# **Decision Report**

## **Application for Works Approval**

### Division 3, Part V Environmental Protection Act 1986

Works Approval NumberW6172/2018/1ApplicantMardie Minerals Pty LtdACN152 574 457File NumberDER2018/001311PremisesMardie Trial Project<br/>Part of exploration tenements E08/1849 and E8/2741<br/>MARDIE WA 6714Date of Report4 January 2019Status of ReportFinal

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## 1. Definitions of terms and acronyms

In this Decision Report, the terms in Table 1 have the meanings defined.

### Table 1: Definitions

| Term                          | Definition   |  |
|-------------------------------|--|--|
| ACN                           | Australian Company Number  |  |
| Applicant                     | Mardie Minerals Pty Ltd  |  |
| ASS                           | Acid Sulfate Soil  |  |
| ВоМ                           | Bureau of Meteorology  |  |
| Category/ Categories/<br>Cat. | Categories of Prescribed Premises as set out in Schedule 1 of the EP Regulations   |  |
| Decision Report               | refers to this document  |  |
| Delegated Officer             | an officer under section 20 of the EP Act  |  |
| Department                    | means the department established under section 35 of the <i>Public Sector</i><br><i>Management Act 1994</i> and designated as responsible for the<br>administration of Part V, Division 3 of the EP Act  |  |
| DMIRS                         | Department of Mines, Industry Regulation and Safety  |  |
| DWER                          | Department of Water and Environmental Regulation   |  |
|                               | As of 1 July 2017, the Department of Environment Regulation (DER), the Office of the Environmental Protection Authority (OEPA) and the Department of Water (DoW) amalgamated to form the Department of Water and Environmental Regulation (DWER). DWER was established under section 35 of the <i>Public Sector Management Act 1994</i> and is responsible for the administration of the <i>Environmental Protection Act 1986</i> along with other legislation |  |
| EPA                           | Environmental Protection Authority   |  |
| EP Act                        | Environmental Protection Act 1986 (WA)   |  |
| EP Regulations                | Environmental Protection Regulations 1987 (WA)   |  |
| EPBC Act                      | Environment Protection and Biodiversity Conservation Act 1999 (Cth)  |  |
| HDPE                          | high density polyethylene  |  |
| Issued Licence                | The licence issued under Part V, Division 3 of the EP Act  |  |
| Issued Works Approval         | The works approval issued under Part V, Division 3 of the EP Act following the finalisation of this assessment   |  |
| kVA                           | kilo-volt-ampere   |  |

| Term                | Definition  |
|---------------------|---|
| m³                  | cubic metres  |
| NaCl and/or salt    | refers to sodium chloride also known as salt  |
| Occupier            | has the same meaning given to that term under the EP Act  |
| PoW                 | Programme of Works  |
| Prescribed Premises | has the same meaning given to that term under the EP Act  |
| Premises            | refers to the premises to which this Decision Report applies, as specified at the front of this Decision Report |
| Risk Event          | As described in Guidance Statement: Risk Assessment   |
| RO                  | Reverse Osmosis   |
| TDS                 | Total Dissolved Solids  |
| UDR                 | Environmental Protection (Unauthorised Discharges) Regulations 2004<br>(WA)                                     |
| μS/cm               | microsiemens per centimetre   |

## 2. Purpose and scope of assessment

Mardie Minerals Pty Ltd (Applicant) submitted an application (BCI, 2018a) on 10 August 2018 to the Department of Water and Environmental Regulation (DWER) for a works approval under the *Environmental Protection Act 1986* (EP Act). The Applicant is proposing to undertake a two year pilot trial (Mardie Trial Project) to gather data to enable more accurate implementation of the full scale Mardie Project, which is outside the scope of this assessment.

The Mardie Trial Project relates to the production of salt (NaCl); mixed potassium salts for further processing into sulphate of potash ( $K_2SO_4$ ); and waste bitterns for characterisation.

The Mardie Trial Project is located approximately 100 kilometres (km) south-west of Karratha in the Pilbara region of Western Australia and aims to:

- Confirm the evaporation rates at each brine density stage during solar concentration and crystallisation;
- Calibrate the results using recorded atmospheric conditions to long term Bureau of Meteorology (BoM) records;
- Provide raw salt product samples for laboratory and pilot processing trials; and
- Produce samples of the resultant waste bitterns for characterisation.

This Decision Report assesses emissions and discharges associated with the construction, commissioning and operation of the Mardie Trial Project only. The full Mardie Project, is currently the subject of assessment by the Environmental Protection Authority (EPA) under Part IV of the EP Act.

This assessment has resulted in DWER issuing Works Approval W6172/2018/1 (Issued Works Approval) which is contained in Attachment 1.

## 2.1 Application details

Table 2 lists the documents submitted during the assessment process.

#### Table 2: Documents and information submitted during the assessment process

| Docun   | nent/information description  | Date received  |
|---------|---|----------------|
| Applica | ant submission comprising:  |                |
| •       | DWER Application form;  |                |
| •       | Attachment 1A: Department of Mines, Industry Regulation and Safety mining tenement summary reports (tenements E08/1849 and E08/2741); |                |
| •       | Attachment 1B Australian Securities and Investment Commission company extract;  |                |
| •       | Attachment 2: Premises maps x 2 and Test Pond access routes;  |                |
| •       | Attachment 3A: Flora and vegetation and terrestrial fauna values of the Mardie Project, Trial Pond Study Area;                        | 10 August 2018 |
| •       | Attachment 3A: Acid Sulfate Soils Investigation – Mardie Salt<br>Project;   | To hagaot 2010 |
| •       | Attachment 3A: Mardie Project: Pilot Evaporation Pond Trial;  |                |
| •       | Attachment 3B Trial ponds GIS Data;   |                |
| •       | Attachment 5 Stakeholder Consultation;  |                |
| •       | Attachment 7 Acid sulfate soil map;   |                |
| •       | Attachment 8A Risk Register (Pdf version ) and Risk Register (Excel version); and   |                |
| •       | GIS shape file data.  |                |

## 3. Background

The Mardie Trial Project is located on exploration tenements E08/1849 and E08/2741 (Premises), which is owned and managed by the Applicant. The Applicant is a wholly owned subsidiary of BCI Minerals Limited.

The application is for a category 14 prescribed premises as defined in Schedule 1 of the *Environmental Protection Regulations 1987* (EP Regulations) and listed in Table 3.

**Table 3: Prescribed Premises Category** 

| Classification of Premises | Description   | Premises production or<br>design capacity or<br>throughput  |
|----------------------------|---|---|
| Category 14                | Solar salt manufacturing: premises on which salt is produced by solar evaporation | 350 tonnes per year of<br>salt and 7.5 tonnes per<br>year of mixed potassium<br>and magnesium salts |

## 4. Overview of Premises

## 4.1 Construction, Commissioning and Operational aspects

The Applicant proposes to construct a nominal 1:10,000 scale system of ponds and crystallisers to confirm the evaporation rates at each stage of the solar evaporation process on the Premises at the same time recording atmospheric conditions and to prepare raw salt for pilot scale processing off-site. The Mardie Trial Project involves the construction of a seawater inlet and 4.8 km high density polyethylene (HDPE) pipeline linking to the Mardie Trial Project ponds as shown in Figure 1.

