Water Treatment Plant Design at the Idaho Cobalt Project

Mine Design, Operations & Closure Conference May 2010

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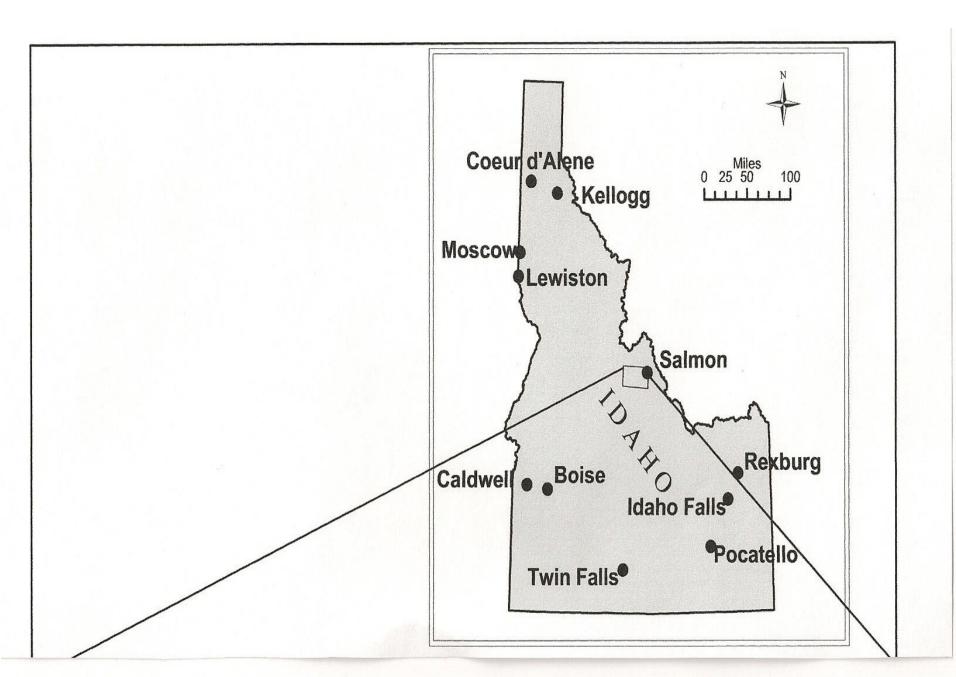
MORRISON MAIERLE, INC.

