposeful. It's because
 3
    we don't have the expertise to answer it fully right now.
    But, in the near future, when these meetings are over, we
 4
 5
    will have questions and answers on the website that Mark
     referenced that will have greater -- greater detail.
 6
 7
                   MS. ROZELLE: You had a question, sir?
8
                   AUDIENCE MEMBER:
                                     Just a comment. Okay?
                                                             Ι
9
     was over at the meeting -- that first meeting over at
10
     Superior. And I commented on being positive about
11
     economic development.
12
                   I'm going to go back a few years.
                                                      I sent my
13
     son away because he was able to go, at 17 years old, to
14
     the United States Marine Corps. And, as of now, he turned
     21, and he's in the Pacific somewhere, and I'd like for
15
16
    him to come back to a job. I hope you guys understand
17
     that. And that's my personal opinion.
18
                   And I'm a San Carlos Apache. My name is
19
    John Wesley.
                   I'm from Bylas.
                                    Thank you.
20
                   MR. NELSON: Thank you very much, sir.
21
                   MS. ROZELLE: All right. Other questions or
22
     comments?
23
                   Please come on forward. Yes, sir.
                   AUDIENCE MEMBER: Hello, Neil, Tom.
24
25
     see you again. Thank you guys for doing this for the
```

public. I think it's well worth it.

I have a question directed at Mark. You gave some conflicting information, and I'd like for you to clarify that.

Earlier in your presentation, you stated that the Forest Service has no jurisdiction over state and private land, but then, later on in your presentation, you said you're going to do a full analysis on the projects on state and federal land. So those two conflict with each other.

So would you explain why the resources and time would be used for the people on private and state land when, in fact, you have no jurisdiction over those areas? Thank you.

MR. NELSON: Yeah. That's a good question. And that relates to the NEPA regulations, the Council on Environmental Quality regulations.

Ann, would you like to address that question?

ANN: Sure. I usually, traditionally don't use a microphone because I can project my voice. If you'd like me to, I will, but I have a habit of shouting into it.

Part of the analysis is to look at the cumulative effects of other activities that are going on

outside of the project area and the effects of the project area onto those outside entities.

So, as we know, a lot of migratory birds don't stay in one place, and so we look at the effects of the bird population based on actions in one place. As we know, water doesn't stop at arbitrary boundaries, whether those are federal boundaries or state boundaries. So one of the things we'll look at is what are the effects to those private lands? What are the effects to state land? But we'll stop at telling the state or private land what they should do based on those effects. So that's where Neil's authorization stops.

So we can look at anything from house values adjacent to tailings, to wildlife corridors that go across state land and federal land. But Neil does not have the authority to tell the State how to manage the wildlife when it's on their side or to tell County, the county adjusters, how to levy taxes for a property value based on that.

So that's where there is -- still want to understand the big, holistic picture of the effects of this mine. But we can't do anything to force or to coerce any actions happening outside of our authority.

Did I get it for you, Mr. Cook? Okay.

MS. ROZELLE: Thank you.

1 Other questions or comments? 2 Yes, ma'am. Come on up. And anyone else, 3 come on up and be ready. 4 Go ahead. 5 Hi. My name is Linda AUDIENCE MEMBER: I did a little research before I came here, and I 6 ran across a really good article by the Wall Street 8 Journal. It was recent, and it was on these megaprojects 9 that -- that do these huge tailings and the recent failure 10 in Brazil of their tailings dam. 11 At the time, according to the article, there 12 wasn't any signs of failure, improper building, or 13 anything of the dam, and yet it failed. They talk about 14 the design being an upstream design. I believe I have that right. And it's the most common type of tailings 15 16 dam. 17 So I'd like to know what the plan here is 18 and if you will look at it and take that concern into 19 consideration. 20 MR. NELSON: Yeah. That -- that was a great 21 article. I read that article today. I don't know if 22 anyone else read it. Was it the Wall Street Journal? 23 AUDIENCE MEMBER: Yeah.

MR. NELSON: On tailings dams and talking about the rate of tailings dam failures. And it's,

24

25

frankly, a lot. On average, a tailings dam fails somewhere in the world every year.

In last -- what was it? -- November, there was a tailings dam that failed in Brazil. It killed 19 people. It wiped out the town downstream from the tailings dam. The tailings flowed downstream 400 miles until they reached the ocean. And the plume could be seen on satellite photography. An unbelievable failure.

And there was another one about a year prior, a little over a year prior, at the Mount Polley mine in Canada.

And so, you know, that's a huge concern for us. And the proposed tailings dam that Resolution has included in its plan of operations is much larger than the tailings dam that failed in Brazil. And you think about, you know, even if it's a very slight risk, that the environmental costs of a failure like that even a hundred years in the future are just tremendous. So we have to look very closely at that.

Resolution has proposed a dam that would be built using upstream construction, which is, in terms of the record of failures, the most dangerous type of tailings facility to construct. So we're going to look at -- very closely at that.

And, you know, one of the purposes of the

baseline environmental assessment, we call it. It's a proposal for baseline hydrological and geotechnical data gathering activities in that proposed tailings area. Resolution has proposed to drill wells, put in geotechnical bore holes, dig trenches to understand the geotechnical properties of the soils there. That's really important for us to assess that site.

The other thing, we will look very carefully at alternatives to that -- to that proposed tailings dam construction method and overall configuration in design of that facility.

You know, they did a study -- the Canadians did a study after the Mount Polley tailings dam failure, and one of the conclusions of that study was that we need to get away from building tailings dams that store both water and tailings, and we need to look more towards storing tailings that don't contain so much water, because that water can cause instability in the tailings dam. And can -- one of -- one thing they call that is dry stack tailings or filtered tailings. And those of you that are familiar with Rosemont Copper, that's what they proposed there.

An interesting thing, to me, and something that I thought was a great asset that our SWCA team brought, after the Canadians studied the Mount Polley

tailings dam failure, they pointed to a tailings dam at 1 2 the Greens Creek Mine in Alaska as an example of how 3 tailings should be stored. And the Greens Creek Mine is a mine up in the Tongass National Forest near Juneau, 4 5 Alaska. And our engineering team actually worked on that 6 project. And so, you know, we're going to have to 8 look very carefully at those issues. And that's a great 9 question and a really important thing to address. 10 MS. ROZELLE: Good. Thank you. 11 Go ahead. 12 AUDIENCE MEMBER: So I have one question, but now I have a -- I'll ask my follow-up question first. 13 14 Is that all right? Because I wanted to follow up on

something you just said.

15

16

17

18

19

20

21

22

23

24

25

So if there's so much uncertainty about the tailing situation and what that's going to look like and where it's going to be, how can you justify proceeding with the analysis of the mine if there's this other huge question mark that has this tremendous impact not just on what the mine looks like but whether it can go forward? You can't have a mine without thousands of acres of tailings somewhere. So, you know, how can you move forward until you settle that issue?

> MR. NELSON: That's really --

(Applause)

MR. NELSON: That's good. The purpose of the EIS process -- and what you've brought up is an example of what will absolutely be a significant issue for analysis in the EIS. And the purpose of this process is to work through those issues and look at alternatives to that. And so the way an alternative would be developed is by working through the process and looking at other potential locations, other potential designs or configurations, other potential technologies or types of tailings disposal.

AUDIENCE MEMBER: I guess the reason I asked that question, isn't there a separate NEPA process for the tailings situation that's already underway and has to be resolved at some point before --

MR. NELSON: That's something that has been an issue of confusion. That's a baseline EA. And the purpose of the baseline EA is any -- we have a permit called a plan of operations. And that's just the Forest Service permit to authorize surface-disturbing activities on forest lands that are associated with locatable minerals operations like this one.

And so any time a mining company such as

Resolution or even an independent prospector or miner

wants to go out and do minerals development work on Forest

Service land that would cause surface disturbance, they have to get a plan of operations. They have to be approved by the Forest Service permit.

Today, the two previous plans of operations have been approved for the Resolution Copper project. One was for Kennecott, which is a subsidiary of Rio Tinto, to do exploration drilling in the Oak Flat area. I think that was approved around 2000.

Another one was approved in 2010 for additional exploration drilling and what they call development drilling, which is more closely spaced drilling.

The baseline plan of operations is a third proposal, but that's only for installation of those groundwater wells and geotechnical borings, collection of baseline data. There's nothing associated with that decision which relates to the actual location of the tailings facility or the design of the tailings facility. That's just the permit that's necessary for us to approve Resolution to go put in those wells.