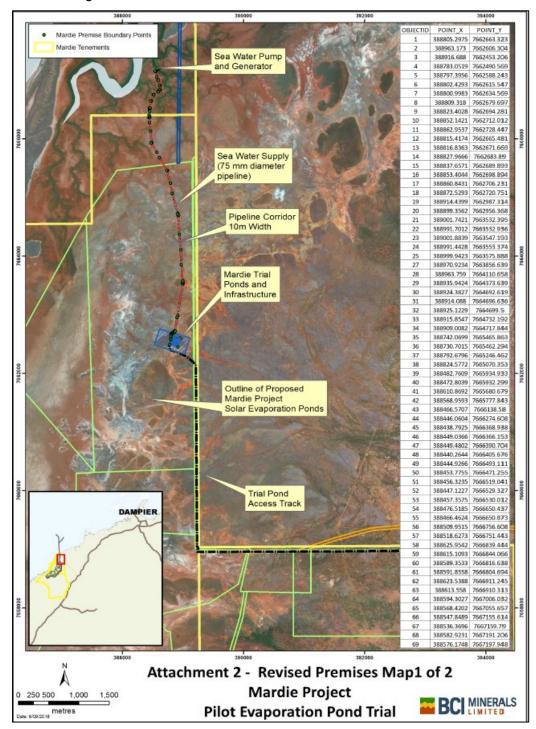
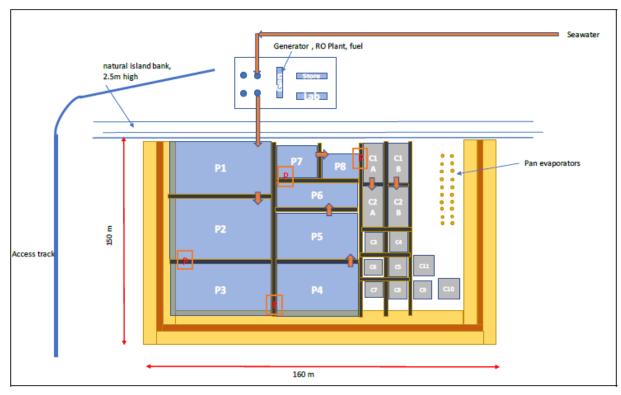


Figure 1: Location of the Mardie Trial Project ponds and seawater pipeline



The Mardie Trial Project ponds (processing site), will comprise of eight evaporation ponds (P1 to P8) and 11 crystallisers (C1 to C11) as shown in Figure 2.

#### Figure 2: Layout of the Mardie Trial Project ponds

The internal dimensions of the ponds and crystallisers are listed in Table 4. A diesel powered generator (capacity of 7.5 kilo-volt-ampere (kVA)), store, laboratory, pump and pan evaporators will be located adjacent to the ponds and crystallisers.

Construction of the bunds wall, ponds and crystallisers will involve:

- Removal of the permeable surface gravel to a depth of 400-700 millimetres (mm) to expose the underlying clay;
- Construction of a clay bund wall from the exposed clay surface to a height of 2 metres (m) for the external bund wall and 1 m for ponds P1 to P7;
- Covering of the clay core in the bund wall with local gravel and fines that have been blended to form a compactable fill; and
- Lining the outside of the bund wall with local light weight rock armour.

Ponds P1 to P7 will be compacted clay at the foot of the walls to ensure there is a clay seal between the wall and underlying salt flats. Ponds P1 to P7 will be unlined, while P8 and all the crystallisers will be lined with 1 mm thick HDPE to prevent leakage and to allow the precipitated salts to be collected. The construction cross section is shown in Figure 3.

21 pan evaporators will be made of stainless steel to BoM specifications and used to simulate pond evaporation conditions and to facilitate weather data collection. The pan evaporators will measure freshwater, seawater and brine solutions representative of each pond and crystallisers step proposed for the full Mardie Project (BCI, 2018c).

| Pond | Length (m) | Width (m) | Area (m²) | Fill Volume (m <sup>3</sup> ) |
|------|------------|-----------|-----------|-------------------------------|
| P1   | 50         | 26        | 1,292     | 650                           |
| P2   | 50         | 29        | 1,457     | 730                           |
| P3   | 50         | 26        | 1,300     | 650                           |
| P4   | 40         | 25        | 1,000     | 500                           |
| P5   | 40         | 23        | 924       | 460                           |
| P6   | 40         | 12        | 482       | 250                           |
| P7   | 20         | 15        | 305       | 150                           |
| P8   | 18         | 12        | 209       | 100                           |
| C1   | 20         | 19.5      | 390       | 195                           |
| C2   | 20         | 19.5      | 390       | 195                           |
| C3   | 10         | 7.3       | 73        | 37                            |
| C4   | 10         | 6.6       | 66        | 33                            |
| C5   | 10         | 6.1       | 61        | 31                            |
| C6   | 10         | 5.3       | 53        | 27                            |
| C7   | 10         | 4.6       | 46        | 23                            |
| C8   | 10         | 7.2       | 72        | 36                            |
| C9   | 10         | 11.5      | 115       | 58                            |
| C10  | 10         | 11.6      | 116       | 58                            |
| C11  | 10         | 9.6       | 96        | 48                            |

### Table 4: Mardie Trial Project ponds - internal dimensions

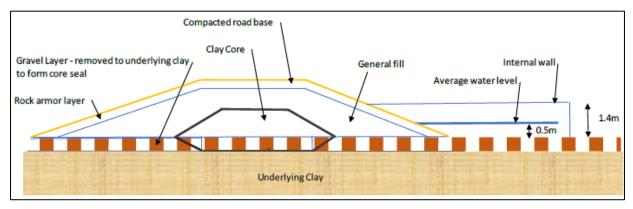


Figure 3: Bund wall cross sections

Following construction, seawater will be pumped into ponds P1 to P8 from the seawater inlet, filling the ponds to a depth of 500 mm. Approximately 22,000 cubic metres (m<sup>3</sup>) of seawater is expected to be abstracted each year. As evaporation occurs, brine densities will increase in each pond. As each pond density reaches its design density it will be maintained by transferring brine from up and down stream ponds, using diesel powered pumps. Pond P8 will have a brine density just lower than when NaCl begins to precipitate. At this point the brine will be transferred from P8 to cystallisers C1 and C2 where high purity NaCl will be precipitated.

Figure 2 shows two parallel C1 (A and B) and C2 (A and B) crystallisers. This is to allow 50% of the crystalliser to be drained to C3 and allow the salt to be dry harvested using shovels and wheel barrows. The wheel barrow will move the salts to the location of the site bobcat, which will transfer the salt to plastic containers ready for loading onto a truck for transport to the off-site laboratory.

The brine will continue to be transferred to the downstream crystallisers C3 to C11, where salts will continue to be precipitated in a way that is representative of the full scale Mardie Project. The residual liquor will be transferred to containers and analysed off-site for potential by-products. The continuous flow of brine through the ponds and crystallisers will be monitored daily and seawater added into pond P1 to retain pond levels. No chemicals will be used in the process.

A reverse osmosis (RO) plant will be used to supply freshwater at a rate of 20 litres (L) per hour (L/hour), with the brine from this unit fed into the evaporation ponds.

The NaCl and mixed potassium and magnesium salts generated will be transported to Perth for testing in 1 tonne bulka bags, intermediate bulk containers or sealed 20 L plastic drums. Approximately 60 tonnes of waste NaCl and magnesium salts will be produced during the Mardie Trial Project, with these removed off site for analysis for potential by-products.

The Mardie Trial Project will also test the solar evaporation of seawater to a brine density of 1.328, which is past the density of bitterns (typically around 1.25) discharged from solar pond operations along the Western Australian coast.

Commissioning of the Mardie Trial Project will be authorised under the Issued Works Approval for a 3 month period following submission of the compliance report (refer to section 9.1.1). The Applicant has stated that commissioning will consist of two stages, pre-commissioning (electrical and mechanical testing of equipment) and load commissioning (test ponds operated to test and confirm all control functions including pumps and generators are working correctly).

### 4.2 Infrastructure

The Premises infrastructure as it relates to category 14 activities, is detailed in Table 5.

