June 8,2020



Via email

Clinton M. Chisler Reclamation Soil Scientist Mining and Minerals Division Mining Act Reclamation Program Wendell Chino building 3rd Floor Room 363 1220 S. St. Francis Drive Santa Fe, NM 87505 (505) 476-3413 Clinton.Chisler@state.nm.us

## RE: BE001RE Modification 20-1 Application Comment Response

Dear Mr. Chisler:

questions ha	s been addressed					
Commenting	Comment/Question	GCC Response				
Agency						
	Confirm that Off-Spec Coal will be covered with 2	GCC will cover the Off-Spec coal with 2				
	feet of soil material and reclaimed along with	feet of soil material and follow section				
	section 5.3.1 Geomorphic Grading and Backfilling	5.3.1 of the Closeout Plan.				
	in the Revision 18-1 Closeout Plan.					
	Please provide information required by	Section 4 has been updated to include				
	§19.10.3.302 D. (2), (4), (5), and (6) NMAC in	information per the referenced				
MMD	Section 4 of the amended Application. Location	citations. Attachment A contains the				
NIND	information related to (2) can be provided in a	map requested by (2).				
	general sense.					
	While conducting exploration activities within	GCC will comply with 19.10.3.302 (K),(L),				
	the Permit Boundary GCC shall follow 19.10.3.302	and (M) NMAC during all exploration				
	(K),(L), and (M) NMAC.	activities				
	Change the reference of §19.10.3.302 (G) NMAC	The reference has been updated in				
	in Section 5. Exploration Drilling to 19.10.3.302.	Section 5 of the application.				
	New disturbance related to exploration drilling	GCC will report all new disturbances				
MMD	will have to be reported in the Annual Report	related to exploration as required.				
	and reflected in the Annual Fees each year.					
	Please provide a specific amount of Financial	Attachment B contains the Financial				
	Assurance ("FA") that will give GCC the freedom	Assurance amount, calculated per MMD				
	to conduct exploration activities on the mine	guidance.				

GCC Rio Grande, Inc. (GCC) is submitting this letter in response to comments received from the Mining and Minerals Division (MMD) on May 6, 2020. The table below details how each questions has been addressed



	site. This shall be a "rolling" amount of FA that can be applied to new exploration activities once previous exploration sites have been properly plugged and reclaimed. Below are the current FA rates per MMD Guidance on exploration. a. \$14 per foot for drill hole depth b. \$8,900 for the first acre of disturbance c. \$4,900 per acre for each additional acre	
USFS	Address the concerns in the USFS Comment Letter, dated March 5, 2020 and the email dated March 27, 2020	GCC, as a best management practice, will maintain at 50-foot buffer from forest service land. GCC will not perform any exploration or mining activities on National Forest Land without an approved plan of operation in accordance with 36 CFR 228.4 from USFS.
NMDCA	Consider the recommendations from the NMDCA Comment Letter, dated April 6, 2020.	While there are significant historic and cultural resources in the vicinity of the Tijeras Mine and Mill (Bernalillo County PDSD 2006),no known historic and cultural resource sites exist within the permit area. Likewise, no marked or unmarked human burial sites have been identified within the permit boundaries.
NMSFD	Review the email from NMSFD, dated March 31, 2020	GCC will maintain at 50-foot buffer from forest service land. No exploration or mining activities will take place on National Forest Land without an approved plan of operation in accordance with 36 CFR 228.4 from USFS.
NMDGF	Review the recommendations from the NMDGF. Specifically follow the guidelines set forth in the third and fifth paragraphs regarding protection of migratory birds under the Migratory Bird Treaty Act.	GCC will use a closed loop containment system during exploration operations and no mud pits are expected For the 2020 campaign, GCC expects drilling will occur outside of the migratory bird season. If future drilling campaigns are planned within the season, bird surveys will be completed prior to drilling activities. If migratory bird habitats are found, GCC will follow NMDGF requirements.