And so the National Defense Authorization

Act requires one EIS to be done for the land exchange, the proposed plan of authorizations, and all other federal authorizations that would be associated with Resolution's proposed mine. And so this EIS will include the proposed

tailings facility, the land exchange, all other 1 2 authorizations that are necessary, for example, power 3 lines or any other right-of-ways that may be necessary. AUDIENCE MEMBER: Okay. So the question I 4 5 was really going to ask is more straightforward and less 6 technical than all that. 7 So I couldn't help but notice that the 8 example that you used -- the photo that you used for the 9 tailings facility was from the Sierrita Mine. 10 MR. NELSON: Right. Which is down near 11 Tucson. 12 AUDIENCE MEMBER: And, actually, that mine recently now said it's going to close, and it's going to 13 14 throw about 500 people out of work. And I wonder if your economic analysis of this project is going to really be an 15 economic analysis of the real economic impacts that mining 16 17 would have or if it's just going to accept and regurgitate 18 the exaggerated benefits that the company presents to the 19 public which ignore the boom-and-bust cycle that 20 continually happens with mining, continually throw people 21 out of work and destroys communities in Arizona. 22 MR. NELSON: All right. So we're going 23 to --24 (Applause) 25 We're going to work, to the MR. NELSON:

```
best of our ability, as Tom mentioned, to do a
1
     comprehensive and an independent and an objective analysis
 2
     of the socioeconomic effects. And we're going to look at
 3
     socioeconomic effects through the entire life of the mine,
 4
 5
    not just at the height of production or the height of
 6
     construction but throughout the mining cycle.
                   And they proposed the mine life of about
8
     40 years. And, at that point, things would really change.
9
                   And so you bring up a good point that we
10
     really need to look at the full mining life when we do
11
     that socioeconomic analysis.
12
                   MS. ROZELLE: Yes, sir. Come on.
                                                      Would you
     like a microphone or no?
13
14
                   AUDIENCE MEMBER:
                                     I think they can probably
               My name is Terry Wheeler. I'm here in Globe.
15
    hear me.
    And I was wondering how many -- do you have any idea how
16
17
    many tailings have failed in North America or what
18
    percentage of tailings dams that have been constructed in
19
    North America have failed? Do you have any idea of the
20
     impact of failed tailings dams in North America?
21
                   MR. NELSON:
                                In North America?
22
                   AUDIENCE MEMBER:
                                     Yeah.
23
                                I don't know that statistic.
                   MR. NELSON:
                                                               Ι
    know that the most recent tailings dam failure on the
24
25
     Tonto National Forest was in the late 1990s at the Pinto
```

Valley Mine. So it's not something that never happens.

It's just there's a lot of environmental risk factors.

And we're going to have to work through those. And the tailings dam is just one of those factors.

AUDIENCE MEMBER: All right.

MS. ROZELLE: Yes, sir. Go ahead. And come on up. I know that there are some folks who want to speak who spoke last night.

AUDIENCE MEMBER: I'd just like to make a comment. You know, the benefit -- you know, the benefits of mining, we'd all be wrong. It affects everything, everybody. I mean, there's good, and there is bad. And there's a bad part, but still, in the sense, there's a lot of rules, regulations that Resolution and other contract companies have to abide by to understand that we are here on Mother Earth, and we've got to take care of it.

And, in a sense, you know, all these companies that work for Resolution, you know, they've got stringent rules, guides. They have a crew, a lift crew, that regulates what's going on, make sure all the processes are done right, and check all the paperwork, make sure everything is topnotch. If not, you know, they shop for contractors. But they've got to do all the paperwork, all the benefits. And the good and the bad. And, you know, there's a lot of paperwork that's involved.

And that's what's good about regulations. Like I said, all the benefits, even good for all of us. You know, good to know.

Thank you.

MR. NELSON: Thank you.

MS. ROZELLE: All right. Yes, ma'am, come on up. And -- in the back, we're getting people that have already done -- haven't had a chance yet.

AUDIENCE MEMBER: Good evening, and thank you for allowing me to express my support for Resolution Copper. My name is Kimberly Oddonetto. My husband, Michael, and I own Oddonetto Construction. It has been a family business for the past 32 years, and the mining projects that we complete account for 90 percent of our business.

We currently have over 60 employees from our local area, including Globe-Miami, Superior, and the San Carlos and White Mountain Apache Tribes. Our employees depend on our company for employment. Our company and our employees depend on Resolution Copper and the jobs that they are creating. Many of our employees are currently working on reclamation projects at the Resolution Copper Mine.

As life expectancy of the other current mines are coming to an end, there is a huge need to fill

```
that void with quality jobs. Our local communities are in
1
 2
     great need of these quality jobs in order to survive.
    Resolution Copper will create these opportunities and will
 3
    ultimately save our community.
 4
 5
                   I ask that you assess the economic impact of
     this project on potential employment and opportunities for
 6
 7
    not only the residents of Superior but the Globe-Miami and
8
     the San Carlos Apache Tribe during maximum production of
9
     the Resolution Copper Mine.
10
                   Thank you for your time.
11
                   MR. NELSON:
                                Thank you.
12
                   (Applause)
13
                   MS. ROZELLE:
                                All right. Thank you.
14
                   Yes, ma'am.
                   AUDIENCE MEMBER:
                                     Hi.
                                           I'm Diana Wheeler.
15
     This is a question most likely that sounds pretty stupid,
16
17
    but back when I lived in Long Beach, California, my
18
     father-in-law was a geologist, and Long Beach started to
19
     sink as they were bringing the oil up, and the town
20
     started dropping. So as the oil started -- so as they
21
     started bringing the oil up, he pumped water in and
22
    brought the city back up.
23
                   Why can't you try doing the same thing as
24
    you're taking the ore out and put something in?
25
     take the tailings and put them back in, because they're a
```

solid block, and you won't have the drop. Or put something in there. I can't imagine that something can't be slurried in as you are bringing the ore out of that cavity.

Just a thought.

MR. NELSON: That's neat. That's neat.

Thank you for -- thank you for sharing that. That's -- wow. What a neat job your father-in-law must have had back in Long Beach.

We will look, in the EIS, at alternatives for their proposed blockade process and look at alternatives that potentially could alleviate the subsidence.

There are mines in the -- in the U.S. that use some type of cut-and-fill mining. And those mines, in many cases, do put tailings back into the subsurface, either tailings or cemented tailings.

The mining method is ultimately related to the characteristics of ore body itself and, of course, the economics of the process. And so we're going to work through that and look at alternatives, but an important thing to keep in mind is that, after the land exchange takes place, the Forest Service will have no authority to regulate mining activities on that Oak Flat parcel at all.

You know, I think that, in the EIS process,

if we did come up with some good ways to mitigate subsidence, that Resolution would take a really close look at that. But it would be something they would need to do voluntarily. We would not have the authority to compel them to do that.

MS. ROZELLE: Yes, ma'am. Go ahead.

 $\mbox{\sc AUDIENCE MEMBER:} \mbox{\sc I have a comment, and I}$ have a quick question after that.

I just -- I'm going to turn and talk to my friends in the audience. I talked to you last night.

I think it's so important for us, especially here in Globe-Miami and San Carlos, to feel like we can be both grateful for the role that Resolution has played in our community. We can be grateful for the money they give to our food bank, to our robotics clubs, and just their involvement in our community. We can be grateful that our friends and family have jobs because of Resolution, and, at the same time, we can ask the best of them. I think that's what they want.

And so I just -- yeah. I just wanted to share that before I ask my question, which is related, because I think, if I was going to -- I grew up in Montana near Butte. There's a copper mine there too. And that one is an open-pit mine, which I realize is different from block cave, but when I think of a hole in the ground that

comes after a mine, that's what I think of. And that's a big hole in the ground full of toxic water.

And I remember my high school biology teacher used to make a joke about there being a guy out there who had to shoo the ducks away because the ducks couldn't land on the water. I don't know whether or not that was true.

But -- so my question was about, when you have this crater -- and I'm going to submit my comments formally -- I think -- I think we can do better than a big crater. I think Resolution can do better than a big crater. But, so, say, we have this crater. What happens to the crater after the mine closes? Does it fill up with water? Does someone have to shoo the ducks away?

MR. NELSON: That's a great question.

And have other folks have been in Butte?

Butte has a large open-pit mine right in the center of town with, what, over a billion gallons of water with a pH of about 3, very strongly acidic. Yeah. There's a story of, what, a flock of snow geese that landed on the lake?

AUDIENCE MEMBER: So you heard the story about the birds too. It's not just me. Okay. Wasn't just my biology teacher.

MR. NELSON: It's a huge issue. And that's caused by acid rock drainage. And Resolution's ore is

strongly acid generated. And they've put a proposal together to manage that acid generation in the tailings facility through some submerging, where the sulfide -- they're going to float the pyrite out of the tailings and produce two types of tailings. One would have almost no pyrite in it, and one would contain all the pyrite and be extremely reactive and potentially cause acid rock drainage.

Our SWCA team brought in a person who I think is just a world-class mining geochemist, Dr. Mark Williamson, who goes all over the world. I worked with him 20 years ago. And just an incredible guy we were going to really lean on to help understand this issue.