#### Table 5: Premises infrastructure

|     | Infrastructure  | Site Plan Reference  |  |  |
|-----|---|--|--|--|
|     | Prescribed Activity Category 14   |  |  |  |
| eva | The Mardie Trial Project includes the construction of a system of ponds and crystallisers to confirm the evaporation rates at each stage of the solar evaporation process on the Premises at the same time recording atmospheric conditions to prepare raw salts for pilot scale processing off-site. |  |  |  |
| 1   | Submersible seawater pump (1.8 kilowatt (kW)) and self-<br>bunded generator   | Figure 1: Sea Water Pump and Generator                             |  |  |
| 2   | Seawater pipeline (4.8 km long, 75 mm diameter HDPE)  | Figure 1: Sea Water Supply (75<br>mm diameter pipeline)            |  |  |
| 3   | Mardie trial ponds consisting of eight evaporation ponds (P1 to P8) and 11 crystallisers (C1 to C11)  | Figures 1: Mardie Trial Ponds<br>and Infrastructure                |  |  |
|     |   | Figure 2: P1 to P8 and C1 (A<br>and B), C2 (A and B), C3 to<br>C11 |  |  |
| 4   | Evaporation pond pumps and weirs to control the flow of brine between the ponds   | Figure 2   |  |  |
| 5   | 21 x Pan evaporators  | Figure 2: Pan evaporators  |  |  |
| 6   | 7.5 kVA diesel powered generators   | Figure 2: Generator  |  |  |
| 7   | Water tanks for the storage of seawater to decant into pond 1 and supply the RO plant   | Figure 2: 4 x Blue dots  |  |  |
| 8   | 20L/hr RO plant   | Figure 2: RO Plant   |  |  |
| 9   | Freshwater storage tank and dispensing pump   | Not shown  |  |  |
| 10  | Laboratory sea container and test equipment   | Figure 2: Lab  |  |  |
| 11  | Storage sea container (tools and maintenance equipment)   | Figure 2: Store  |  |  |
| 12  | Bunded fuel tank  | Figure 2: Fuel   |  |  |
| 13  | Mobile equipment (bobcat for minor pond maintenance, quad<br>bike for seawater pump and pipeline operation, 4WD vehicle for<br>general use and out-loading of raw salts)  | Not shown  |  |  |
| 14  | Standby portable pump for pond to pond transfers and stormwater management  | Not shown  |  |  |

### 4.3 Exclusions to the Premises

The following are not included in this assessment:

- The full Mardie Project, which is the subject of assessment by the EPA under Part IV of the EP Act; and
- The transport of materials to and from the Premises, including salts produced.

## 5. Legislative context

Table 6 summarises approvals relevant to the assessment.

#### Table 6: Relevant approvals and tenure

| Legislation   | Number  | Approval  |
|---|---|---|
| Environment Protection<br>and Biodiversity<br>Conservation Act 1999<br>(EPBC Act) | EPBC 2018/8236  | The Mardie Salt Project was originally<br>submitted for assessment under the<br>EPBC Act on 4 April 2018 (EPBC<br>2018/8183). This referral was<br>subsequently withdrawn on 7 May 2018<br>as the project was amended to<br>incorporate the proposed trestle jetty and<br>to change the name to the Mardie<br>Project. The application was resubmitted<br>on 6 July 2018 (EPBC 2018/8236) and is<br>still under assessment. |
| Mining Act 1978   | Programme of Works (PoW)<br>No. 75407 and PM450-316706<br>for the Mardie Project          | Submitted for approval to the<br>Department of Mines, Industry<br>Regulation and Safety (DMIRS).<br>Approval pending.   |
|   | Registration ID: 76118 for the<br>Mardie Trial Ponds                                      | Application submitted to DMIRS on 3<br>August 2018.<br>The proposed activities have been<br>deemed exploration as they are required<br>to determine the volumes of material and<br>efficiency of the process (DMIRS, 2018).<br>PoW for use of ground disturbing<br>equipment on E08/1849 and E08/2740<br>granted 3 October 2018.  |
| Part IV of the EP Act<br>(WA)   | Assessment Number 2167 for<br>the Mardie Project submitted<br>to the EPA on 17 April 2018 | Decision by the EPA pending.  |

## 5.1 Part IV of the EP Act

While the full Mardie Project has been referred to the EPA and is the subject of a current assessment (assessment number 2167), the Mardie Trial Project is not subject to assessment under Part IV of the EP Act, and as such this Works Approval has been assessed via 'early works'.

## 5.2 Contaminated sites

The Applicant reports that there are no contaminated sites on the Premises, and none are recorded on DWER's database.

## 5.3 Part V of the EP Act

### 5.3.1 Applicable regulations, standards and guidelines

The overarching legislative framework of this assessment is the EP Act and EP Regulations. The guidance statements which inform this assessment are:

- Guidance Statement: Regulatory Principles (July 2015);
- *Guidance Statement: Setting Conditions* (October 2015);
- Guidance Statement: Licence Duration (August 2016);
- Guidance Statement: Decision Making (February 2017);
- Guidance Statement: Risk Assessments (February 2017); and
- Guidance Statement: Environmental Siting (November 2016).

### 5.3.2 Clearing

The clearing of native vegetation is not approved under the Issued Works Approval.

## 6. Consultation

The application was advertised in the West Australian on 15 October 2018 and on the Department's website on 10 October 2018 for a 21 day comment period. A letter inviting comment was also sent to the City of Karratha on 11 October 2018. No comments were received.

## 7. Location and siting

### 7.1 Siting context

The Premises is located approximately 100 km south-west of Karratha on the Pilbara coastline (Figure 4). The Premises overlies the Mardie Pastoral lease (Crown Lease CL453-1984), which is owned by CITIC Pacific Limited. The solar salt evaporators and concentrators are located approximately 5 km inland of the Indian Ocean. The workforce will consist of 1-2 people, who will be accommodated at either Mardie Station or at the Fortescue Roadhouse.

## 7.2 Residential and sensitive Premises

The distances to residential and sensitive receptors are detailed in Table 7.

#### Table 7: Receptors and distance from activity boundary

| Sensitive Land Uses  | Distance from Prescribed Activity                                   |
|--|---|
| Mardie Station   | Approximately 8 km south-east of the Mardie Trial<br>Project ponds  |
| Sino Iron Project Mine Site, operated by CITIC Pacific Mining Management Pty Ltd | Approximately 22 km north-east of the Mardie Trial<br>Project ponds |
| Fortescue Roadhouse  | Approximately 28 km south-east of the Mardie Trial<br>Project ponds |

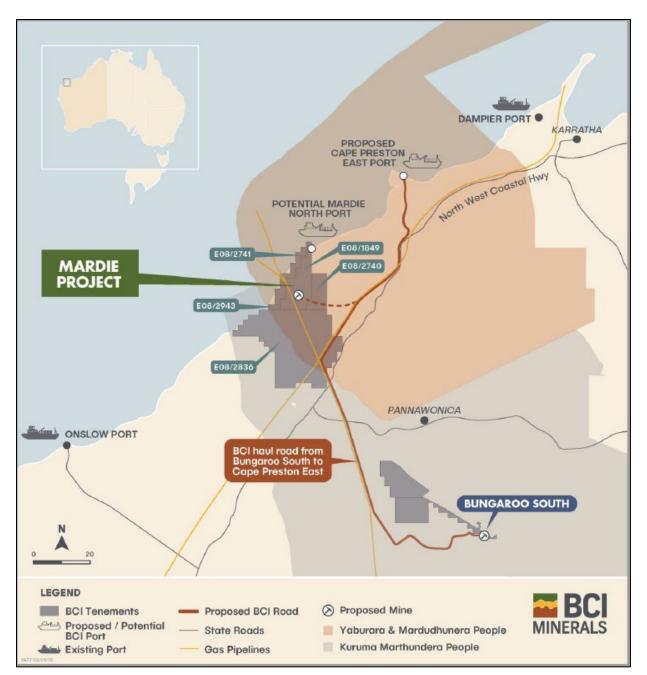


Figure 4: Regional location of the Mardie Trial Project

## 7.3 Specified ecosystems

Specified ecosystems are areas of high conservation value and special significance that may be impacted as a result of activities at or Emissions and Discharges from the Premises. The distances to specified ecosystems are shown in Table 8. Table 8 also identifies the distances to other relevant ecosystem values which do not fit the definition of a specified ecosystem.

The table has also been modified to align with the Guidance Statement: Environmental Siting.

