1 2 3 4 5 6 7 8 9	LINDA M. DARDARIAN, CA Bar No. 131001 NINA RABIN, CA Bar No. 229403 GOLDSTEIN, DEMCHAK, BALLER, BORGEN & DARDARIAN 300 Lakeside Drive, Suite 1000 Oakland, CA 94612 Tel: (510) 763-9800 Fax: (510) 835-1417 Idar@gdblegal.com mrabin@gdblegal.com MICHAEL R. LOZEAU, CA Bar No. 142893 LAW OFFICE OF MICHAEL R. LOZEAU 1516 Oak Street, Suite 216 Alameda, CA 94501 Tel: (510) 749-9102 Fax: (510) 749-9103 mrlozeau@lozeaulaw.com	
10 11 12 13	Attorneys for Plaintiff CALIFORNIA SPORTFISHING PROTECTION ALLIANCE	
13	UNITED STATES DISTRICT COURT	
14	EASTERN DISTRICT OF CALIFORNIA	
16		
17	CALIFORNIA SPORTFISHING PROTECTION ALLIANCE, a non-profit corporation,) Case No.: 1:06-cv-00023-REC-LJO
18 19	Plaintiff, vs.)) FIRST AMENDED COMPLAINT FOR) DECLARATORY AND INJUNCTIVE) RELIEF AND CIVIL PENALTIES
 20 21 22 23 24 	MERIDIAN GOLD COMPANY, a corporation, Defendant.	 Federal Water Pollution Control Act, 33 U.S.C. §§ 1251 to 1387; California Health and Safety Code, § 25249.5 Resource Conservation and Recovery Act, 42 U.S.C. §§ 6901 to 6992
24 25 26		
27 28		1 JUNCTIVE RELIEF AND CIVIL PENALTIES -
	CASE NO.: 1:06-0	CV-00023-REC-LJO

Plaintiff CALIFORNIA SPORTFISHING AND PROTECTION ALLIANCE, by and through its counsel, hereby alleges:

INTRODUCTION

1. This complaint seeks civil penalties and injunctive relief against MERIDIAN GOLD COMPANY to remedy its discharge of pollutants into surface and ground waters and drinking water supplies of the United States, namely, tributaries of the Flowers Reservoir, the San Joaquin River, and the Sacramento-San Joaquin River Delta. These discharges violate the Federal Water Pollution Control Act, also known as the Clean Water Act (hereinafter "CWA" or "the Act"), 33 U.S.C. § 1365, the Safe Drinking Water and Toxic Enforcement Act of 1986, also known as Proposition 65, Health & Safety Code § 25249.5 et seq. (hereinafter "Proposition 65"), and the Resource Conservation and Recovery Act (hereinafter "RCRA"), 42 U.S.C. § 6901 et seq. Such discharges have been occurring, and threaten to continue occurring, as a result of Meridian Gold Company's handling, storing, and disposing of wastes from its mining activities at the Royal Mountain King Mine located near Copperopolis, California, approximately forty miles east of Stockton, California.

PARTIES

2. Plaintiff CALIFORNIA SPORTFISHING PROTECTION ALLIANCE (hereinafter "CSPA") is a non-profit public benefit corporation organized under the laws of the State of California with its main office in Woodland, California. CSPA has approximately 2000 members who live, recreate and work in and around waters of the State of California, including the San Joaquin River and the Sacramento-San Joaquin River Delta (hereinafter "the Delta"). CSPA is dedicated to the preservation, protection, and defense of the environment, the wildlife, and the natural resources of all waters of California. To further these goals, CSPA actively seeks federal and state agency implementation of the Clean Water Act and other laws and, where necessary, directly initiates enforcement actions on behalf of itself and its members.