But the subsidence, they're going to draw down that water to de-water the mine. And after they stop mining, that water's slowly going to recover.

AUDIENCE MEMBER: Yeah.

MR. NELSON: So we're going to have to -have to somehow analyze and, as best we can, try to
predict, one, where that water table will end up
equilibrating. So if that water table equilibrates closer
to the current surface than a thousand feet, there would
be a lake in that area. Otherwise, there would not be a
lake.

And in the wall rock, in the area where

they're going to mine, there's still going to be the acid-generating minerals that are not extracted and not placed into that management tailings dam.

And so we're going to need to really try to understand, would acid generation form at depth? And, as that water table recovers, would that water, at 6 or 7,000 feet, mix with the more near surface water?

AUDIENCE MEMBER: Uh-huh.

MR. NELSON: There's kind of two convections. It's caused by heat. It's hot at depth. I've heard -- maybe some of the Resolution people know here. About 170 degrees at depth, 6 or 7,000 feet. So warm water rises, right? And so there would be that -- that force causing the water to rise. But acid rock drainage, it has very high total dissolved solids. So it's more dense than water, and that would cause that water to maybe stay down at depth, so you could end up with good-quality water.

But, at this point, we just don't know. And so what you bring up is a great issue, and, yes, please include that in your written comments. And we'll work with Dr. Williamson to find a way to analyze that issue.

AUDIENCE MEMBER: And so, in the current mine plan of operations, what is outlined for this subsidence after mining stops?

MR. NELSON: There's -- there's no specific reclamation plan that I'm aware of to manage that water.

AUDIENCE MEMBER: Okay.

MR. NELSON: But, you know, that may be an example of something that we can work through in the EIS process and maybe identify some mitigations that will help alleviate that issue.

AUDIENCE MEMBER: Okay. Thank you.

AUDIENCE MEMBER: My name is John Craig.

I'm from Queen Valley, so I naturally have some concerns.

The dam that -- that broke in Brazil was about a third as big as the one that's going to be above Queen Valley, the same distance as that village was, from Queen Valley. So we know it can happen. And one of the owners of Resolution Copper was the owner of that mine also. So how confident are you that they know how to do this? Because, I mean, you couldn't talk to people in Brazil that they know how to do it, because they just got flooded out. So are you confident that they can -- they can build a tailings pile like this and -- and not have it break?

And Andrew Robertson, a Vancouver-based consultant who has designed a number of very large tailings dams said that our dams and dumps are among the most high-risk structures on Earth.

So my question is, you know, the model of 1 2 the Forest Service is to care for the land and serve the 3 people. So how can you justify letting a tailing pile like this go on Forest Service land? 4 5 And another point that I thought -- and it brings back the mentality of the mining company, the 6 Samarco Mine, which is owned by Vale and BHP Billiton, --8 after the collapse, have said that the dam was Samarco's 9 responsibility, not theirs. 10 Well, they own Samarco. 11 So this goes back to the mentality of the 12 mine. It goes back to, you know, Resolution Copper and Rio Tinto and BHP Billiton, you know. So if something 13 14 happens, your guys going to -- your guys going to -- where 15 do we go? You know. And, as far as the acid rock drainage, it 16 17 always happens on sulfide tailing piles. It -- that's -that's a known fact. So isn't it more when -- when water 18

will be polluted downstream, not if it will be. It's when Isn't that more of an accurate opinion? it will be.

> AUDIENCE MEMBER: Okay.

MR. NELSON:

19

20

21

22

23

24

25

MR. NELSON: Let me try and get the questions.

First, do we trust Resolution that they can

So that's a lot of questions.

build that, as designed, and that it will be stable?

We're going to take a really hard look at what they've proposed, and we're going to do our own independent objective analysis, and we're going to bring in the best possible team we can find to -- to look at that design, see how it can be approved.

So, you know, in that process, we're absolutely not going to just take it as they proposed and say, oh, gosh, that must be okay. We're going to work very hard at this to identify those type of issues.

And, you know, I've had the opportunity to work with Dr. Robertson. Not work with him but to work on a number of projects that he came in and consulted. And he is one of the top experts in mining and environmental issues I've ever known. And, boy, when Dr. Robertson says that these are high-risk structures and we need to take a close look, I'm going to listen. We're all going to listen.

And I think that's something they learned, in Canada, when they did that Mount Polley study and some of the kind of innovative thinking where we need to stop storing both water and tailings together and look at technology such as dry stack. You know, those are really important issues that we're going to work through.

The last question regarding acid rock

drainage, acid rock drainage is something that's been going on for millennia. There's mines in -- I think in Spain. Actually, the Rio Tinto area of Spain that's been generating acid rock drainage for millennia. So it's something that people have really worked hard to try and find ways to manage. And one of the best possible ways that people have come up with to manage acid rock drainage is to submerge it.

Pyrite is iron and sulfur, and, when it oxidizes, it forms sulfuric acid. And when you keep that rock submerged, it prevents the acid generation from occurring.

And so that's a component of Resolution's current proposal, to separate out the pyrite from the tailings and to store it permanently under submerged conditions.

And so, you know, we really have to apply lessons learned and come up with the best possible ways that we can mitigate this.

AUDIENCE MEMBER: How can you do that and dry stacking at the same time?

MR. NELSON: That's an issue with dry stacking. And so people look at things like cover systems to prevent infiltration of water into the pile after the dry stack has been put in place.

```
1
                   And so, yeah, you know, you're bringing up
2
     issues that are right on. They're great issues.
3
     really appreciate it. We'll add those to our analyses.
4
     And we'll have to keep talking. As the process goes on,
5
     we'll -- we'll get together and talk about issues and key
     issues and then hopefully get together and talk about
6
     alternatives.
8
                   AUDIENCE MEMBER:
                                     Okay. Thank you.
9
                   MR. BOSWORTH: So I'm going to -- you
10
     skipped to the middle question.
11
                   MR. NELSON:
                                Oh.
                                     I'm sorry.
12
                   MR. BOSWORTH: Well, he had like 50
13
     questions. It's okay.
14
                   But one of them that I keyed on in, he said
15
     how can this -- how can we allow this to happen on
16
    National Forest System land?
17
                   AUDIENCE MEMBER:
                                     Right.
18
                   MR. BOSWORTH: And so I just wanted to talk
19
     a little bit about that.
20
                   So the Forest Service is multiply engaged
21
     agency. You probably heard the same answer, right?
22
     it's something we've struggled with for a hundred years
23
     of -- or over a hundred years of, how do you draw that
24
     line between providing the ecosystem services, clean
25
     water, clean air, wildlife, recreation, all those things,
```

along with the other part of our mandated work, which is mining range, you know, timber, you know, providing timber for houses. That was a big part of what the Forest Service was developed for. Range, another big part of what the Forest Service was developed and created for.

So we -- we're constantly trying to find that line, find that line of providing these services to

that line, find that line of providing these services to the public and also make sure that we're true conversationists and we're going to continue to provide those services in the future. And we're going to do that with this project.

AUDIENCE MEMBER: Okay. Thanks.

MS. ROZELLE: All right. Do you have some questions?

AUDIENCE MEMBER: Good evening.

Hello, Mr. Bosworth. We didn't have the privilege of having you last night.

My name is Moji Agha. I am a Sufi monk and a psychologist turned full-time human rights and environmental and peace activist. I travel around the country and create circles of nonviolence community collaboratives.

One of the projects that I became aware of, when I arrived in this area, is the issue of this mine and what is being done. And I noted, also, people were

talking about we have cancer.

So one of the projects that came out of the circle of nonviolence community collaborative around this area -- and I have some fliers for the upcoming meeting and whatnot -- is called Copper Country Cancer Cluster Campaign. And I've been horrified to find out about the range of cancers that have been -- people are dying from, have died from.

And we -- I was, at one level, encouraged that you said, Mr. Nelson, that you have -- that that -- that you didn't know about the -- the public health aspects of this until we did -- you know, the hapless citizens brought it to your attention.

And you also said that the Resolution has provided environmental information. Now, if Resolution was a -- why did Resolution did not give you heads up about the already existing cancer cluster in this area? How come the public health was left out of your consciousness until -- until a few days ago?

And, to me, that's a measure of how, when private companies that want profit -- it's like -- we have the -- the biggest example of the tobacco industry. For years, the tobacco industry swore and hired so-called scientists to prove -- and they proved, scientifically -- that nicotine was not -- was not hazardous.

So what I would implore with you, as people who are charged with protecting the overall welfare of the people, I -- it's horrible for people to have jobs but then die from those jobs.

So they -- the -- yes, let me just finish. You don't have a huge line here.