#### Table 8: Environmental values

| Specified ecosystems   | Distance from the Premises   |  |  |  |
|--|--|--|--|--|
| Ramsar Sites in Western<br>Australia   | The Millstream Pools (draft proposed Ramsar addition) is located approximately 123 km south-east of the Mardie Trial Project ponds.  |  |  |  |
| Department of Biodiversity,<br>Conservation and<br>Attractions Managed Lands<br>and Waters | The Great Sandy Island Nature Reserve is located approximately 9 km west in the Indian Ocean.  |  |  |  |
| Threatened Ecological<br>Communities (TECs) and<br>Priority Ecological                     | Phoenix, 2018 states the no TECs or PECs listed under the EPBC Act or <i>Wildlife Conservation Act 1950</i> are present within the Mardie Trial Project area.  |  |  |  |
| Communities (PECs)   | The buffer zone of the Priority 3(iii), PEC of the Horseflat Land System of the Roebourne Plains is located 30 km to the north east of the Premises (PEC, 2017).   |  |  |  |
| Biological component   | Distance from the Premises   |  |  |  |
| Threatened/Priority Flora  | The Mardie Trial Project is dominated by unvegetated mudflat/saltflat<br>and to a lesser extent Spinifex ( <i>Triodia sp.</i> ) steppe and Mesquite<br>( <i>Prosopis sp.</i> ) shrubland. " <i>Mesquite is a Weed of National Significance</i><br>( <i>WoNS</i> ) and the mesquite infestation at Mardie Station is recognised<br>as the largest single infestation in Australia" (Phoenix, 2018). |  |  |  |
|  | The nearest record of Priority or Threatened flora on DWER's database is a Priority 4 species ( <i>Goodenia nuda</i> ) 7 km north-east of the Mardie Trial Project ponds and a Priority 1 species ( <i>Goodenia pallida</i> ) 35 km north-east of the Mardie Trial Project ponds.  |  |  |  |
| Threatened/Priority Fauna  | DWER's database shows no Threatened Fauna within the Mardie Trial Project area.  |  |  |  |
|  | One Priority 1 species was identified ( <i>Ozimops cobourgianus</i> – the Northern Coastal Free-tailed Bat) within the Mardie Trial Project area (Phoenix, 2018). While, it is known to be a mangrove specialist roosting solely within mangal communities in the north west of Western Australia, it is also known to forage in associated coastal terrestrial habitats.                          |  |  |  |
|  | Phoenix, 2018 reported that the following were not identified in the survey but may exist in the Mardie Trial Project area:  |  |  |  |
|  | <ul> <li>Lakeland Down Mouse (<i>Leggadina lakedownensis</i>) - Priority 4;</li> </ul>   |  |  |  |
|  | • Fork-tailed Swift ( <i>Apus pacificus</i> ) - Migratory bird;  |  |  |  |
|  | • Grey Falcon ( <i>Falco hypoleucos</i> ) – Vulnerable; and  |  |  |  |
|  | <ul> <li>Peregrine Falcon (<i>Falco peregrinus</i>) - Specially Protected Fauna.</li> </ul>  |  |  |  |

## 7.4 Groundwater and water sources

The distances to groundwater and water sources are shown in Table 9.

| Groundwater and water sources      | Distance from Premises   | Environmental value   |
|------------------------------------|--|---|
| Public drinking water source areas | The nearest public drinking water source area<br>is the Priority 1, Cane River Water Reserve<br>which is located approximately 82 km to the<br>south of the Mardie Trial Project ponds.  | Onslow town water supply.   |
| Major<br>watercourses/waterbodies  | The Indian Ocean lies approximately 5 km<br>from the Mardie Trial Project ponds. The inlet<br>from which seawater is to be drawn is 4.5 km<br>north of the Mardie Trial Project ponds.<br>The Mardie Trial Project area lies within the<br>Saline Coastal Flat.  | Marine and mangrove<br>ecosystems.  |
| Groundwater                        | The Applicant reports that the depth to<br>groundwater varies between $0.3 - 0.8$ m<br>below ground level (mbgl), with salinity up to<br>three times the level of seawater and ranging<br>from 130,000 – 210,000 microsiemens per<br>centimeter (µS/cm).<br>The nearest bore lies approximately 2 km<br>south-east of the Mardie Trial Project area<br>based on DWER's data. | Water is not used for<br>potable or industrial<br>use.<br>Marine water<br>inundation occurs on<br>the Premises. |

### 7.5 Soil type

DWER's dataset identifies the soil type across the Mardie Trial Project area as salt flats, tidal swamps, and coastal dune sands: chief soils are saline loams (Um1.3) and (Um1.4) with shelly sands (Uc1.11, Uc1.13). Small areas of calcareous earths (Gc) and shallow loams (Um) are associated with marls (Northcote, 1960-68).

## 7.6 Acid sulfate soil (ASS)

The Premises overlies a high to moderate ASS risk area based on DWER's dataset. Construction of the proposed evaporation ponds for the Mardie Trial Project requires excavation of gravely surface soils to 700 mm depth.

Stantec Australia Pty Ltd (Stantec) were commissioned by the Applicant to undertake a Stage A - ASS investigation to identify the potential presence/absence of ASS and facilitate planning for future assessment (Stage B) if required (Stantec, 2017). A preliminary site inspection involved logging, sampling and analysis (field pH (pH<sub>F</sub>) and field pH peroxide (pH<sub>FOX</sub>) of 18 'near surface' soil profiles within potential disturbance areas associated with the project. The profiles were sampled to a maximum depth of 1 mbgl.

Stantec, 2017 states that field analysis of soil  $pH_F$  indicated all soil profiles were circum-neutral to strongly alkaline, and were consistent in  $pH_F$  throughout the sample locations and with depth (to 1 mbgl).

It is stated within Stantec, 2017 that "the highly alkaline conditions indicate that the surface soil profiles within the Project area are not likely to be classed as Potentially Acid Sulfate Soils (PASS). Although an extreme reaction to the  $pH_{FOX}$  test was observed for the majority of

samples, the reaction was likely to have been associated with other soil constituents such as organic matter or manganese, and is not considered to be problematic with respect to ASS as it caused samples to become more alkaline rather than acidic. Due to the low ASS risk of surface soils within the Project area, further investigations into the presence of ASS is not considered necessary, unless disturbance is planned at greater depths (>1 mbgl) or outside the current area of investigation".

The ASS investigation undertaken by Stantec, was referred to DWER's Contaminated Sites who advised that the soil investigations were undertaken in general accordance with the DWER guidelines for identification and investigation of ASS. "In view of the minimal field heterogeneity, the chosen sampling locations and densities are acceptable for the pilot plant study". "Field pH ranged from 6.9 to 9.8 and pH in 30% peroxide ranged from 6.5 to 9.6. These observations demonstrate significant amounts of acid generating materials, such as pyrite, are not present in the investigated surface soils. Further laboratory based analysis on these soils for sulphides is not warranted" (DWER, 2018).

DWER, 2018 states that based on the information provided, ASS requiring acidity management are not present in the surface soils. However, the finding of this investigation do not rule out occurrence of PASS material below the one metre depth of investigation.

## 7.7 Meteorology

BoM classifies the Premises as being in an arid low rainfall grassland climate zone with hot humid summers. BoM data from the nearby Mardie Station shows annual rainfall to be 278.7 mm, with 87% of this falling between January to June and 54% in the three months of January to March (Figure 5). Evaporation greatly exceeds rainfall in every month, while average maximum temperatures are above 30°C for every months except June to August.

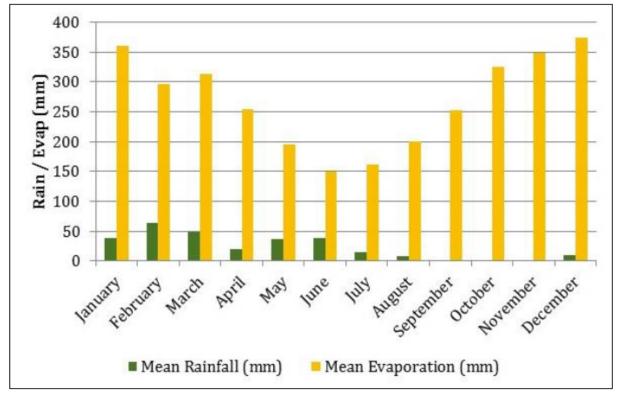


Figure 5: Rainfall and evaporation (BCI, 2018a)

## 8. Risk assessment

### 8.1 Determination of emission, pathway and receptor

In undertaking its risk assessment, DWER will identify all potential emissions pathways and potential receptors to establish whether there is a Risk Event which requires detailed risk assessment.