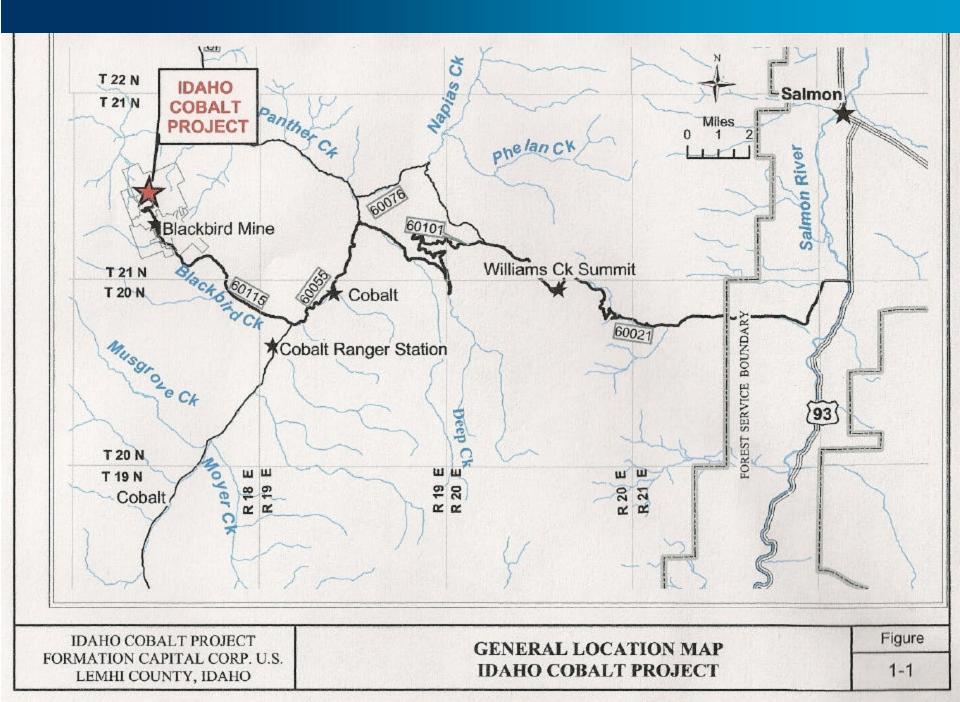
Presentation Outline

- 1. Project Background
- 2. Preliminary Work and Design Process
- 3. Full-Scale Design

Idaho Cobalt Project (ICP)

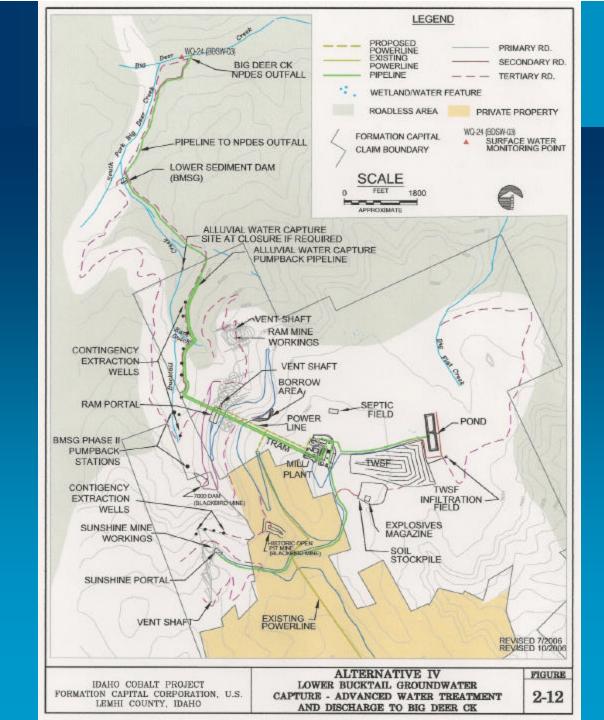
- 1. Owner is Formation Capital Corporation, U.S. (FCC)
- 2. Conducting mineral exploration in area since 1993
- 3. ICP: Underground cobalt-copper mine, flotation mill and ancillary facilities
- 4. Apex/MMI contracted for water treatment design work in April 2007





Regulatory History

- 1. Draft NPDES permit issued 12/06
- 2. Draft EIS issued 2/07
- 3. Final EIS and Record of Decision issued 6/08
- 4. ROD was remanded in 10/08
- 5. Revised ROD issued 1/09
- 6. Final NPDES permit issued 2/09, effective 4/1/09









Design Process

- Treatment Technology Investigation: report 5/07
- Bench Tests: report 7/07
- Conceptual Flow Sheet: 7/07
- Pilot Tests: 8/07 7/08
- Conceptual Treatment Plant Design: reports 3/08 and 2/09

Bench Testing

- Sulfide precipitation jar tests
- Biotite jar tests
- Ion exchange (IX) column tests
- Natural zeolite column tests
- Zero-valent iron (ZVI) column tests