So the public health issue is a moral issue, which is a -- a economic issue, environmental issue. It intertwines throughout all the issues. And so, for an agency with your -- the record of a hundred years to not have thought about the public health aspect of this and have already some idea about the extent and the scope of the cancer that already exists here -- including very rare cancers, brain cancers, the immune system cancers -- and these cancers do not happen just, you know -- they're not garden-variety pollution cancers.

So -- so when you say that you don't have a chance -- you don't have a choice but to approve the mine, you're saying that on the basis of a 150-year-old mining law, 1872. And, at that time, most of the population of the United States did not have the franchise, including women. And the people who were --

Just 30 more seconds, please.

MS. ROZELLE: Actually, I'm going to ask -- you can come back. But just to be fair, because

```
I've had to cut other people, and there are some people
1
 2
     who would like to come down.
 3
                   AUDIENCE MEMBER: Well, let me just -- I
 4
    don't see anybody lined up.
 5
                   MS. ROZELLE: Behind you.
 6
                   If you would just step up, please.
 7
                   AUDIENCE MEMBER:
                                     Oh.
                                          Okay.
8
                   MS. ROZELLE:
                                 Yeah.
9
                   AUDIENCE MEMBER: Okay. Thank you.
                                                         I'11
10
     come back.
11
                   MS. ROZELLE:
                                 Thank you.
12
                   All right. Roger.
13
                   AUDIENCE MEMBER: Roger Featherstone,
    director of the Arizona Mine Reform Coalition.
14
15
                   I want to go in a couple different
16
    directions, mostly on economics. But I want to get back
17
     to this issue of the tailings and what happens when the
     characterization shows that this is not a suitable area
18
19
     and -- and Rio Tinto needs to go back to square one.
20
                   I understand the reluctance of the agency to
21
     say they can't say no to this proposal, but, on the other
22
    hand, the agency cannot approve a permit that would
23
    violate state -- or not necessarily state, but federal
24
     laws.
25
                   So, if and when this tailings facility
```

proves to not be able to be built without violating federal law, then I guess I just want to know, from the Forest, what would be the alternatives, basically?

My view would be, of course, you could not permit this thing, and you couldn't go through with -- with signing a record of decision until Rio Tinto could assure the government and the public that they would not be violating federal law. And, in this case, most probably, that would mean a whole different tailing facility, or at least extreme measures, like double or triple lining or that kind of thing.

So that would be the first one.

The second, going on to areas of economics, will the Forest Service need to analyze both the economics and, for that matter, the environmental and especially the climate change aspects of the transportation, basically, from the processing facility to the final destination for smelting, which -- which would be overseas? In other words, would you have to address the aspects of -- of the -- of the transportation corridor, basically, from here to the final smelting?

And then --

MS. ROZELLE: Hey, Roger, maybe we could just get those two answered, because I think -- I can remember the last one about the economics and the

1 smelting. 2 Do you want to try that one? 3 MR. NELSON: Well, the first one was --MS. ROZELLE: Did you get the first one? 4 5 Okay. Here they are. 6 MR. NELSON: Yeah, you know, we're going to 7 do our own independent, objective analysis of their 8 proposal. And so we're years away from even being able to 9 assess whether or not their proposed tailings facility 10 would comply with things like Clean Water Act, Clean Air 11 Act. And so it's really difficult to answer that 12 hypothetical, what if we got to that point and there were 13 clear violations of that? 14 And so I think the best thing for us to do, on that one, is work through the analysis and cross that 15 16 bridge when we get to it. 17 AUDIENCE MEMBER: I guess the point I was 18 trying to make in that kind of leading question is that 19 the Forest Service does have the authority to say no to a 20 bad tailings facility. And, obviously, you can't build a 21 mine unless you have a place to dump the toxic waste. 22 MR. NELSON: Right. Our requirements require an operator to comply with all other environmental 23

That's in 36 CFR 28, including the Clean Water Act,

the Clean Air Act. And that's the type of thing that Neil

24

25

has the discretion to address is required modifications to the proposed plan of operations. He can require modifications that are necessary to comply with Forest Service regulations, and the operator must comply with the Forest Service regulations.

MS. ROZELLE: So do you want to try the second one?

MR. NELSON: Which was?

MS. ROZELLE: Does the Forest Service need to analyze the economics and environmental impacts for transportation to the final smelting destination?

MR. NELSON: You know, we don't have an answer to that, but it's a really good question. At this point, Resolution has not included any information about where it would be smelted. I think there's three operating smelters in the U.S. with -- with capacity that may or may not be available to process that ore and -- and, of course, that's also going to relate to the cost of smelting that ore. And there's other smelters elsewhere in the world that they may ship that concentrate to.

So we're going to have to think through that. And it's a great question, you know, would we analyze the -- it's what would be called an indirect effect. Would we analyze the indirect effect of transportation and environmental issues associated with

```
1
     smelting?
 2
                   And I don't have an answer for you tonight,
 3
    but it's a good issue, and one we're going to have to work
 4
     through.
 5
                                 You had one more question.
                   MS. ROZELLE:
 6
                   AUDIENCE MEMBER:
                                     Should I do it now, or
 7
     should I wait for other people and come back?
8
                   MS. ROZELLE:
                                 Is it just one?
9
                   AUDIENCE MEMBER:
                                     Yeah. But it might be
10
    kind of complicated.
11
                   MS. ROZELLE:
                                 Okay. Come back.
12
                   (Laughter)
13
                   MS. ROZELLE: I'm starting to get to know
14
    Roger.
15
                   Hi.
                   AUDIENCE MEMBER:
16
                                     Hi.
17
                   My questions are specifically related to
18
    water sustainability. Resolution Copper mining operations
19
    will be drawing water from multiple water sources,
20
     including Central Arizona Project, CAP, water, and the GPO
21
     indicates that the mine will be heavily reliant,
22
     62 percent, on banked CAP water. And I am wondering how,
23
     or if, there is going to be analysis on the sustainability
24
     of that large-use water over the life expectancy of the
25
    mine and, also, how that impacts communities such as mine,
```

39

```
in the Marana area, that also relies on CAP water.
1
2
                   MR. NELSON: Yeah, I think that's a great
3
     issue.
4
                   And, Jill, you got that one down?
5
                   And, yeah, something that -- something that
6
    makes a lot of sense that should be in the analysis.
7
                   MS. ROZELLE: And everybody knows CAP water
8
    means Central Arizona Project water. Okay.
9
                   AUDIENCE MEMBER: And banked CAP water,
10
     which is basically a reserve in the event of drought.
                   And, also, I failed to mention, I'm
11
12
     wondering if, you know, drought predictions and climate
13
     change predictions will also be taken into account,
14
     because we are in the desert. We are importing water as
15
     it is. How is that sustainable?
16
                   MR. NELSON: Yeah. Great question.
17
     climate change will be assessed in the EIS. We're
18
     required to address climate change. But those are going
19
     to be really challenging analyses to complete.
20
                   AUDIENCE MEMBER: But they will be
21
     completed?
22
                   MR. NELSON:
                                Yes.
23
                   AUDIENCE MEMBER:
                                     By independent --
24
                   MR. NELSON:
                                Yes.
25
                                     -- non-biased --
                   AUDIENCE MEMBER:
```

1 MR. NELSON: Yes. 2 AUDIENCE MEMBER: -- non-government agents? 3 (Applause) 4 MS. ROZELLE: Thank you. 5 The -- a new one. Yes. 6 And then, next, you. 7 AUDIENCE MEMBER: I want to see if you can 8 raise this mic or not, but... 9 (Laughter) 10 AUDIENCE MEMBER: I'm a third-generation 11 rancher, miner. We built these communities, these towns. 12 We care about them. You know, everybody talks bad about 13 the tailings. Tailings come, tailings go. They fail. 14 But nobody talks about the miles of tailings that haven't 15 failed. Okay? You guys need to look at the economical 16 impact that this will bring to our community. 17 My great-granddad, he mined. Another one ranched. Hopefully my kids will do the same thing. 18 19 Airplanes fail. Does that mean we stop 20 building them? No. We just build it better. 21 Resolution, I believe, will build things 22 better. We've had the privilege of having several of the 23 Natives working for us at Resolution Copper. Their need 24 and want to train people, I've got to deal with that 25 firsthand. And the excitement they see. The only thing

they're nervous about is when it's going to end. 1 2 Well, if it lasts 20 years, that's 20 more 3 years than what we've had already. 4 So without the money they've put into the 5 community, what would we have then? Nothing. So, you 6 know, I feel fortunate that Resolution is wanting to spend their money here on us. 8 So thank you. 9 MR. NELSON: Thank you. 10 MS. ROZELLE: Thank you. 11 (Applause) 12 MS. ROZELLE: And, again, remind you all, if 13 you want to make a formal comment for the record, go over to that corner. Anything that you're commenting on or 14 saying tonight, we are getting notes on that as well. 15 16 So, yes, go ahead. 17 AUDIENCE MEMBER: Again, thank you. 18 After last night's meeting, I brought it to 19 the attention to the group in Superior, as I want to bring 20 it to the attention to the group here in Globe, that 21 social media has portrayed that our community is 22 threatened, that Oak Flats is the only place we harvest 23 acorns. And that's not the truth. We have many other 24 areas that our people go to to harvest acorns.