To establish a Risk Event there must be an emission, a receptor which may be exposed to that emission through an identified actual or likely pathway, and a potential adverse effect to the receptor from exposure to that emission. Where there is no actual or likely pathway and/or no receptor, the emission will be screened out and will not be considered as a Risk Event. In addition, where an emission has an actual or likely pathway and a receptor which may be adversely impacted, but that emission is regulated through other mechanisms such as Part IV of the EP Act, that emission will not be risk assessed further and will be screened out through the tables.

The identification of the sources, pathways and receptors to determine Risk Events are set out in Tables 10 and 11 below.

|   | Risk Events  |       |   |                          |   |                             | Reasoning  |
|---|--|-------|---|--------------------------|---|-----------------------------|--|
| Sources/A                                       | Sources/Activities   |       | Potential emissions Potential receptors |                          | Potential adverse<br>impacts  | detailed risk<br>assessment |  |
|   | Vehicle<br>movements on  | Noise | No residences in proximity              | Air / wind<br>dispersion | None  | No                          | No receptor present.   |
|   | unsealed access<br>roads   | Dust  |   |                          | None  | No                          | No receptor present.   |
| Construction,                                   |  | Noise | No residences in proximity              | -                        | None  | No                          | No receptor present.   |
| mobilisation and<br>positioning of              | Earthworks,  | ,     | No residences in proximity              |                          | None  | No                          | No receptor present.   |
| infrastructure construct<br>ponds, p<br>and ass | construction of<br>ponds, pipelines,<br>and associated<br>infrastructure | Dust  | Flora and vegetation                    | Air / wind<br>dispersion | Potential to be<br>deposited on<br>vegetation and may<br>prevent<br>photosynthesis and<br>plant respiration | No                          | The Applicant has a PoW for the Mardie Trial<br>Project area. The construction of the ponds<br>and laydown of pipeline will occur within an<br>area that has been cleared. There are no<br>TECs or PECs within the Mardie Trial Project<br>location. |

#### Table 10. Identification of emissions, pathway and receptors during construction and commissioning

|               | Risk Events   |   |   |   |   |                             | Reasoning   |
|---------------|---|---|---|---|---|-----------------------------|---|
| Sources/A     | Activities  | Potential emissions                           | Potential receptors   | Potential<br>pathway  | Potential adverse<br>impacts  | detailed risk<br>assessment |   |
|               |   | Scouring                                      | Mudflats  | Direct impact to the mudflats   | Excavation of mudflats<br>impacting on marine<br>and/or terrestrial<br>ecosystems   | No                          | The Applicant has a PoW for the Mardie Trial<br>Project area. The construction of the ponds<br>and laydown of pipeline will occur within an<br>area that has been cleared.  |
|               |   |   | Groundwater<br>Marine ecosystem including<br>fish and aquatic organisms | Excavation and exposure to air  | Oxidation of sulphide<br>minerals in the soil,<br>reacting to form<br>sulfuric acid<br>Release of sulfuric<br>acid and other heavy<br>metals in the soil<br>Seeping and acidifying<br>groundwater, killing<br>fish and other aquatic<br>organisms | No                          | <ul> <li>The Delegated Officer notes that the:</li> <li>Applicant has stated that they will not excavate the evaporation ponds beyond 700 mm depth, unless further investigations are undertaken (refer to section 7.6); and</li> <li>DWER, 2018 states that ASS requiring acidity management are not present in the surface soils (&lt;1 mbgl).</li> </ul> |
|               | Storage and use<br>of hydrocarbons<br>and chemicals | Leaks, spills<br>and breach of<br>containment | Ecosystems adjacent to the area of spill or breach                      | Spills to ground<br>or leak, overflow<br>during filling or<br>leak from<br>pipework | Soil and/or<br>groundwater<br>contamination as well<br>as biota impacts   | No                          | The general provisions of the EP Act and<br>Environmental Protection (Unauthorised<br>Discharges) Regulations 2004 apply, as does<br>the Dangerous Goods Safety Act 2004 and<br>associated Regulations.   |
|               |   | Noise   | No residences in proximity  | Air / wind<br>dispersion  | None  | No                          | No receptor present.  |
| Commissioning |   | Combustion<br>emissions                       | No residences in proximity  | Air / wind<br>dispersion  | Reduced air quality   | No                          | No receptor present.  |
| <b>J</b>      | Generators and pumps                                | Diesel spills<br>from<br>generators           | Ecosystems adjacent to where the spillage occurred                      | Direct<br>discharges to<br>land or marine<br>ecosystem                              | Contamination of soil and groundwater   | No                          | <ul> <li>BCI, 2018b states that the seawater inlet generator will be self-bunded and installed on a bund for additional protection.</li> <li>The Delegated Officer notes that the general provisions of the EP Act and <i>Environmental Protection (Unauthorised Discharges)</i></li> <li><i>Regulations 2004</i> apply.</li> </ul>                         |

|           | Risk Events  |   |  |   |   |                             | Reasoning  |
|-----------|--|---|--|---|---|-----------------------------|--|
| Sources/A | Activities   | Potential emissions   | Potential receptors  | Potential<br>pathway  | Potential adverse<br>impacts                                | detailed risk<br>assessment |  |
|           | Seawater<br>pipeline   | Pipeline<br>flushing and<br>testing<br>resulting in<br>the spillage of<br>seawater by<br>leaks, rupture<br>or failure | Terrestrial and/or marine<br>ecosystems adjacent to the<br>pipeline<br>Groundwater | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater | None  | No                          | The Delegated Officer notes that the pipeline<br>will transfer seawater and the pipeline route<br>is across the mudflats which are inundated<br>by seawater several times per month at high<br>tide.<br>Based on the above, the Delegated Officer<br>considers that an environmental impact from<br>the seawater pipeline is unlikely. |
|           |  | Bund wall<br>failure from<br>both land and<br>sea<br>inundation   | Terrestrial ecosystems and groundwater   | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater | Elevated salinity in<br>underlying soils and<br>groundwater | Yes – refer to section 8.4  | Potential for elevated salinity in soils and water due to the release of brine.  |
|           |  | Pond<br>overflows<br>from over<br>pumping   | Terrestrial ecosystems and groundwater   | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater | Elevated salinity in<br>underlying soils and<br>groundwater | Yes - refer to section 8.4  | Potential for elevated salinity in soils and water due to the release of brine.  |
|           | ponds saline or<br>hypersaline<br>water throu<br>base or wa<br>Airborne sa | Seepage of<br>saline or<br>hypersaline<br>water through<br>base or walls  | Terrestrial ecosystems and groundwater   | Infiltration to groundwater   | Elevated salinity in<br>underlying soils and<br>groundwater | Yes – refer to section 8.4  | Potential for elevated salinity in soils and water due to the release of brine.  |
|           |  | ,   | No residences in proximity   | Air / wind<br>dispersion  | None  | No                          | No receptor present.<br>The Delegated Officer considers the general<br>provisions of section 49 of the EP Act<br>sufficient to regulate suspended particle<br>emissions during operation. Also, salt<br>absorbs moisture so the generation of dust is<br>unlikely.   |

|                    |  | Continue to<br>detailed risk | Reasoning                       |  |            |   |
|--------------------|--|------------------------------|---------------------------------|--|------------|---|
| Sources/Activities | Potential emissions                        | Potential receptors          | Potential<br>pathway            | Potential adverse<br>impacts   | assessment |   |
|                    | Spillage of<br>salt from dry<br>harvesting | Terrestrial ecosystems       | Direct<br>discharges to<br>land | None   | No         | The Delegated Officer notes that the salt will<br>be dry harvested from the crystallisers, which<br>are located within the Mardie Trial Project<br>area. Any impacts to terrestrial ecosystems<br>should be minor and short-term in duration.<br>Based on the above, the Delegated Officer<br>considers that an environmental impact is<br>unlikely.  |
|                    | Hypersaline<br>water                       | Birds and other fauna        | Direct ingestion                | Ingestion of water<br>would be toxic to birds<br>and other wildlife due<br>to the high level of<br>total dissolved solids<br>(TDS) | No         | Due to the high level of salinity it is very<br>unlikely that fauna and birds would be<br>attracted to the ponds. It has been<br>determined that wildlife will not drink<br>hypersaline water greater than 50,000<br>milligram per litre (mg/L) (TDS) (MERIWA,<br>Report No. 273).<br>The salinity of the mudflats varies between<br>approximately 71,500 mg/L and 115,500<br>mg/L TDS with the Mardie seawater<br>averaging 69,000 $\mu$ S/cm or approximately<br>37,950 mg/L TDS.<br>The Delegated Officer considers that there is<br>no need for further assessment. |