Pilot Testing

- Ion exchange resin
- Zero-valent iron
- Natural zeolites

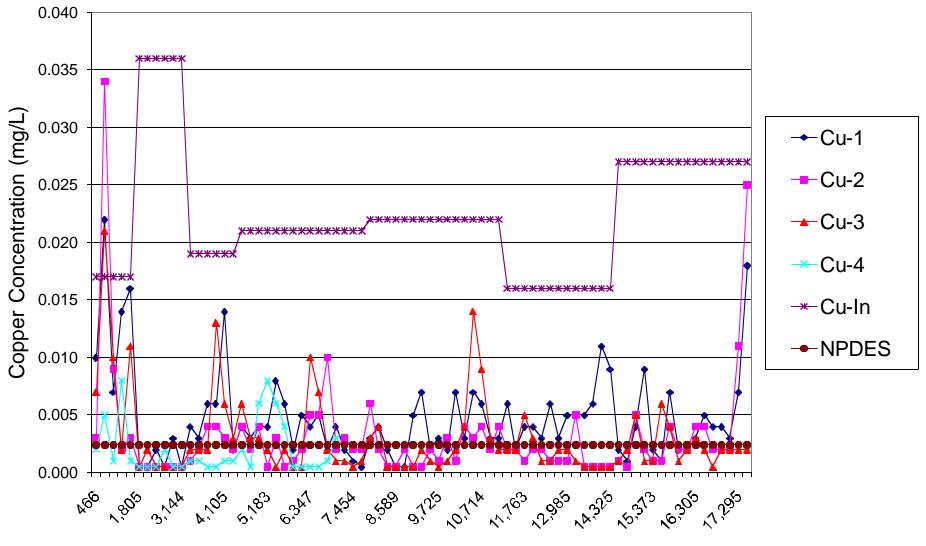
Pilot Testing Goals

- Demonstrate treatment effectiveness in a continuous-flow test, as required by EIS;
- Select best treatment process to meet NPDES permit limits;
- Determine types and quantities of product or waste generated; and
- Estimate capital and operating costs for full-scale process.

Advantages of IX vs. ZVI

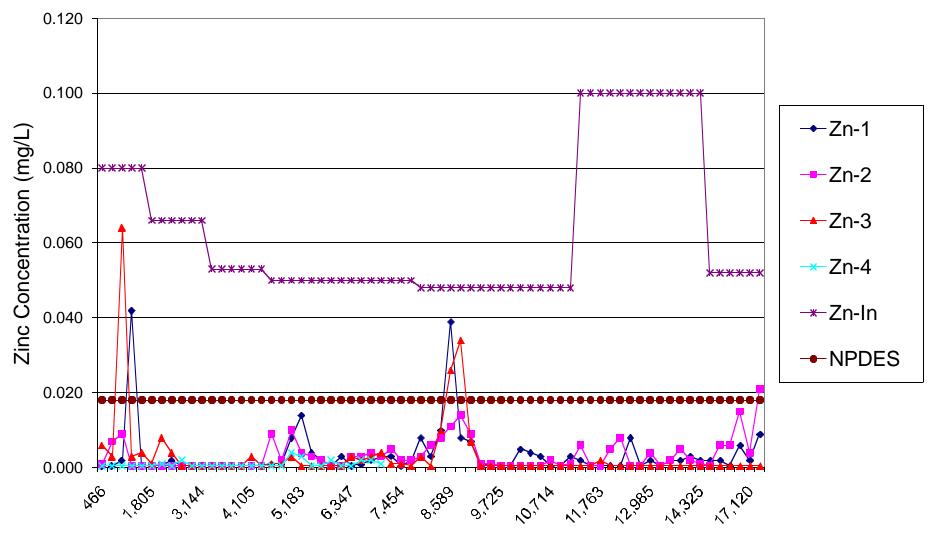
- More proven in large-scale applications;
- Can be chemically regenerated, reducing waste;
- No handling problems; and
- Will not leach contaminants such as iron.