25

And our sunrise ceremonies, the first that

we've ever remembered having in Oak Flats was 2012. And we have -- our sunrise ceremonies season has begun, and we have, at this time, ten ceremonial grounds that our people utilize through the season from spring to fall.

Today, I decided to go visit an elder relative in Bylas, and I shared with family today that -- what happened at the meeting last night and what was brought to the topic of discussion. And, of course, their concerns were genuine regarding water and regarding tailings that -- what happens on the outside boundaries has effect on us too regarding our safety of coming and going to the neighboring communities.

So the one that was most important, though, was brought to the attention to the elder was that, in the past, many of our elders have been abused by even our own local people, unfortunately, making it be known that this is their truth when it really is not the truth regarding the sacredness or the cultural significance of the area itself.

So, since the question had been broughten up at the round table discussion today, what percent of the cultural -- since Oak Flats has been identified as a historical land, based on cultural and traditional significance, what percent of the sacred claim have as a determining factor of the project altogether?

MR. NELSON: So you mean how will that designation of the traditional cultural property affect the EIS process?

AUDIENCE MEMBER: Yes. Is there a

percentage you will be -- what I was asked is what percent of that, of claiming that it's sacred, will be used to finalize this project? Because what they're more concerned about, the elders that I spoke with today, was because of how, in the past, our elders were misused and abused of information only to claim leverage on what their claim is.

MR. NELSON: Okay. I think I can answer that question.

That designation of the traditional cultural property will not ultimately affect the land exchange or the mine proposal. It certainly raises public awareness of that issue. And it makes people more aware of cultural issues up there than they were before.

From the Forest Service's standpoint,
we -- we would manage those resources the same way,
whether or not it was listed on the National Register or
not.

Neil, do you want to maybe add to that?

MR. BOSWORTH: Well, I don't know if the -the percentage part is throwing me off when you talk about

acres. So the TCP, the traditional cultural property designation, is a very large area that encompasses the entire area that would be exchanged. So that's -- I don't know if that answers that question.

But the -- as far as how it will affect this proposal, it -- the TCP -- the TCP does not necessarily protect -- have any additional protections for it. And all it does is -- it does give us a kind of a starting point with the tribes that feel this is, you know, culturally significant to have those discussions and talk about mitigation or, if there is possible mitigation, all the sort of things we're going to do through tribal consultation.

But a TCP does not give additional protections for a site.

AUDIENCE MEMBER: Okay. Okay. Yeah.

Because, like I said, the topic came up about how our local people abuse our elders in presenting them in a formal fashion that this is what the claim is when, after all, it's not.

So it's like, what percent of that claim is going to be added onto all the other decisions that are going to be made to consider that a determining factor of the overall decision?

MR. BOSWORTH: It's not. Yeah. So it's not

going to -- you can't quantify like that, you know, as far as what -- how to -- what percentage is going to factor into the decision. It's really not. And the decision's going to be -- ultimately, it's going to be looking at the best way to approve this project. That's pretty much what the law says I'll do, and with certain mitigations in mind to -- for employees to try to alleviate some of the concerns that we've talked about tonight.

And I -- it's pretty much impossible for me -- Mark is really smart. But it's pretty much impossible for me to actually quantify a percentage of the decisions based on what I'm going go through to come to this answer.

Does that -- am I --

AUDIENCE MEMBER: Yes. Because that's the very reason why a lot of the elders stay away from the topic, because there's no majority claim other than the tribal government saying, by our vote, we've declared it, based on just a specific group of people making their claims. So that was a major concern regarding the elders I visited with today based on the information I got last night, taking it back home.

And tomorrow's meeting with Chairman Rambler, will that be public?

MR. BOSWORTH: No.

46

```
1
                   AUDIENCE MEMBER: Okay. We're happy,
2
     though, that you're going to be meeting with him, because
 3
    we know, in the past, they've not come to the round table
    discussion regarding Resolution's invitation to discuss --
 4
 5
                   MR. BOSWORTH: So --
 6
                   AUDIENCE MEMBER: -- the project itself.
 7
                   MR. BOSWORTH: I don't want to say no. You
8
     can't -- you know, you can't just say no. The reason is,
9
     is a lot of times, when we discuss our sensitive topics to
10
     the tribes we talk to, that's why it's not public meeting.
11
     It's not a public meeting. It's a personal, private
12
    meeting, based on consultation with the tribes.
13
                   AUDIENCE MEMBER: Okay. I -- I just -- I
    was told to ask, too, because it was announced.
14
15
                   Thank you.
16
                   MS. ROZELLE: Thank you very much.
                                                       Thank
17
     you.
18
                   Yes, ma'am.
                                Come on up.
19
                   AUDIENCE MEMBER: Good evening, gentlemen.
20
    How are you this evening?
21
                   MR. NELSON:
                                Good. How are you?
22
                   AUDIENCE MEMBER:
                                     Good.
23
                   And hello to everybody behind me.
24
                   My name is Kathy Wesley Kitcheyan.
25
    maternal clan is Hyama Chiricahua Apache. And, in our
```

culture, you claim your mother's clan, and your father's clan is secondary. My father's clan is Tu Ligai, which means white water. So, having said that, now I can address the crowd.

And I want to say, before I forget,

Mr. Nelson, that I am very glad to hear you use the word

"objective," because I was beginning to feel a little bit

worried, coming home last night, because just looking at

you guys and listening to your responses last night kind

of didn't seem objective. So I'm glad to hear that.

And I do expect that because, may I remind you, as well, that, in all situations, relationships, business relationships, whatever, there is two sides to every story. And the entire nation, and at the international level as well, people have not listened to the other side of it.

You know, you believe, you were told Oak
Flats is sacred. And I told you last night, I was raised
in a very traditional home. I have lots of aunties and
uncles, elders, that I never heard them say anything about
Oak Flats being sacred.

It's nice that they have sunrise dances there. But what's not nice is that you had to have a dance, you had to use that in order to politicize our political issue. That's not right. In our way, if you do

something opposite to your teachings, there are natural consequences to pay.

And I want to talk about the burial grounds that was mentioned.

One activist constantly says the grandmother, and Grandmother is buried there. I went straight to the source of that family name, and they said they have no idea, no knowledge of an ancestor being buried there. Similar to what Karen just spoke about, you should not put words in the mouth of our elders. That is the most disrespectful thing that a person can do in any culture.

Finally, I just want to let you know that
San Carlos has always done some type of mining. If you
don't know where Tractor Supply is, that was an Apache
village. Miners were there. My family lived there. And
I have a brother that retired from the mine. I have
family members that have been in the mining business. My
husband as well. And our tribal flag has a pick and an ax
to honor the mining industry.

In my front yard -- in my front yard, there sits a training facility sponsored by Freeport. They're developing the skills of young people to prepare them for the mining industry. How can you contradict yourself? I mean, what -- what is so bad about Resolution Copper?

Everybody makes choices in this world. They choose to be -- sit where you're sitting or be a cowboy like this handsome gentleman over here.

(Laughter)

AUDIENCE MEMBER: Or they -- you know, anything that they choose to be. And there's consequences in everything. It doesn't matter. You can be very careful but not -- like I said last night -- cancer was brought up. The fact that we have -- we live next door to a mine doesn't necessarily mean everybody's going to get cancer.

I'm a cancer survivor. My brother is a cancer survivor. And, if my mother was here -- because she testified at the water rights meeting in Tucson Federal Court years ago -- she would have said it's because of all that BS that's floating from that other mine down Gila River. Because our house was on the banks of the Gila River. And I swam in the Gila River. That was my playground.

And so what I'm saying is that we can coexist, you know, with mining, no matter -- no matter where we're at.

Finally, a leader talked last night. We had the pleasure of having a leader in our midst last night at the Superior meeting. And he talked about the sacredness

of water. I think water is sacred to everybody, every culture, including the White culture.

And -- but he failed to mention that he's the chairman of the Tribal water committee, and they lease water, millions of water, to Freeport every year. That is something that you should also consider in preparing this report as well.

Finally, to the audience, if -- if you support Resolution Copper -- and I really like what that gentleman said about it's our way of life. I'm a retired educator, and I've touched the lives of hundreds and hundreds of children in San Carlos. And some of those kids today are walking the streets with nothing but hopelessness on their faces because they don't have a job. They don't have an education.