3. Defendant MERIDIAN GOLD COMPANY and related entities, including Meridian
 Beartrack Company (collectively hereinafter "Meridian") is a gold producer with mining sites located
 in the United States and Latin America. Meridian owns the Royal Mountain King Mine (hereinafter
 "RMKM"), which covers approximately 197 acres of land approximately five miles from

Copperopolis, California. Active mining ceased at RMKM in 1994 and Meridian has been involved in closure activities ever since. According to available information, there are seven waste management units currently on the site, which are discharging pollutants into surface or ground waters, including into tributaries of the Flowers Reservoir, the San Joaquin River, and the Delta.

JURISDICTION

4. The Court has subject matter jurisdiction over this action pursuant to Section 505(a)(1) of the Clean Water Act, 33 U.S.C. § 1365(a)(1) and Section 7002(a)(1) of RCRA, 42 U.S.C. § 6972(a)(1). The Court has supplemental jurisdiction over the Proposition 65 claim pursuant to 28 U.S.C. § 1367, because the Proposition 65 claim is part of the same case or controversy as the federal claims.

5. The Court has jurisdiction over Meridian Gold Company because it is a business with sufficient minimum contacts in California, including a mining operation located in California, so as to render the exercise of jurisdiction over it consistent with traditional notions of fair play and substantial justice.

6. The members of CSPA reside in the vicinity of, own property near, or recreate on, in or near or otherwise use, enjoy and benefit from the Flowers Reservoir, the San Joaquin River, the Delta, and their associated tributaries into which Meridian discharges pollutants. The health, economic, recreational, aesthetic and environmental interests of CSPA and its members have been, are being, and will continue to be adversely affected by Meridian's unlawful discharges from the RMKM.

7. Venue is proper in the Eastern District of California because the events or omissions giving rise to the claim occurred in the district. 28 U.S.C. § 1391. Pursuant to Local Rule 3-120, intradistrict venue is proper in Fresno, California because the source of the violations is located within Calaveras County.

NOTICE

8. Pursuant to 33 U.S.C. § 1365(b) of the CWA, 42 U.S.C. § 6972(b)(2) of RCRA, and
Cal. Health & Safety Code § 25249.7(d)(1), on or about June 1, 2005, CSPA gave notice of the
violations alleged in this Complaint more than sixty days prior to commencement of this lawsuit, for
purposes of the CWA and Proposition 65, and more than ninety days prior to commencement of this

lawsuit, for purposes of RCRA, to: (a) Meridian; (b) the United States Environmental Protection Agency; (c) the State Water Resources Control Board of the State of California; (d) the Regional Water Quality Control Board; (e) Proposition 65 Enforcement Reporting; (f) the U.S. Attorney General; (g) the California Attorney General; (h) the Calaveras County District Attorney; (i) the California Department of Toxic Substances Control; and (j) the California Integrated Waste Management Board. A true and correct copy of this Notice is attached hereto as Exhibit A and incorporated herein by reference.

STATUTORY BACKGROUND

The Clean Water Act: NPDES Permit Requirements

9. Section 301(a) of the Clean Water Act prohibits "the discharge of any pollutants by any person . . ." except as in compliance with, among other sections of the Act, Section 402, which outlines the National Pollutant Discharge Elimination System ("NPDES") permitting requirements. 33 U.S.C. §§ 1311(a), 1342. The duty to apply for an NPDES permit extends to "[a]ny person who discharges or proposes to discharge pollutants. . . ." 40 C.F.R. § 122.21(a).

10. The term "discharge of pollutants" means "any addition of any pollutant to navigable waters from any point source." 33 U.S.C. § 1362(12). Pollutants are defined to include, among other examples, industrial waste, chemical wastes, biological materials, heat, rock, and sand discharged into water. 33 U.S.C. § 1362(6).

11. A point source is defined as "any discernable, confined and discrete conveyance, including but not limited to any pipe, ditch, channel, tunnel, [or] conduit . . . from which pollutants are or may be discharged." 33 U.S.C. § 1362(14).

12. "Navigable waters" means "the waters of the United States." 33 U.S.C. § 1362(7).Waters of the United States include all tributaries to navigable waters. Waters of the United States include ephemeral creeks.