COPPER REMOVAL, COLUMN TEST 3



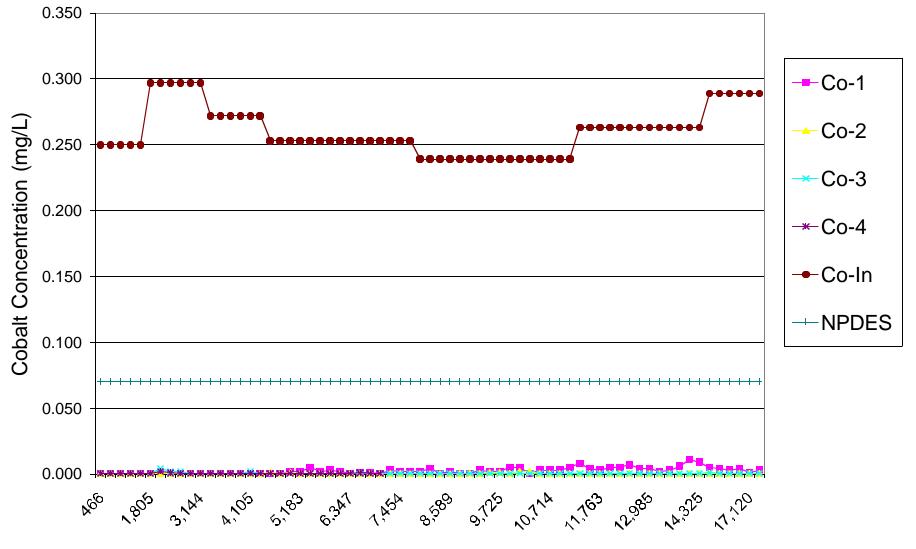
Bed Volumes

ZINC REMOVAL, COLUMN TEST 3



Bed Volumes

COBALT REMOVAL, COLUMN TEST 3



Bed Volumes

Regeneration Results

- Removed 95-99% of metals (Cu, Zn, Co, Mn) from IX resin
- Regeneration estimated to be required after 10,000-20,000 bed volumes (BV)
- Liquid waste will be 0.04% of influent water volume

Full-Scale Design

- Design criteria
- Influent water quality
- Treatment processes
- Estimated costs
- Considerations
- Recommendations
- Current status

Design Criteria

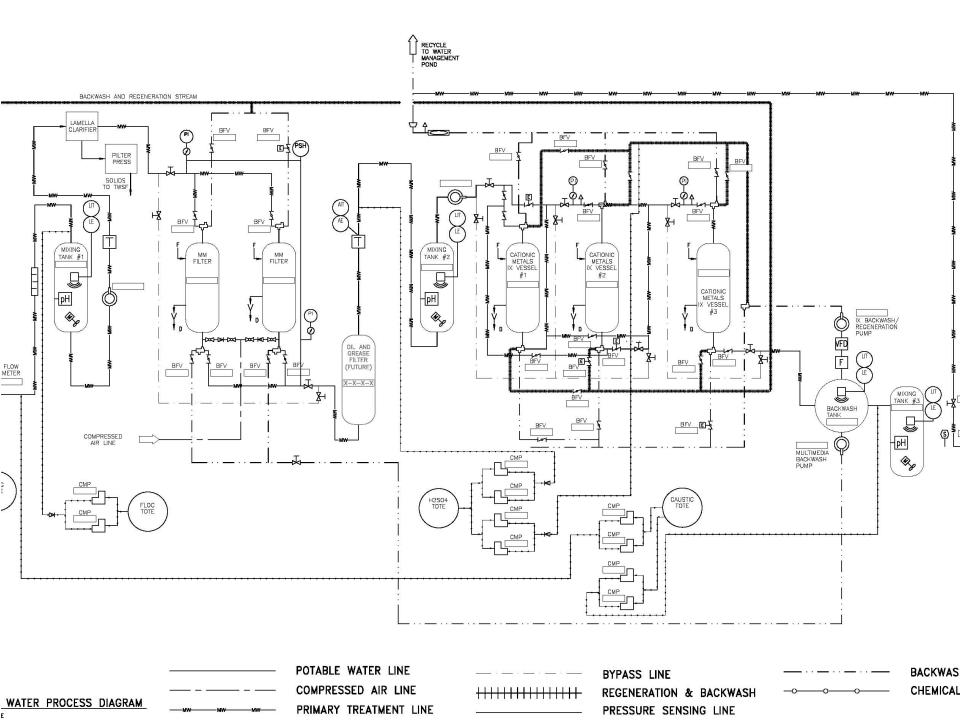
- Maximum flow = 150 gpm
- Average flow = 100 gpm
- Copper, zinc and cobalt are the only metals requiring treatment.
- Arsenic will co-precipitate with iron, eliminating specific arsenic treatment.
- Influent will be combination of mine water and Water Management Pond water.