In the first grade, just before I left, in the hallway, there was a little first grader who told his friends, on a Friday afternoon, "Hey, guys, I'm ready to go party." First grader. "Let's go get something to drink." That's not -- I don't want that.

We need to work together so that when this mining industry, Resolution Copper, comes here to stay, there will be equality in employment from that end of the reservation to that end of Copper Corridor. But we need to be proactive. I don't see that.

Last night there was lots of people from Tucson. They wanted a meeting in Tucson. What for? They should have had that meeting in San Carlos to begin with.

And I'm going to ask you that.

For the record, I, Kathy Wesley Kitcheyan, a member of the San Carlos Apache Tribe, with traditional values and one that is a fluent speaker, on behalf of my 64 grandchildren, 34 nieces and nephews, 18 great-grandchildren, that you come to San Carlos, because we need this meeting out at San Carlos too.

Thank you.

MR. NELSON: Thank you.

(Applause)

AUDIENCE MEMBER: I've got a couple of questions to ask. The first one is I've been to Oak Flat a couple of times. And I saw elders there, and I saw hundreds of San Carlos Apache Indians that supported Oak Flat. They said that that was their holy land. They said that's been their holy land for 700 years. So this mine is going to last for 60 years, and that has been sacred and holy for 700 years for some of the tribe.

I don't know who's speaking here. I don't know the difference. I can't understand why they don't feel the same. I'm new to Arizona, but from what I've seen and what I've observed the two times that I was over

at Oak Flat, I didn't see this. I saw something totally different. They care about Oak Flat. And I'm sick and tired of looking up on the Internet and looking at the same thing over and over, from Resolution and from the McCain campaign, that the Apaches do not care about Oak Flat. I've seen different.

And, you know, water is a real precious commodity here in Arizona. And I'd like to know -- well, never mind. That's okay. That's all I have. Thank you.

MS. ROZELLE: All right. Yes. Roy.

AUDIENCE MEMBER: Roy Chavez, lifetime resident of Superior, interim mayor, and former underground miner at the Magma BHP mine.

Just a recap from yesterday, I just shared with you -- and I don't know if this audience knows it.

But you do have, on the proposed mining operations map, it's included now that there's 560 acres of land that's located just east of the Copper Basin area in San Tan, and that's where the plan of development now, the final plan for the filtration of the concentrate and also the loading facility. That was a piece of private real estate that is zoned in the residential development area that we have commonly been informed as the Superstition Vistas and Rio Tinto purchased that, in the last year, under the.

And, at this point, I was sharing with you guys yesterday,

that the oversight for the project to be developed there is an industrial -- they're requesting industrial rezoning.

I spoke to Pinal County today, and it still has yet to go to the board of supervisors. However, they did hold a couple of planning and zoning meetings in September, October, November. And there's nothing been done since.

I asked yesterday, is that going to be included, and I'm assuming that it will be included in -- in visiting the entire operation, because, now, the impact to both public and private lands is entailing close to 30 miles from gone canyon, Devil's Canyon now to the outskirts of Copper Basin I found that out.

In reference to the sacredness of Oak

Flat -- and one of the comments that I've presented in the past is it's sacred to all of us that are there,
especially those of us in Superior and Globe-Miami area.

It's a site, a recreational site, but it is also a site that is, to me, is very spiritual in its own essence. And I think that's an important part of the integrity of -- of the landmass. And I'm sure, you know, you guys are understanding that and have been made well aware of it.

The only other thing I wanted to make as a comment -- and, really, my first was -- was not -- was

still a question, Mark and Neil, about the oversight of that 560 acres, which is actually now privatized. It was in the state trust land area of the state. And the only other public meetings -- there were only three people at those public meetings when Pinal County P&Z was looking at this. And they still have not yet approved the industrial zoning. But I'm trying to find out exactly when the next P&Z -- the next board of supervisors meeting is, because it will be a public hearing for decision.

But the last comment I wanted to make is that, unfortunately, this is a political issue. But there are laws and mandates that we have asked for over 17 years. I've been involved in this since 1998, when I was mayor and Rio Tinto came to Superior to talk to me about the mine. And all we've asked for is what this is doing today is getting public comment, getting input, getting analysis, whether it's the environment or socioeconomics or Native American issues. But that's all in the law of NEPA. And that's all we've asked for.

But I want the people -- the public to understand that the NEPA process does not start until a mining plan of operation has been submitted. And, quite honestly, the legislation took a political course, if you want to talk about politics, that was vile. And the legislation was -- we're here today because of the way the

legislation was approved. But it is law, and we have to abide by that.

And, finally, we have two bills, one in the House, one in the Senate, to repeal the deal. I mentioned this at Queen Valley the other day to you all. But hopefully we can repeal the deal and take a good hard analysis look at this so that there can be more public comment. And this is a national issue, not just a Globe-Miami, Superior issue.

MR. NELSON: Thank you.

MS. ROZELLE: So anyone who hasn't had a chance to make a comment or ask a question?

MR. TORRES: Marty, I want to make a -- hey, Marty.

MS. ROZELLE: Sure.

MR. TORRES: I just want to make a quick comment since Roy was up here. I failed to mention, in my opening remarks, anything about the model that's out in front of the building. And that model was -- was shared with us by Roy and the concerned citizens in the Retired Miners Association. They shared that with us a few weeks ago. And it seems to depict the -- the proposed action, as represented in the mine plan of operations shows. So Roy and his group was good enough to share it with us, and it provides a little better perspective, better than the

paper maps that we have.

So, Roy, I forgot to mention that during my remarks. So I just wanted to point that out, that that's owned by them, and we're grateful that it's here to provide information.

MS. ROZELLE: Thanks.

Yes.

AUDIENCE MEMBER: Hi. My name is Theresa. Neil, Tom, nice to see you gentlemen.

This is probably not as substantive as what you're looking for, but it's basically just to perhaps shed a little bit of light on the monk's comments.

I've been a practicing chiropractor/acupuncturist for many years, and I share your concerns about the health issues. What I don't know, in your research, when you're worried about so much about this cancer corridor, whatever your acronym was --

AUDIENCE MEMBER: Cluster.

AUDIENCE MEMBER: Cluster.

A few of the things I think that you may not -- you may or may not be aware of is that, in this particular area, we also had downwinders, and we had a strain of Agent Orange in the late '60s that also were contaminants, besides -- I think if you're looking to study the cancer-causing property of mines, you need to do

```
a geography area that eliminates those two particular
1
2
     factors and then see if it's really significant.
3
                   That's my only comment.
4
                   MS. ROZELLE: Thank you.
5
                   So anything new? Anybody new.
                   Okay. Go ahead.
6
7
                   AUDIENCE MEMBER: Thank you.
8
                   I -- what I was saying is that my
9
     understanding of Supervisor Bosworth saying that you will
10
     have to approve this is regardless of what you learned
11
     from this process.
12
                   Now, if that's the case, are we just going
13
     through the motions? Is this just a PR exercise? Or do
14
     you learn something from this which may substantially
15
     alter your opinion that, based on 1872's mining law, you
16
    have to approve this? With a little bit of tinkering and
17
     little bit of mitigation.
18
                   Now, I am -- I want to address as a moral
19
     issue.
20
                   MS. ROZELLE: I'm sorry. Did you want an
21
     answer to that question? Or --
22
                   AUDIENCE MEMBER: I think it was a comment.
23
                   MS. ROZELLE: Okay.
                                        Go ahead.
                   AUDIENCE MEMBER: It was an observation.
24
25
                   MS. ROZELLE: All right. Go ahead.
```

The law that we are AUDIENCE MEMBER: talking about -- and based my understanding, on the basis of that law, you're saying that the Forest Service has to approve this. Let me -- maybe that's a good question. Oh. Is that correct? Do you feel bound to say yes to this regardless of what you learned from the process? MR. BOSWORTH: So there's -- there is some, you know, Mark talked about the decisions basis, a little bit different for minerals and anything else. So, for most projects, we will have, during the EIS or NEA, we will have a no-action alternative, and I can select an alternative for most projects and say, no, we're not doing this. Timber sale, I look at all the alternatives. I say, I just can't live with any of them; I'm going to say no, we're not doing it. Mining, I don't have that opportunity. sent down regulations saying that, essentially, no action,

1

2

3

4

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Mining, I don't have that opportunity. They sent down regulations saying that, essentially, no action, we still look it and then we use it more as a baseline.

But I cannot say no to a mine based on the general mining law.

So -- but there is some flexibility. And I can say how it's going to happen. I can put some caveats in there. I can, based on everything we're hearing from

these last meetings, based on all the analysis that's going to take place, all the models that are going to be run, we can go back and say, you know what? This is -- we need to make these kinds of changes and work with the mining company to do that.

AUDIENCE MEMBER: Thank you. That goes to the moral and cultural dimension of the -- of a law that is 150 years old that was legislated by, at the time, 150 years ago when most people in this country, including women, were not seen as equal to white men and that the law, the mentality of the law, a lot of times they used the term -- the founding father's intent is used in constitutional issues.

