

BRIAN SANDOVAL
Governor



STATE OF NEVADA
STATE ENVIRONMENTAL COMMISSION

901 South Stewart Street, Suite 4001
Carson City, Nevada 89701-5249
Telephone (775) 687-9374
Fax (775) 687-5856
www.sec.nv.gov

Leo Drozdoff, P.E.
Director



CHAIRMAN
Eugene Gans
Las Vegas, NV

VICE CHAIRMAN
Tom Porta
Reno, NV

MEMBERS

Pete Anderson
State Forester
Division of Forestry

Frances Barron
State Board of Health
Las Vegas, NV

Jason King
State Engineer
Division of Water
Resources

Kathryn Landreth
Reno, NV

Jim Barbee
Director, Department of
Agriculture

Tony Wasley, Director
Department of Wildlife

Rich Perry
Administrator
Division of Minerals
Commission on Mineral
Resources

Mark Turner
Carson City, NV

Cary Richardson
Carson City, NV

COUNSEL
Colleen Platt

STAFF
Valerie King
Executive Secretary

Misti Gower
Recording Secretary

August 28, 2014

Jack McMahon
General Manager
Waterton Global Mining Company, LLC
PO Box 2610
Winnemucca, Nevada 89446

**RE: Notice of Alleged Air Quality Violation and Order Nos. 2508 and 2509
Class I Air Quality Operating Permit to Construct AP1041-2853 (FIN
A0408)**

Dear Mr. McMahon:

On May 7, 2014, the Nevada Division of Environmental Protection (NDEP) held an enforcement conference with Waterton Global Mining Company, LLC (Waterton) to discuss supporting information regarding the draft Notice of Alleged Violation and Order (NOAV) Nos. 2508 and 2509. As a result of that meeting, NDEP formally issued NOAV No. 2508 and issued NOAV No. 2509 as a warning. See attached.

NDEP sent NOAV Nos. 2508 and 2509 via certified mail on August 4, 2014, notifying Waterton of its appeal rights pursuant to NRS 445B.340 and NRS 445B.360. Waterton did not appeal the NOAVs. Therefore, the State Environmental Commission (SEC) will determine the appropriate penalty for the violations contained in the above referenced NOAVs on **Wednesday, October 8, 2014 at 9:00 a.m.** in the Bryan Building in Carson City, Nevada (901 S. Stewart Street, 2nd Floor Tahoe Room).

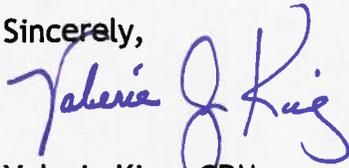
Pursuant to NRS 445B.640(1), the SEC may approve an administrative penalty of not more than \$10,000 per day per violation. During the October 8 meeting, NDEP will provide the SEC with a brief overview of the NOAV and its recommendation for an administrative penalty of \$15,000.00. This recommended penalty was calculated using a penalty matrix previously approved by the SEC.

Although your presence is not required at this meeting, you or a representative may wish to attend to speak on behalf of Waterton.

The SEC may, without further notice, take administrative action against Waterton if the SEC determines that such administrative action is warranted after it considers NOAV Nos. 2508 and 2509.

If you have any questions regarding this notice, please contact me at (775) 687-9374.

Sincerely,



Valerie King, CPM
Executive Secretary

Certified Mail # 9171 9690 0935 0012 2753 01

cc: Colleen Cripps, Ph.D., Administrator
Rob Bamford, Chief, BAPC
Francisco Vega, NDEP/BAPC
Colleen Platt, SEC/DAG