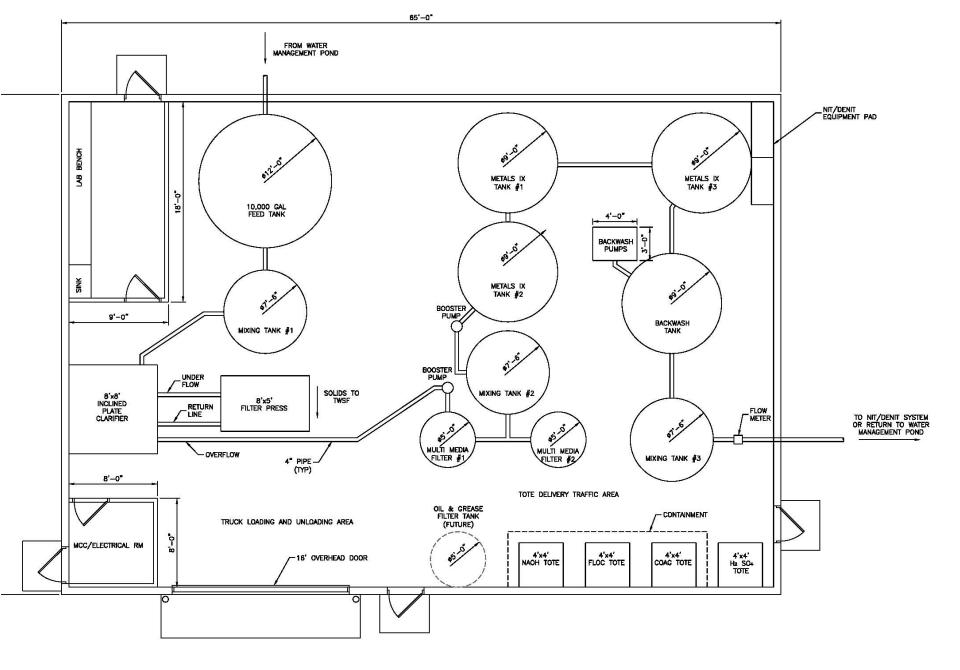
Anticipated Water Quality

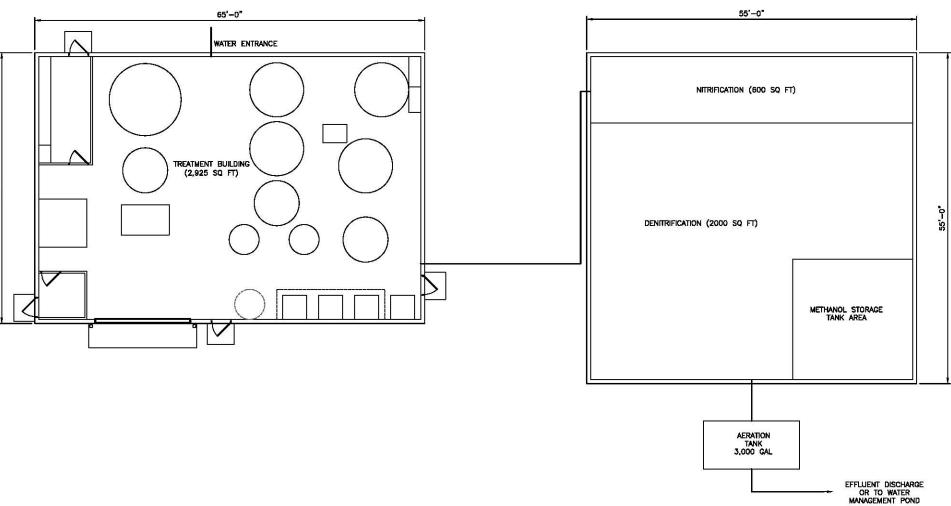
	Concentration (mg/L)		
Parameter	Influent	NPDES Limit	
Sulfate	556	930	
Nitrate-N	25	10	
Ammonia-N	3.0	2.8	
Arsenic	0.093	0.010	
Cobalt	0.287	0.070	
Copper	0.032	0.0024	
Iron	1.0		
Manganese	5.6		
Zinc	0.044	0.018	
рН	5.7	6.5 - 9.0	