|               |   |  | Continue to<br>detailed risk   | Reasoning   |   |            |  |
|---------------|---|--|--|---|---|------------|--|
| Sources/A     | Activities  | Potential emissions  | Potential receptors  | Potential<br>pathway  | Potential adverse<br>impacts  | assessment |  |
|               |   | Noise  | No residences in proximity   | Air / wind<br>dispersion  | None  | No         | No receptor present.   |
|               | Operation of  | Post<br>combustion<br>emissions  | No residences in proximity   | Air / wind<br>dispersion  | Reduced air quality   | No         | No receptor present.   |
| Solar salt    | generators and pumps                                | Diesel spills<br>from<br>generators  | Ecosystems adjacent to where the spillage occurred                                 | Direct<br>discharges to<br>land or marine<br>ecosystem                              | Contamination of soil and groundwater                                   | No         | <ul> <li>BCI, 2018b states that the seawater inlet<br/>generator will be self-bunded and installed on<br/>a bund for additional protection.</li> <li>The Delegated Officer notes that the general<br/>provisions of the EP Act and Environmental<br/>Protection (Unauthorised Discharges)<br/>Regulations 2004 apply.</li> </ul>       |
| manufacturing | Storage and use<br>of hydrocarbons<br>and chemicals | Leaks and<br>spills of<br>hydrocarbons<br>and chemicals                        | Ecosystems adjacent to where the spillage occurred                                 | Spills to ground<br>or leak, overflow<br>during filling or<br>leak from<br>pipework | Soil and/or<br>groundwater<br>contamination as well<br>as biota impacts | No         | The general provisions of the EP Act and <i>Environmental Protection (Unauthorised Discharges) Regulations 2004</i> are sufficient to regulate hydrocarbon and chemical emissions during operation and commissioning.  |
|               | Seawater<br>pipeline                                | Spillage of<br>seawater<br>through leaks,<br>pipeline<br>rupture or<br>failure | Terrestrial and/or marine<br>ecosystems adjacent to the<br>pipeline<br>Groundwater | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater               | None  | No         | The Delegated Officer notes that the pipeline<br>will transfer seawater and the pipeline route<br>is across the mudflats which are inundated<br>by seawater several times per month at high<br>tide.<br>Based on the above, the Delegated Officer<br>considers that an environmental impact from<br>the seawater pipeline is unlikely. |

### Table 11: Identification of emissions, pathway and receptors during operation

|           | Risk Events                  |  |  |   |   | Continue to detailed risk  | Reasoning  |
|-----------|------------------------------|--|--|---|---|----------------------------|--|
| Sources/A | ctivities                    | Potential emissions  | Potential receptors                    | Potential<br>pathway  | Potential adverse<br>impacts                                | assessment                 |  |
|           |                              | Bund wall<br>failure from<br>both land and<br>sea<br>inundation          | Terrestrial ecosystems and groundwater | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater | Elevated salinity in<br>underlying soils and<br>groundwater | Yes – refer to section 8.4 | Potential for elevated salinity in soils and water due to the release of brine.  |
|           |                              | Pond<br>overflows<br>from over<br>pumping                                | Terrestrial ecosystems and groundwater | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater | Elevated salinity in<br>underlying soils and<br>groundwater | Yes - refer to section 8.4 | Potential for elevated salinity in soils and water due to the release of brine.  |
|           | Evaporation and crystalliser | Seepage of<br>saline or<br>hypersaline<br>water through<br>base or walls | Terrestrial ecosystems and groundwater | Infiltration to groundwater   | Elevated salinity in<br>underlying soils and<br>groundwater | Yes – refer to section 8.4 | Potential for elevated salinity in soils and water due to the release of brine.  |
|           | ponds                        | Airborne salt<br>particulates<br>from dry<br>harvesting                  | No residences in proximity             | Air / wind<br>dispersion<br>Discharges to<br>land                     | None  | No                         | No receptor present.<br>The Delegated Officer considers the general<br>provisions of section 49 of the EP Act<br>sufficient to regulate suspended particle<br>emissions during operation. Also, salt<br>absorbs moisture so the generation of dust is<br>unlikely.   |
|           |                              | Spillage of<br>salt from dry<br>harvesting                               | Terrestrial ecosystems                 | Direct<br>discharges to<br>land                                       | None  | No                         | The Delegated Officer notes that the salt will<br>be dry harvested from the crystallisers, which<br>are located within the Mardie Trial Project<br>area. Any impacts to terrestrial ecosystems<br>should be minor and short-term in duration.<br>Based on the above, the Delegated Officer<br>considers that an environmental impact is<br>unlikely. |

|                    |                      | Continue to detailed risk | Reasoning         |  |            |  |
|--------------------|----------------------|---------------------------|-------------------|--|------------|--|
| Sources/Activities | Potential emissions  | Potential receptors       | Potential pathway | Potential adverse<br>impacts   | assessment |  |
|                    | Hypersaline<br>water | Birds and other fauna     | Direct ingestion  | Ingestion of water<br>would be toxic to birds<br>and other wildlife due<br>to the high level of<br>total dissolved solids<br>(TDS) | No         | Due to the high level of salinity it is very<br>unlikely that fauna and birds would be<br>attracted to the ponds. It has been<br>determined that wildlife will not drink<br>hypersaline water greater than 50,000<br>milligram per litre (mg/L) (TDS) (MERIWA,<br>Report No. 273).<br>The salinity of the mudflats varies between<br>approximately 71,500 mg/L and 115,500<br>mg/L TDS with the Mardie seawater<br>averaging 69,000 µS/cm or approximately<br>37,950 mg/L TDS.<br>The Delegated Officer considers that there is<br>no need for further assessment. |

## 8.2 Consequence and likelihood of risk events

A risk rating will be determined for risk events in accordance with the risk rating matrix set out in Table 12 below.

| Likelihood     | Consequence |                |        |         |         |  |
|----------------|-------------|----------------|--------|---------|---------|--|
|                | Slight      | Minor Moderate |        | Major   | Severe  |  |
| Almost certain | Medium      | High           | High   | Extreme | Extreme |  |
| Likely         | Medium      | Medium         | High   | High    | Extreme |  |
| Possible       | Low         | Medium         | Medium | High    | Extreme |  |
| Unlikely       | Low         | Medium         | Medium | Medium  | High    |  |
| Rare           | Low         | Low            | Medium | Medium  | High    |  |

#### Table 12: Risk rating matrix

DWER will undertake an assessment of the consequence and likelihood of the Risk Event in accordance with Table 13 below.