		The approved native seed mixed from the 2019 Mine Closeout Plan will be for reclamation.
NMOSE	Address the 4 concerns listed at the bottom of the NMOSE Memo, dated April 28, 2020	<ul> <li>1.Groundwater depth is estimated at</li> <li>1000feet.</li> <li>2.In the 2020 campaign,25 holes at 3"</li> <li>diameter with hole depth between 80-</li> <li>400 feet are planned. All drilling will</li> <li>take place within the permit boundary</li> <li>as shown in attachment A.</li> <li>3.In the event GCC encounters</li> <li>groundwater, a water pump will be on</li> <li>standby to pump into an onsite</li> <li>retaining pond. Then Bentonite will</li> <li>then be used to hold any infiltration and</li> <li>the hole will be plugged per NMSOE</li> <li>regulations</li> </ul>
NMED	<ol> <li>Review and address the following comments and concerns contained in the following letters from NMED.</li> <li>Letter dated April 2, 2020, Ground Water Quality Bureau Mining Environmental Compliance Section (MECS).</li> <li>Surface Quality Water Bureau letter dated March 20, 2020. Disregard content in this letter related to the omitted design limit aspects of the original modification application.</li> <li>Amended application comment letter dated April 29, 2020.</li> </ol>	A. GCC plans to submit an NOI to NMED for review of the Off-Spec Coal Management prior to placing any material in the CKD area. B.A TCLP Analysis was completed as requested and the results are included in Attachment C. A map of water features and exploration areas within quarries is included in Attachment A. GCC expects minimal disturbance during exploration drilling, which is not a mining activity. Surface water will be managed to avoid discharge so we do not expect sector J will apply. C. GCC will review and update BMPs for stormwater management as needed.

Please contact me at <a href="mailto:skretz@gcc.com">skretz@gcc.com</a> or 505-286-6081 if you have any questions or require any additional information.

Sincerely,

Somenthe love

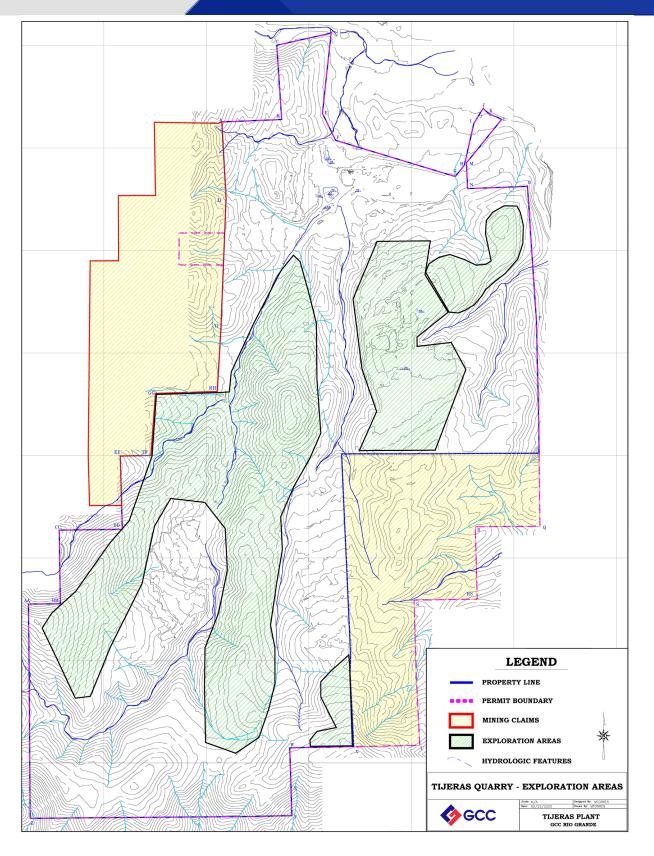
Samantha Kretz



Environmental Engineer GCC Rio Grande, Inc.

Attachment A







Attachment B



# Financial Assurance Calculation

Financial Assurance For Exploration Drilling							
GCC Drill Hole Numbers	Drill Hole Depths	Acre Disturbance Estimate	Cost per Hole Depth	MMD Exploration Cost for FA			
Q03-01	400	-	\$5,600.00	First Acre	\$8,900.00		
Q04-01	230	-	\$3,220.00	Additional Acre	\$4,900.00		
Q04-02	230	-	\$3,220.00	\$ per foot of depth	\$14.00		
Q07-01	200	-	\$2,800.00				
Q07-02	200	-	\$2,800.00				
Q08-03	200	0.01	\$2,800.00				
Q08-04	200	0.01	\$2,800.00				
Q10-01	400	-	\$5,600.00				
Q15-01	200	0.08	\$2,800.00	Total FA Amount			
Q15-02	150	-	\$2,100.00	Depth Cost	\$56,560.00		
Q15-04	150	0.21	\$2,100.00	Acre Disturbance Cost	\$8,900.00		
Q15-05	150	0.11	\$2,100.00	Total Cost	\$65,460.00		
Q17-01	200	0.12	\$2,800.00				
Q17-02	200	0.14	\$2,800.00				
Q18-01	80	-	\$1,120.00				
Q18-02	80	-	\$1,120.00				
Q18-03	80	-	\$1,120.00				
Q19-01	80	-	\$1,120.00				
Q19-02	80	-	\$1,120.00				
Q19-03	80	-	\$1,120.00				
Q19-04	80	-	\$1,120.00				
Q19-05	80	-	\$1,120.00				
Q19-06	80	-	\$1,120.00				
Q19-07	130	-	\$1,820.00				
Q19-08	80	-	\$1,120.00				
Totals	4,040.00	0.67	\$56 <i>,</i> 560.00				