At the time, people who -- did white men who -- who legislated this 150-year-old, almost, law into law had no idea what mining means 100 years hence. They were thinking about picks and, you know, like a shovel. That level.

So the substance of law has changed. And I would like to propose, as a moral matter, that, as an agency, executive agency, you're responsible to implement the law and be cognizant of whether this law is actually useful.

If -- my suggestion is that you are as an -- as a -- as a member of the executive branch, you are

obligated to say this law is offensive at one level for it to be approved and be obeyed as -- as -- as something that the Forest Service has no choice.

I think that you need to go to that level of analysis, legal analysis, constitutional analysis, because that -- that law is no longer applicable to today's technological environment. It was approved, further, by less than 50 percent of the -- of the population of this country. Women and people of color had no franchise in it. But we are now being affected, everybody is being affected by the implementation of that law, which you are responsible for.

MS. ROZELLE: Thank you.

AUDIENCE MEMBER: Thank you.

I have these fliers, by the way, for the circles of nonviolence meetings.

AUDIENCE MEMBER: Neil, I promise this will be my last time. I need to do a little disclosure first. My name is David Cook. I'm running for the state legislature in our district, and this mine would be in that district. I most definitely plan to be on the water and natural resources committee when that happens and if the voters choose so.

With that being said, I have family that work at Resolution, that live in Superior. My wife was

born and raised in Superior. Her family -- her father retired from the Magma Railroad. They're all miners. Without a doubt, they support this.

But I heard a comment later that I've got to get up and say something about.

I want to thank all the people that are not from this area, that are not from the state of Arizona, they do not live in the community, for being here tonight in whatever public meeting you may have. I strongly encourage you to do one thing I've heard tonight.

But what I heard was a question about some of the people that got up here and spoke. There was one person in particular that I'm going to get up and tell you-all this, because I think we're friends.

Kathy Wesley Kitcheyan is undoubtedly one of the most honest people I've ever known. I've known her family for over ten years. What she has said here is true. And what I've heard is where are these people?

Where are these people?

I've seen Kathy speak at women's conferences, out there to talk about jobs and education on the reservation. And, without one doubt, I'm here to stand up and testify that her word is solid and golden and should be respected in all methods.

MR. NELSON: Thank you.

MS. ROZELLE: All right.

Yes. And then you go ahead.

AUDIENCE MEMBER: I have a couple of questions. First of all, I do support the mining project, so that's a disclosure. But I believe in responsible mining, so I don't want to have a mine at all costs and have my kids glow in the dark sometime in the future.

So my question is I would assume NEPA does actually enforce something to make sure the mine is actually complying and keeping us safe. Is that true?

MR. NELSON: It's actually our Forest

Service mining regulation that include those requirements,

not NEPA itself. But the Forest Service mining

regulations do require the operator to comply with all

other environmental laws.

AUDIENCE MEMBER: But somebody's policing it; somebody's looking at the -- to develop, to test, and, if they're not complying, then we're making them comply or we're shutting them down.

MR. NELSON: Yeah. That's a good question that we didn't address yet tonight. We're working through the approval process for a plan of operations now. And once a plan of operations is approved, then the Forest Service has a responsibility to administer that plan of operations, which includes routine inspections,

63

```
examination of environmental monitoring data, and --
1
 2
                   AUDIENCE MEMBER: And there's going to be
 3
     independent audits --
                   MR. NELSON: -- to take -- to take
 4
 5
     corrective actions in the event that the company's not
 6
     following the plan of operations or if something totally
    unforeseen occurs that causes a significant environmental
8
     issue, Neil has the authority to require a modification of
9
     the plan of operations, which could trigger a whole new
10
    NEPA process.
11
                   AUDIENCE MEMBER:
                                     Okay. And then my next
12
     question is, we were talking, earlier, about a mine to
13
     do -- out of operation, you know, 60, 70, 80 years from
14
     now, something happens. Is there a requirement that these
     companies put money aside for the future in the event
15
16
     something were to go wrong?
17
                   MR. NELSON: Yes. Our Forest Service
18
    Regulation 228.13 requires -- you probably didn't need
19
     that crazy detail.
20
                                     Neil's shaking his head.
                   AUDIENCE MEMBER:
21
                   MS. ROZELLE: He just can't help it. I
22
    don't think he can help it.
                   MR. NELSON: -- requires the -- requires the
23
24
     operator to submit a reclamation bond. Traditionally,
25
     reclamation bonds has been for kind of obvious
```

reclamation; re-sloping the tailings pile, building covers, re-vegetating, you know.

But what we've learned, in the past couple of decades, with mine reclamation, is that there are -- especially at large mines, like this mine, there are kind of long-term issues that we call post-closure issues. And so the Forest Service has been working really hard at this. In fact, we had 12 large mines go bankrupt in the early 2000s, during the last downturn in the mining cycle. We learned a lot from it, as have other agencies that regulate mining.

And so we now just work through a process to gain authority to require post-closure trusts, reclamation trusts, where, in addition to that traditional reclamation bond to cover the -- kind of the major construction that's done to reclaim a mine, the long-term trust would fund ongoing long-term maintenance of that facility, monitoring of that facility, and lingering water treatment.

It's a good question and something we didn't have a chance to talk about.

AUDIENCE MEMBER: All right. Thank you.

AUDIENCE MEMBER: Thanks.

Just a follow-up on that real quick. But, of course, you did say, before that, the private land that the company owns is going to be, you know, outside of some

of that regulatory purview. And, of course, that's the 1 reason that Resolution went to Congress to get this sleazy 2 3 land exchange deal --4 (Applause) 5 AUDIENCE MEMBER: -- so that they could evade environmental regulation on that land. Evasion of 6 that environmental regulation was one of their motivations 8 for getting that legislation passed. 9 So my question is that's -- that's one of 10 the main reasons why there's an effort in Congress right 11 now to overturn that legislation. And, if those bills 12 pass, if they pass and the land swap legislation is 13 overturned, how does that affect this EIS process? 14 MR. BOSWORTH: So -- okay. So there was two questions in there, right? Can you just repeat the last 15 16 part? 17 AUDIENCE MEMBER: The question is, you know, 18 I made a statement about why -- why the company seeks to --19 That's the comment --20 MR. BOSWORTH: Yeah. 21 AUDIENCE MEMBER: And the question is if 22 these bills pass and the land swap legislation is actually 23 overturned, is actually repealed, then how does that affect the process that we're involved in over the next 24 25 few years?

MR. BOSWORTH: So what that would change is -- there's two -- there's -- it's a little more complicated. The fact is we got the mining plan of operation before the bill -- before the law was passed. They were planning on mining on private land that they have -- or not private; private and federal land, 'cause they have a right to it -- outside of the withdrawal area. And that would continue unless -- you know, who knows what law gets passed in the future.

If any repeal happens, it will be for the land exchange and the withdrawn area around Oak Flat. And so that would just be removed from the mining plan of operation, and it would continue -- I'm assuming. If they wanted to continue -- outside of that area.

AUDIENCE MEMBER: So you're saying that you would just sort of excise the Oak Flat area from the scope of your analysis partway through the process? Is that what you're saying?

MR. BOSWORTH: You know, Mark, correct me if I'm wrong, but, actually, the original mine plan of operation we got did not include Oak Flat. It was everything outside of it. Then -- so we got the mining plan of operation from them like two years ago now. We reviewed it for almost a year before we said, okay, we feel this is adequate. We've had some conversations back

and forth. We feel this is adequate to start NEPA.

Right around that time that we did that and we came to that determination, the bill got passed and was signed into law. So we were already moving forward with the mining plan of operation from Resolution Copper for everything outside of it.

Now, since then, they have amended the mining plan of operation to include the Oak Flat area.

MR. NELSON: Maybe, Jill, could you bring up the slide that you made showing the subsidence language.

I think that will help us explain.

AUDIENCE MEMBER: That's why there's a big concern because it feels to a lot of us like this is a moving target and, like, how can you do this in-depth analysis with definitive conclusions of a moving target. See what I'm saying?

MR. NELSON: Well, so this is the slide that -- oops. This is the slide that shows the Oak Flat area. And you can kind of get an idea of the proposed surface disturbance that would be associated with their mine based on this yellow line, which is what they're predicting to be the cave drop zone and the fracture zone. This whole area is Oak Flat.

AUDIENCE MEMBER: Yeah. I've seen this slide many times.

MR. NELSON: The Oak Flat withdrawal area is this white line. And that little black outline is that Oak Flat Campground itself.

Prior to the land exchange legislation, all of this area was Forest Service -- was Forest Service land open to minimal entry under the 1872 mining law.