| Likelihood                      |   | Consequen     | Consequence  |   |  |  |  |  |  |
|---------------------------------|---|---------------|--|---|--|--|--|--|--|
| -                               | criteria has been   | The following | The following criteria has been used to determine the consequences of a Risk Event occurring:  |   |  |  |  |  |  |
| used to detern<br>the Risk Even | nine the likelihood of<br>t occurring.                                |               | Environment  | Public health* and amenity (such as air and water quality, noise, and odour)  |  |  |  |  |  |
| Almost<br>Certain               | The risk event is<br>expected to occur<br>in most<br>circumstances    | Severe        | <ul> <li>onsite impacts: catastrophic</li> <li>offsite impacts local scale: high level<br/>or above</li> <li>offsite impacts wider scale: mid-level<br/>or above</li> <li>Mid to long-term or permanent impact to<br/>an area of high conservation value or<br/>special significance^</li> <li>Specific Consequence Criteria (for<br/>environment) are significantly exceeded</li> </ul> | <ul> <li>Loss of life</li> <li>Adverse health effects: high level or<br/>ongoing medical treatment</li> <li>Specific Consequence Criteria (for<br/>public health) are significantly<br/>exceeded</li> <li>Local scale impacts: permanent loss<br/>of amenity</li> </ul> |  |  |  |  |  |
| Likely                          | The risk event will<br>probably occur in<br>most circumstances        | Major         | <ul> <li>onsite impacts: high level</li> <li>offsite impacts local scale: mid-level</li> <li>offsite impacts wider scale: low level</li> <li>Short-term impact to an area of high conservation value or special significance^</li> <li>Specific Consequence Criteria (for environment) are exceeded</li> </ul>   | <ul> <li>Adverse health effects: mid-level or<br/>frequent medical treatment</li> <li>Specific Consequence Criteria (for<br/>public health) are exceeded</li> <li>Local scale impacts: high level<br/>impact to amenity</li> </ul>                                      |  |  |  |  |  |
| Possible                        | The risk event<br>could occur at<br>some time                         | Moderate      | <ul> <li>onsite impacts: mid-level</li> <li>offsite impacts local scale: low level</li> <li>offsite impacts wider scale: minimal</li> <li>Specific Consequence Criteria (for<br/>environment) are at risk of not being met</li> </ul>  | <ul> <li>Adverse health effects: low level or occasional medical treatment</li> <li>Specific Consequence Criteria (for public health) are at risk of not being met</li> <li>Local scale impacts: mid-level impact to amenity</li> </ul>                                 |  |  |  |  |  |
| Unlikely                        | The risk event will<br>probably not occur<br>in most<br>circumstances | Minor         | <ul> <li>onsite impacts: low level</li> <li>offsite impacts local scale: minimal</li> <li>offsite impacts wider scale: not<br/>detectable</li> <li>Specific Consequence Criteria (for<br/>environment) likely to be met</li> </ul>   | <ul> <li>Specific Consequence Criteria (for public health) are likely to be met</li> <li>Local scale impacts: low level impact to amenity</li> </ul>  |  |  |  |  |  |
| Rare                            | The risk event may<br>only occur in<br>exceptional<br>circumstances   | Slight        | <ul> <li>onsite impact: minimal</li> <li>Specific Consequence Criteria (for<br/>environment) met</li> </ul>  | <ul> <li>Local scale: minimal to amenity</li> <li>Specific Consequence Criteria (for public health) met</li> </ul>  |  |  |  |  |  |

#### Table 13: Risk criteria table

^ Determination of areas of high conservation value or special significance should be informed by the *Guidance Statement: Environmental Siting.* 

\* In applying public health criteria, DWER may have regard to the Department of Health's *Health Risk Assessment (Scoping) Guidelines.* 

"onsite" means within the Prescribed Premises boundary.

## 8.3 Acceptability and treatment of Risk Event

DWER will determine the acceptability and treatment of Risk Events in accordance with the Risk treatment table 14 below:

| Rating of Risk<br>Event | Acceptability   | Treatment   |
|-------------------------|---|---|
| Extreme                 | Unacceptable.   | Risk Event will not be tolerated. DWER may refuse application.  |
| High                    | May be acceptable.<br>Subject to multiple regulatory controls.  | Risk Event may be tolerated and may be<br>subject to multiple regulatory controls. This<br>may include both outcome-based and<br>management conditions. |
| Medium                  | Acceptable, generally subject to regulatory controls. Risk Event is tolerable and is likely to be subject to some regulatory controls. A preference for outcome-based conditions where practical and appropriate will be applied. |   |
| Low                     | Acceptable, generally not controlled. Risk Event is acceptable and will general not be subject to regulatory controls.  |   |

#### Table 14: Risk treatment table

## 8.4 Risk Assessment – Pond overflows and seepage

### 8.4.1 Description of pond overflows and seepage

During normal operation of the ponds, there will be no direct emissions to land or water.

The Mardie Trial Project will be located against an existing naturally formed raised island on the mud flats. The mud flat component is periodically inundated via the following:

- Tidal cycles for short periods on the highest tides several times per month; and
- Extreme rainfall events/cyclone/storm surge.

Pond overflows due to a breach of the bund wall, and/or pump failure; and seepage from the ponds may result in the release of brine and waste bitterns into soils and water.

### 8.4.2 Identification and general characterisation of emission

Release of brine with a high salinity concentration, and residual brine (bitterns) containing high concentrations of chlorides and sulfates of magnesium and potassium into soils and water.

### 8.4.3 **Description of potential adverse impact from the emission**

BCI, 2018a states that the Mardie Trial Project will test the solar evaporation of seawater to a brine density of 1.328, well past the density of bitterns discharged from solar pond operations along the Western Australian coast, which are typically around 1.25.

### 8.4.4 Applicant controls

Table 15 outlines the Applicant's controls for the Mardie Trial Project associated with pond overflows and seepage.

| Site<br>infrastructure  | Construction  |  |  |
|---|---|--|--|
| Pump and inlet  | Seawater inlet:   |  |  |
| system  | Located within a creek bed.   |  |  |
|   | Inlet system and pump:  |  |  |
|   | A triple layered screen to prevent faunal entrapment.   |  |  |
|   | High and low pressure safety switches.  |  |  |
|   | Flow meter.   |  |  |
|   | <ul> <li>Seawater pump installed on raised ground above the calculated storm inundation water level.</li> </ul>   |  |  |
|   | • Level switch to prevent it running without 600 mm of water.   |  |  |
| Bund wall   | <ul> <li>Clay wall to a height of 4.2 m Australian Height Datum.</li> <li>Designed to protect against a 1:100 Average Recurrence Interval.</li> <li>Clay core covered with blended gravel and fines to form a compactable fill.</li> <li>Lined on the outside with light weight rock armour.</li> </ul>   |  |  |
| Pilot evaporation<br>ponds and<br>crystallisers                         | <ul> <li>Situated on the east side of a mud flat island within the bund wall.</li> <li>Contained within a bunded area 180 m long x 120 m wide.</li> <li>Ponds P1 to P7 unlined.</li> <li>Ponds P1 to P7 compacted clay at the foot of the walls to ensure there is a clay seal between the wall and the underlying salt flats.</li> <li>Pond P8 and all the crystallisers (C1 to C11) will be lined with a 1 mm thick HDPE membrane.</li> </ul> |  |  |
| Supporting<br>infrastructure • Installed above the maximum flood level. |   |  |  |

### Table 15: Applicant's proposed controls for pond overflows and seepage

### 8.4.5 **Consequence**

The Mardie Trial Project is located in an area that will be periodically inundated by seawater. BCI, 2018a states that the salinity in the area varies between 130,000  $\mu$ S/cm and 210,000  $\mu$ S/cm, or up to 3 times the salinity of Mardie seawater which averaged 69,000  $\mu$ S/cm.

The Delegated Officer notes the following:

- If the overflow is due to an extreme rainfall event/cyclone/storm surge, then the TDS in the water released will be diluted due to the significant volume of rainwater;
- Ponds P1 to P7 contain concentrated seawater the average of which, will not exceed the salinity of the underlying groundwater; and
- There are no TECs or PECs listed under the EPBC Act or *Wildlife Conservation Act 1950* present within the Mardie Trial Project area.

Based on this information, pond overflows and seepage of brine and waste bitterns will result in low level on-site impacts. Therefore, the consequence is **minor**.

### 8.4.6 Likelihood of Risk Event

Based on the Applicant controls (detailed in Table 15) and quality of the underlying groundwater, an environmental impact from pond overflows and seepage will probably not occur in most circumstances. Therefore, the likelihood of the consequence is **unlikely**.

### 8.4.7 **Overall rating of pond overflows and seepage**

Comparison of the consequence and likelihood ratings described above with the risk rating matrix (Table 12) determines the overall rating for the risk of pond overflows and seepage is **medium**.

### 8.5 Summary of acceptability and treatment of Risk Events

A summary of the risk assessment and the acceptability or unacceptability of the risk events set out above, with the appropriate treatment and control, are set out in Table 16 below. Controls are described further in section 9.