The Clean Water Act: Industrial Storm Water Discharge Requirements

13. The State Board has issued a statewide general permit for industrial storm water
discharges. The State Board issued the permit on or about November 19, 1991, modified the permit on
or about September 17, 1992, and reissued the permit on or about April 17, 1997, pursuant to Section

402(p) of the Clean Water Act, 33 U.S.C. § 1342(p). State Water Resources Control Board Water Quality Order No. 91-13-DWQ, as amended by Water Quality Order No. 92-12-DWQ and Water Quality Order No. 97-03-DWQ, NPDES General Permit No. CAS000001 (hereinafter "General Permit").

14. In order to discharge storm water lawfully in California, industrial dischargers must comply with the terms of the General Permit or have obtained and complied with an individual NPDES permit. 33 U.S.C. § 1311(a).

8 15. The General Permit contains certain absolute prohibitions. Discharge Prohibition A(1) 9 of the General Permit prohibits the direct or indirect discharge of materials other than storm water 10 ("non-storm water discharges"), which are not otherwise regulated by an NPDES permit, to the waters of the United States. Discharge Prohibition A(2) of the General Permit prohibits storm water 12 discharges and authorized non-storm water discharges that cause or threaten to cause pollution, 13 contamination, or nuisance. Receiving Water Limitation C(1) of the General Permit prohibits storm 14 water discharges that adversely impact human health or the environment. Receiving Water Limitation 15 C(2) of the General Permit prohibits storm water discharges that cause or contribute to an exceedance 16 of any applicable water quality standards contained in a Statewide Water Quality Control Plan or the 17 applicable Regional Board's Basin Plan.

16. The General Permit requires dischargers to eliminate all non-storm water discharges to storm water conveyance systems other than those specifically set forth in Special Condition D(1)(a) of the General Permit and meeting each of the conditions set forth in Special Condition D(1)(b).

21 17. In addition to these absolute prohibitions, the General Permit contains a variety of 22 substantive and procedural requirements that dischargers must meet. Effluent Limitation B(3) of the 23 General Permit requires dischargers to reduce or prevent pollutants in their storm water discharges 24 through implementation of the Best Available Technology Economically Achievable ("BAT") for 25 toxic and nonconventional pollutants and the Best Conventional Pollutant Control Technology 26 ("BCT") for conventional pollutants. BAT and BCT include both nonstructural and structural 27 measures. General Permit, Section A(8).

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18 Dischargers with a General Permit must develop and implement a Storm Water Pollution Prevention Plan ("SWPPP"). The SWPPP must comply with the BAT and BCT standards.

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19. Section C(3) of the General Permit requires a discharger to prepare and submit a report to the Regional Board describing changes it will make to its current BMPs in order to prevent or reduce any pollutant in its storm water discharges that is causing or contributing to an exceedance of water quality standards. Once approved by the Regional Board, the additional BMPs must be incorporated into the Facility's SWPPP. The report must be submitted to the Regional Board no later than 60 days from the date the discharger first learns that its discharge is causing or contributing to an exceedance of an applicable water quality standard. Section C(4)(a). Section C(11)(d) of the General Permit's Standard Provisions also requires dischargers to report any noncompliance. See also Section E(6). Lastly, Section A(9) of the General Permit requires an annual evaluation of storm water controls including the preparation of an evaluation report and implementation of any additional measures in the SWPPP to respond to the monitoring results and other inspection activities.

20. 14 The General Permit requires dischargers commencing industrial activities before 15 October 1, 1992 to develop and implement an adequate written Monitoring and Reporting Program no 16 later than October 1, 1992. Existing facilities covered under the General Permit must implement all 17 necessary revisions to their monitoring programs no later than August 1, 1997.

18 21. As part of their monitoring program, dischargers must identify all storm water discharge 19 locations that produce a significant storm water discharge, evaluate the effectiveness of BMPs in 20 reducing pollutant loading, and evaluate whether pollution control measures set out in the SWPPP are 21 adequate and properly implemented. Dischargers must conduct visual observations of these discharge 22 locations for at least one storm per month during the wet season (October through May) and record 23 their findings in their Annual Report.