Treatment Processes

- pH Adjustment
- Clarification
- Multimedia Filtration
- Ion Exchange for Cationic Metals
- Nitrification (Biological Ammonia Removal)
- Denitrification (Biological Nitrate Removal)







Equipment Costs

Item	Installed Cost	Size
Feed tank & pump	\$25,000	10,000 gal
Caustic pump skid with totes	\$10,000	4' x 4'
Mixing tank (3)	\$36,000	7.5' diam.
Polymer feed skids (2)	\$11,700	4' x 4'
Clarifier	\$187,500	
Booster pump (2)	\$14,000	
Multimedia filter (2)	\$37,000	5' diam.
Acid feed pump skid with totes	\$10,000	4' x 4'
Metals IX (3)	\$800,000	9' diam.
Backwash tank and pumps	\$28,000	9' diam.
PLC and controls	\$50,000	
Filter press	\$50,000	8' x 5'
Package nitrification/denitrification	\$520,000	2600 sq. ft.
Aeration tank	\$15,000	3000 gal
Misc. piping/valves	\$100,000	
Evaporator & appurtenances	\$88,000	
Treatment building	\$220,000	65' x 45'
Instrumentation & Other	\$8,000	
Installed Equipment Total	\$2,228,000	



Capital Cost

ltem	Cost	Assumption
Equipment (w/o install.)	\$2,228,000	
Installed equipment	\$2,930,000	35% installation cost
Site civil & electrical	\$223,000	5% each of equip. cost
Mobilization, taxes & other	\$290,000	Total 13% of equip. cost
Engineering	\$446,000	20% of equip. cost
Contingency	\$334,000	15% of equip. cost
Total	\$4,223,000	

Operating Costs

	C	Cost	
Category	\$/kgal	\$/yr.	
Electrical	\$1.228	\$64,544	
Materials	\$1.426	\$74,951	
Labor	\$1.624	\$85,357	
Maintenance	\$0.968	\$50,878	
Waste disposal	\$0.230	\$12,089	
Total	\$5.48	\$287,819	

Materials

- IX resin
- Flocculent
- Sodium hypochlorite
- Caustic soda
- Sulfuric acid
- Methanol



Considerations

- 1. IX regeneration is anticipated after 10,000 to 20,000 BV of water treated.
- 2. Zeolites are not required for metals removal.
- 3. Co-current or counter-current regeneration of IX resin? This was still being discussed with resin manufacturers to optimize operations for this project.



Recommendations

- 1. Reduce manganese concentration to low level (e.g., 0.05 mg/L) prior to IX.
- 2. Also reduce iron concentrations prior to IX.
- 3. Operate IX vessels in series.
- 4. Do not use galvanized fittings in treatment plant.





- 1. Crown Solutions was awarded plant design and procurement contract in December 2009.
- 2. Crown has recommended adding ultrafiltration prior to IX.
- 3. FCC finished Stage 1 in March (clearing trees on 125 acres).
- 4. Stage 2 (WTP design & procurement) scheduled to begin this month, pending financing.





QUESTIONS?