So, without the land exchange, as Neil mentioned, they submitted that proposed plan of operations a year or so before the bill passed.

If the bill had not passed, they could have mined within this whole area, and Neil would have his same limited jurisdiction to say no with this whole area, with the exception of that Oak Flat withdrawal area outlined in white.

So now that they were able to get that law passed, it gives them a couple of things. One, it gives them the opportunity to mine into that Oak Flat withdrawal area.

AUDIENCE MEMBER: I understand all that.

MR. NELSON: It also removes this from the Forest Service regulatory jurisdiction --

AUDIENCE MEMBER: But the question -- the question is so now you're -- so without a -- so the mine plan of operations has been amended now to include the Oak Flat area, and so the analysis is evolving to do that as

```
well, and it will evolve backwards if the bill's passed --
1
 2
     see, that's my question. How can you analyze a moving
 3
     target?
                   MR. BOSWORTH: We're not going to be able to
 4
    make decisions on our analysis based on what's going to
 5
 6
    happen. You know, so what we got is we got a law.
 7
                   AUDIENCE MEMBER: No.
                                          I'm asking you what
8
    will happen if those bills pass? I mean, how does the
9
    NEPA process react to that new reality?
10
                   MR. BOSWORTH: So what we would do is we
11
    would get a new mining plan of operations.
12
                   AUDIENCE MEMBER: Okay. So start over?
    That's what you're saying?
13
14
                   MR. BOSWORTH: Pretty much, yeah.
15
     there would be --
16
                   AUDIENCE MEMBER:
                                     Okay. There's an answer.
17
    Thank you. Thank you, Neil. I appreciate that. Took a
18
    while to get there.
19
                   All right. So here's another question.
20
    you -- so are you going to survey for -- are you going to
21
     survey the springs in the area, survey the endangered
22
     species in the area, survey various other, you know,
23
    natural resources in the area? And what does that look
24
     like, you know, including, you know, new species that have
25
    been listed recently, that sort of thing? I mean, what
```

does that survey work look like? And then I'm done.

MR. NELSON: Based -- Resolution Copper has done a lot of baseline survey work to date, and those survey reports are available on our project Web page.

Once we -- once we work through the scoping process, our Forest Service ID team, which Raul leads, along with our SWCA specialists, are going to examine that baseline data. And they're going to do a couple of things. They're going to validate that data, so check it and make sure the data are accurate and valid and representative, which may -- which may include some additional sampling. And it kind of depends on resource area.

For example, if they provided a cultural survey, we may need to go in and, at random, look at some percentage of the survey areas to make sure their work is correct for water quality data. We would do different types of validations.

And then the second thing that they're going to do that's very important and dependent upon the results of scoping, once we understand the issues associated with the project, is -- is make sure we have the right type of data to answer the questions that need to be answered in the EIS, which we call a data gaps analysis.

And if we find data gaps that we don't have adequate, valid baseline data to support our analyses,

71

```
there very well could be additional survey work done.
1
 2
                   MS. ROZELLE:
                                 Okay.
                                        Thank you.
 3
                   So, Roger, you get the final question of the
    night.
 4
 5
                   MR. NELSON: And this is the doozy you were
 6
     thinking up, right?
 7
                   AUDIENCE MEMBER:
                                     Yeah.
                                            I've had a lot of
8
     time to work -- no.
9
                   I just want to follow up. Based on the
10
     survey of wildlife and that kind of stuff on -- at Oak
11
     Flat that we have done and in my comparison with what Rio
12
     Tinto has submitted, there's a world of difference.
13
     think you guys are going to need to do your own
14
     independent analysis because -- anyhow. I'll leave it at
15
     that.
16
                   A couple things then. One was covered.
17
    wanted to follow a little bit about bonding for the
18
     reclamation. Basically, when you look at the design,
19
     especially for the tailings, we're talking about perpetual
20
     treatment. We are talking about active management costing
21
    dollars, fairly large dollars, for hundreds of years
22
    perhaps.
23
                   And -- and I -- I've looked at a lot of
    EIS's in the past, and I've looked at a lot of mining
24
25
    plans. And the bonding mechanism almost always is
```

lowballed. So we really, when you do the economic analysis, you need to really look at that perpetual treatment, the treatment of water for hundreds of years, realizing that Rio Tinto's model worldwide is to cut and run. I mean, they're not planning on being around once the profits are gone. So there's that.

1

2

3

4

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

And then I think the other economic issue that needs to be looked at quite a bit is the cost of Especially Rio Tinto was talking about aqueous water. submersion of the more toxic is relative to the less toxic tailing. And that, again, is what's the cost of that water? What's the cost of water that Rio Tinto plans on using for this mine? And what's the drawback from -- we're -- in Arizona now, we're in a situation where we either have water for mines or we have water for This mine is projected, by Rio Tinto, uses the same amount of water that the city of Tempe uses. And when you get down to a choice between those two, is there -- are those economics going to be covered in the analysis? The water that Rio Tinto wants to use, what's the impact to the state of Arizona socially and economically on that?

And then, finally, staying in the socioeconomical, we've heard, at both previous meetings, there may be economic benefits to this project. But

```
there's also economic -- it would destroy recreational
1
     opportunities, which are dollars. It was pointed out last
 2
 3
    night that the recreation, the outdoor industry in
    Arizona, puts twice as much money into the state's economy
 4
 5
     as mining. And so we need to look at loss of property
 6
    values, the loss of recreational use.
 7
                   And then we also need to look at -- take a
8
     close look at economic projections from Rio Tinto are
9
    based on a mine working 24 hours a day, 7 days a week, 365
10
    days a year for 40 years. And no mine in the history of
11
     the world has ever done that. So we need to really take a
12
     look at all sides of the economic issue here.
13
                   MS. ROZELLE:
                                 Thank you very much.
14
                   MR. NELSON: Yeah. Good comments.
15
                   MS. ROZELLE: All right. Thank you, and
    we're going to stay up until 8:30 -- did you have
16
17
     something new?
18
                   AUDIENCE MEMBER:
                                     Yes.
19
                   MS. ROZELLE:
                                 All right.
20
                                     Thank you for your
                   AUDIENCE MEMBER:
21
     indulgence. I'm just fulfilling my Constitutional as well
22
     as moral responsibilities. Do you have -- since you're --
     since you just only take questions --
23
                   MS. ROZELLE:
                                 No. No.
24
                                           No.
                                                No.
                                                     I've said
```

several times she's taking down everything that's being

25

said. Okay?

AUDIENCE MEMBER: Okay. Are you considering creating an inter -- because the purview of analysis that you have to take, the analyses that you have to take spans the Centers for Disease Control, the EPA, and other federal and state agencies. Are you planning -- are you considering creating an interagency, if you will, super-team to coordinate and to collaborate across agencies?

MS. ROZELLE: Okay. So that's your question?

AUDIENCE MEMBER: And a suggestion.

MR. BOSWORTH: I don't remember if we've ever referred to them as a super-team. But what we do is we're working informally and formally with other agencies, state, federal agencies, and some of them more formally, you know, if they have cooperating agency status. And that would be stuff like the EPA, where it's -- you know, they know about this project. BOM, same thing. Arizona Game & Fish, Department of Water Resources, ADEQ, these different agencies we are going to be working with on these projects, since there's overlapping expertise and overlapping jurisdictions regarding permitting and those kinds of things. So yes.

AUDIENCE MEMBER: Are you saying that you

75

```
are just doing it one by one? How about one that includes
1
 2
     the representative of all the agencies that have
 3
     responsibilities?
                   MR. BOSWORTH: Well, so -- I think the
 4
 5
     answer to your question is yes. We will be -- it's not --
 6
    we don't -- we don't have time to do the EIS with one
    agency and then redo it with another agency. We're going
8
     to be working with them all at the same time.
9
                   AUDIENCE MEMBER:
                                     So you have a coordinating
10
     collaboration team --
11
                   MR. BOSWORTH: Yeah.
12
                   AUDIENCE MEMBER: -- across all agencies,
13
     represented -- where all agencies are represented?
14
                   MR. BOSWORTH: Yes.
15
                   AUDIENCE MEMBER: Okay.
                   MS. ROZELLE: And they're called cooperating
16
17
     agencies.
18
                   MR. BOSWORTH: Yes.
19
                   MS. ROZELLE:
                                 Okay.
20
                   MR. BOSWORTH: And we actually have
21
     regulations that allow for that.
22
                   MS. ROZELLE: All right. Thank you for
23
     staying with us till the end, and please continue -- if
24
    you'd like to speak to any of the experts, anyone from the
25
    Forest. Remember, if you want to make a comment -- and
```

```
the website is also a good place to keep up with.
 1
 2
                    Thank you very much for coming, and we'll
 3
     see you next time.
                    (The meeting concluded at 8:01 p.m.)
 4
 5
 6
 7
 8
 9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
```