Attachment C



### Off-Spec Coal TCLP Analysis

**Analytical Report** 

Hall Environmental Analysis	Laboratory,	Inc.				Lab Order <b>2005780</b> Date Reported:	
CLIENT: GCC Rio Grande, Inc. Project: TCLP	Client Sample ID: GCC Tijeras Coal Collection Date: 5/15/2020						
Lab ID: 2005780-001	Matrix: SOIL Received Date: 5/18/2020 3:00						
Analyses	Result	RL	Qual U	Units	DF	Date Analyzed	Batcl
MERCURY, TCLP						Analyst:	ags
Mercury	ND	0.020	r	ng/L	1	6/2/2020 1:47:15 PM	52820
EPA METHOD 6010B: TCLP METALS						Analyst:	FLS
Arsenic	ND	5.0		ng/L	1	5/29/2020 12:08:55 PM	
Barium	ND	100		ng/L ng/L	1	5/29/2020 12:08:55 PM	
Cadmium	ND	1.0		ng/L	1	5/29/2020 12:08:55 PM	
Chromium	ND	5.0		ng/L	1	5/29/2020 12:08:55 PM	
Lead	ND	5.0		ng/L	1	5/29/2020 12:08:55 PM	
Selenium	ND	1.0		ng/L	1	5/29/2020 12:08:55 PM	
Silver	ND	5.0		ng/L	1	5/29/2020 12:08:55 PM	
EPA METHOD 8081: PESTICIDES TCLP						Analyst:	CFC
Chlordane	ND	0.030	r	ng/L	1	5/28/2020 3:40:17 PM	5270
Endrin	ND	0.020		ng/L	1	5/28/2020 3:40:17 PM	5270
gamma-BHC (Lindane)	ND	0.40		ng/L	1	5/28/2020 3:40:17 PM	5270
Heptachlor	ND	0.0080		ng/L	1	5/28/2020 3:40:17 PM	5270
Heptachlor epoxide	ND	0.0080	r	ng/L	1	5/28/2020 3:40:17 PM	5270
Methoxychlor	ND	10	,	mg/L	1	5/28/2020 3:40:17 PM	5270
Toxaphene	ND	0.50	r	mg/L	1	5/28/2020 3:40:17 PM	5270
Surr: Decachlorobiphenyl	91.0	37.6-104	c	%Rec	1	5/28/2020 3:40:17 PM	5270
Surr: Tetrachloro-m-xylene	78.8	38.5-88.1	c.	%Rec	1	5/28/2020 3:40:17 PM	5270
EPA METHOD 8151: HERBICIDES TCLP						Analyst:	JME
2,4,5-TP (Silvex)	ND	1.0	r	ng/L	1	5/28/2020 8:04:36 PM	52697
2,4-D	ND	10	r	ng/L	1	5/28/2020 8:04:36 PM	52697
Surr: 2,4-Dichlorophenylacetic acid	107	70-130	c	%Rec	1	5/28/2020 8:04:36 PM	52697
EPA METHOD 8270C TCLP						Analyst:	DAM
2-Methylphenol	ND	2000	r	mg/L	1	6/3/2020 6:48:11 PM	52756
3+4-Methylphenol	ND	2000	r	ng/L	1	6/3/2020 6:48:11 PM	52756
2,4-Dinitrotoluene	ND	1.3	1	ng/L	1	6/3/2020 6:48:11 PM	52756
Hexachlorobenzene	ND	1.3	, i	ng/L	1	6/3/2020 6:48:11 PM	5275
Hexachlorobutadiene	ND	5.0		ng/L	1	6/3/2020 6:48:11 PM	52756
Hexachloroethane	ND	30		ng/L	1	6/3/2020 6:48:11 PM	52756
Nitrobenzene	ND	20		ng/L	1	6/3/2020 6:48:11 PM	52756
Pentachlorophenol	ND	1000		ng/L	1	6/3/2020 6:48:11 PM	52756
Pyridine	ND	50 4000		ng/L	1 1	6/3/2020 6:48:11 PM	52756
2,4,5-Trichlorophenol 2,4,6-Trichlorophenol	ND ND	4000		ng/L ng/L	1	6/3/2020 6:48:11 PM 6/3/2020 6:48:11 PM	52756 52756
Cresols, Total	ND	200		ng/L ng/L	1	6/3/2020 6:48:11 PM	52756
Surr: 2-Fluorophenol	54.4	18.2-76.5		%Rec	1	6/3/2020 6:48:11 PM	52756

#### Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

Value exceeds Maximum Contaminant Level.
D Sample Diluted Due to Matrix
H Holding times for preparation or analysis exceeded
ND Not Detected at the Reporting Limit.
PQP Practical Quantative Limit.
S % Recovery outside of range due to dilution or matrix.

 B
 Analyte detected in the associated Method Blank

 E
 Value above quantitation range

 J
 Analyte detected below quantitation limits

 P
 Sample pH Not In Range

 RL
 Reporting Limit

Page 1 of 0



Analytical Report
Lab Order 2005780

Date Reported:

#### Hall Environmental Analysis Laboratory, Inc.

CLIENT: GCC Rio Grande, Inc.	Client Sample ID: GCC Tijeras Coal						
Project: TCLP	Collection Date: 5/15/2020						
Lab ID: 2005780-001	Matrix:         SOIL         Received Date: 5/18/2020 3:00:00 PM						
Analyses	Result	RL	Qual Units	DF	Date Analyzed	Batch	
EPA METHOD 8270C TCLP					Analyst	DAM	
Surr: Phenol-d5	42.8	15.2-59.4	%Rec	1	6/3/2020 6:48:11 PM	52756	
Surr: 2,4,6-Tribromophenol	67.9	27.4-95.5	%Rec	1	6/3/2020 6:48:11 PM	52756	
Surr: Nitrobenzene-d5	63.1	37.6-106	%Rec	1	6/3/2020 6:48:11 PM	52756	
Surr: 2-Fluorobiphenyl	59.4	29-96.1	%Rec	1	6/3/2020 6:48:11 PM	52756	
Surr: 4-Terphenyl-d14	87.1	32.2-104	%Rec	1	6/3/2020 6:48:11 PM	52756	
EPA METHOD 8260B: TCLP COMPOUND	os				Analyst	DJF	
Benzene	ND	0.50	ppm	10	5/21/2020 2:50:23 PM	52577	
1,2-Dichloroethane (EDC)	ND	0.50	ppm	10	5/21/2020 2:50:23 PM	52577	
2-Butanone	ND	200	ppm	10	5/21/2020 2:50:23 PM	52577	
Carbon tetrachloride	ND	0.50	ppm	10	5/21/2020 2:50:23 PM	52577	
Chlorobenzene	ND	100	ppm	10	5/21/2020 2:50:23 PM	52577	
Chloroform	ND	6.0	ppm	10	5/21/2020 2:50:23 PM	52577	
1,4-Dichlorobenzene	ND	7.5	ppm	10	5/21/2020 2:50:23 PM	52577	
1,1-Dichloroethene	ND	0.70	ppm	10	5/21/2020 2:50:23 PM	52577	
Tetrachloroethene (PCE)	ND	0.70	ppm	10	5/21/2020 2:50:23 PM	52577	
Trichloroethene (TCE)	ND	0.50	ppm	10	5/21/2020 2:50:23 PM	52577	
Vinyl chloride	ND	0.20	ppm	10	5/21/2020 2:50:23 PM	52577	
Surr: 1,2-Dichloroethane-d4	97.4	70-130	%Rec	10	5/21/2020 2:50:23 PM	52577	
Surr: 4-Bromofluorobenzene	99.9	70-130	%Rec	10	5/21/2020 2:50:23 PM	52577	
Surr: Dibromofluoromethane	98.4	70-130	%Rec	10	5/21/2020 2:50:23 PM	52577	
Surr: Toluene-d8	102	70-130	%Rec	10	5/21/2020 2:50:23 PM	52577	

Refer to the QC Summary report and sample login checklist for flagged QC data and preservation information.

Qualifiers:

- Value exceeds Maximum Contaminant Level.
  D Sample Diluted Due to Matrix
  H Holding times for preparation or analysis exceeded
  ND Not Detected at the Reporting Limit
  PQL Practical Quantative Limit
  S % Recovery outside of range due to dilution or matrix

- B
   Analyte detected in the associated Method Blank

   E
   Value above quantitation range

   J
   Analyte detected below quantitation limits

   P
   Sample pH Not In Range

   RL
   Reporting Limit

Page 2 of 0