 Table 16: Risk assessment summary

|    | Description of Risk Event            |  |  | Applicant controls  | Risk rating   | Acceptability with controls  |
|----|--------------------------------------|--|--|---|---|--|
|    | Emission                             | Source   | Pathway/<br>Receptor<br>(Impact)                                       |   |   | (conditions on<br>instrument)  |
| 1. | Pond<br>overflows<br>and<br>seepage. | Bund wall<br>failure from<br>both land<br>and sea<br>inundation.<br>Pond<br>overflows<br>from over<br>pumping.<br>Seepage<br>through<br>base and<br>walls of the<br>ponds. | Direct<br>discharges to<br>land and<br>infiltration to<br>groundwater. | Refer to Applicant<br>controls as detailed<br>in section 8.4.4. | Minor<br>consequence<br>Unlikely<br>likelihood<br>Medium Risk | Acceptable<br>subject to<br>Applicant's<br>controls<br>conditioned.<br>Submission of<br>compliance<br>documentation to<br>ensure that the<br>infrastructure has<br>been constructed<br>as per assessed<br>design.<br>Authorised<br>emissions and<br>infrastructure and<br>equipment control<br>requirements on<br>Licence. |

## 9. Regulatory controls

The risks are set out in the assessment in section 8 and the controls are detailed in this section.

### 9.1 Works Approval controls

In accordance with the *Guidance Statement: Risk Assessments*, DWER has had regard for the Applicant's proposed controls (refer to section 8.4.4). These controls, which are based on the Applicant's commitments, will be included in the Issued Works Approval as specified infrastructure to be constructed.

### 9.1.1 Works approval reporting

The Applicant will be required to submit compliance reporting for the Mardie Trial Project. A suitable qualified engineer will be required to confirm each item of infrastructure specified in the works approval has been constructed to the specified requirements.

Commissioning of the Mardie Trial Project is authorised under the Issued Works Approval for a 3 month period or until an Issued Licence for the Premises is granted. The Applicant is required to submit a compliance report within 30 days of the construction of the Mardie Trial Project.

The Applicant will require an Issued Licence, prior to the operation of the Mardie Trial Project.

### 9.2 Licence controls

The Issued Licence will include conditions relating to authorised emissions; and infrastructure and equipment controls to manage the risk of emissions during operation of the Mardie Trial Project at the Premises.

It should be noted that these controls are not final and will be subject to compliance with conditions of the Issued Works Approval and may change if additional information becomes available to further inform the risk assessment (as per *Guidance Statement: Risk Assessments*).

### 9.2.1 Licence reporting

An Annual Audit Compliance Report will be required to be submitted as a condition of the proposed Issued Licence.

## **10.** Determination of Works Approval conditions

The conditions in the Issued Works Approval in Attachment 1 have been determined in accordance with the *Guidance Statement: Setting Conditions*.

Table 17 provides a summary of the conditions to be applied to this Issued Works Approval.

#### Table 17: Summary of conditions to be applied

| Condition Ref                | Grounds   |
|------------------------------|---|
| Infrastructure and Equipment | These conditions are valid, risk-based and contain          |
| Conditions 1, 2, 3, 4 and 5  | appropriate controls to ensure linkage between the          |
|                              | Works Approval and the EP Act.                              |
| Emissions                    | This condition is valid, risk-based and consistent with the |
| Condition 6                  | EP Act.   |
| Record-keeping               | These conditions are valid and are necessary                |
| Conditions 7 and 8           | administration and reporting requirements to ensure         |
|                              | compliance.   |

DWER notes that it may review the appropriateness and adequacy of controls at any time and that, following a review, DWER may initiate amendments to the works approval under the EP Act.

## **11.** Applicant's comments

The Applicant was provided with the draft Decision Report and draft Works Approval on 22 November 2018. The Applicant did not provide comments on the draft documents.

## 12. Conclusion

This assessment of the risks of activities on the Premises has been undertaken with due consideration of a number of factors, including the documents and policies specified in this

Decision Report (summarised in Appendix 1).

Based on this assessment, it has been determined that the Issued Works Approval will be granted subject to conditions commensurate with the determined controls and necessary for administration and reporting requirements.

Alana Kidd Manager, Resource Industries Delegated Officer under section 20 of the *Environmental Protection Act 1986* 

# Appendix 1: Key documents

|     | Document title  | In text ref  | Availability                              |
|-----|---|--|---|
| 1.  | Cyanide Ecotoxicity at Hypersaline Gold<br>Operations, Report No. 273 (Executive<br>Summary, Volume II – Phase II (Definitive<br>Investigation)), Minerals and Energy Research<br>Institute of Western Australia, August 2008 | MERIWA, Report<br>No. 273                          | accessed at<br>http://www.cyanidecode.org |
| 2.  | Flora and vegetation and terrestrial fauna values<br>of the Mardie Project, Trial Pond study area,<br>prepared by Phoenix Environmental Sciences<br>Pty Ltd for BCI Minerals Ltd, August 2018                                 | Phoenix, 2018                                      | DWER records<br>(DWERDT88334)             |
| 3.  | FW: Contaminated Sites advice request –<br>W6172 Mardie solar salt trial project – ASS<br>assessment, Department of Water and<br>Environmental Regulation, dated 30 October<br>2018   | DWER, 2018   | DWER records (A1733867)                   |
| 4.  | Guidance Statement: Environmental Siting,<br>Department of Environment Regulation,<br>November 2016   | Guidance<br>Statement:<br>Environmental<br>Siting  | accessed at<br>www.dwer.wa.gov.au         |
| 5.  | Guidance Statement: Decision Making,<br>Department of Environment Regulation,<br>February 2017  | Guidance<br>Statement:<br>Decision Making          |   |
| 6.  | Guidance Statement: Regulatory principles,<br>Department of Environment Regulation, July<br>2015  | Guidance<br>Statement:<br>Regulatory<br>principles |   |
| 7.  | Guidance Statement: Risk Assessments,<br>Department of Environment Regulation,<br>February 2017   | Guidance<br>Statement: Risk<br>Assessments         |   |
| 8.  | Guidance Statement: Setting conditions,<br>Department of Environment Regulation, October<br>2015  | Guidance<br>Statement:<br>Setting conditions       |   |
| 9.  | Identification and investigation of acid sulfate<br>soils and acidic landscapes, Department of<br>Water and Environmental Regulation, 2015  | DWER, 2015a  |   |
| 10. | Mardie Project Pilot Evaporation Pond Trial,<br>Appendix 3A (Proposed Activities), Works<br>Approval Application: Category 14, BCI Minerals   | BCI, 2018a   | DWER records (A1714296)                   |

|     | Document title   | In text ref            | Availability                               |
|-----|--|------------------------|--|
|     | Limited, August 2018   |                        |  |
| 11. | Mardie Trial Ponds works approval application –<br>Requests for information, received from Les<br>Purves (BCI Minerals), 12 September 2018   | BCI, 2018b             | DWER records (A1719453)                    |
| 12. | Northcote,K.H. with Beckmann,G.G.,<br>Bettenay,E., Churchward,H.M., Van Dijk,D.C.,<br>Dimmock,G.M., Hubble,G.D., Isbell,R.F.,<br>McArthur,W.M., Murtha,G.G., Nicolls K.D.,<br>Paton,T.R., Thompson,C.H., Webb,A.A. and<br>Wright,M.J. (1960-1968). Atlas of Australian<br>Soils, Sheets 1 to 10. With explanatory data<br>(CSIRO Aust. and Melbourne University Press:<br>Melbourne) | Northcote, 1960-<br>68 | accessed at<br>http://www.asris.csiro.au   |
| 13. | Priority Ecological Communities for Western<br>Australia Version 27, Species and Communities<br>Branch, Department of Biodiversity,<br>Conservation and Attractions, 30 June 2017  | PEC, 2017              | accessed at:<br>https://www.dpaw.wa.gov.au |
| 14. | RE: Applicant Notification – W6172/2018/1 –<br>Draft Instrument and Decision Report, received<br>from Michael Klvac (BCI Minerals), 11 December<br>2018  | BCI, 2018c             | DWER records (A1747346)                    |
| 15. | RE: Mardie Trial Ponds works approval<br>application – Request for information, received<br>from Department of Mines, Industry Regulation<br>and Safety, 26 October 2018   | DMIRS, 2018            | DWER records (A1732559)                    |
| 16. | Stage A: Acid Sulfate Soils Investigation –<br>Mardie Salt Project, prepared by Stantec<br>Australia Pty Ltd for BC Iron Limited, October<br>2017  | Stantec, 2017          | DWER records (A1726668)                    |

## Attachment 1: Issued Works Approval W6172/2018/1