24 22 Section B(14) of the General Permit requires dischargers to submit an Annual Report by 25 July 1 of each year to the executive officer of the relevant Regional Board. The Annual Report must 26 be signed and certified by an appropriate corporate officer. Sections B(14), C(9), (10). Section 27 A(9)(d) of the General Permit requires the discharger to include in their annual report an evaluation of

their storm water controls, including certifying compliance with the General Permit. *See also* Sections C(9) and (10) and B(14).

Enforcement of the Clean Water Act

23. Section 505(a)(1) and Section 505(f) of the Act provide for citizen enforcement actions against any "person," including individuals, corporations, or partnerships, for violations of NPDES permit requirements and for unpermitted discharges of pollutants. 33 U.S.C. §§1365(a)(1) and (f), § 1362(5). An action for injunctive relief under the Act is authorized by 33 U.S.C. § 1365(a). Violators of the Act are also subject to an assessment of civil penalties of up to \$27,500 per day (violations from January 30, 1997 through March 15, 2004) and \$32,500 per day (violations after March 15, 2004) pursuant to Sections 309(d) and 505 of the Act, 33 U.S.C. §§ 1319(d), 1365 and 40 C.F.R. §§ 19.1 - 19.4.

Proposition 65

24. The California Safe Drinking Water and Toxic Enforcement Act of 1986, commonly referred to as Proposition 65 after the ballot measure that enacted it, prohibits businesses from knowingly discharging or releasing listed chemicals into water or onto land where it passes or probably will pass into a source of drinking water. Cal. Health & Safety Code § 25249.5.

25. "Source of drinking water' means either a present source of drinking water or water which is identified or designated in a water quality control plan adopted by a regional board as being suitable for domestic or municipal uses." Cal. Health & Safety Code § 25249.11(d). The State Board enacted Resolution No. 88-63 identifying all groundwaters of the State as water supplies.

26. The Governor of California, through the Office of Environmental Health Hazard
Assessment, maintains the list of chemicals that are known to the State of California to cause cancer,
birth defects or other reproductive harms. Cal. Health & Safety Code § 25249.8. On February 27,
1987, arsenic was included on the Proposition 65 list. On May 7, 2004, nickel was included on the
Proposition 65 list.

Proposition 65's discharge prohibition does not apply to any discharge or release that
meets both of the following criteria: (1) The discharge or release will not cause any significant amount
of the discharged or released chemical to enter any source of drinking water, and (2) the discharge or

release is in conformity with all other laws and with every applicable regulation, permit, requirement, and order. Cal. Health & Safety Code § 25249.9(b). The burden of showing that a specific discharge or release meets both of these criteria falls on the defendant. *Id*. The discharge prohibition only applies to a particular listed chemical after 20 months have passed from the date of listing. Cal. Health & Safety Code § 25249.9(a)).

Enforcement of Proposition 65

28. Any person "violating or threatening to violate the statute may be enjoined in any court of competent jurisdiction." Health & Safety Code § 25249.7(a). To "threaten to violate" is defined to mean "to create a condition in which there is a substantial probability that a violation will occur." Health & Safety Code § 25249.11(e).

29. In addition, violators are liable for civil penalties of up to \$2,500 per day for each violation, in addition to any other penalty established by law for all violations occurring during the period commencing one year prior to the date of the Notice letter. § 25249.7(b).

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The Resource Conservation and Recovery Act

30. The Resource Conservation and Recovery Act of 1976 ("RCRA"), 42 U.S.C. §§ 6901, *et seq.*, governs the treatment, storage and disposal of hazardous waste in the United States.

31. Section 7002 of RCRA prohibits the present or past handling, storage, treatment, and transportation of solid or hazardous waste which may present an imminent and substantial endangerment to health or the environment. 42 U.S.C. § 6972(a)(1)(B).

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Enforcement of the Resource Conservation and Recovery Act

32. Section 7002 of RCRA provides for citizen enforcement actions against any "person,"
including individuals, corporations, or partnerships, who have contributed to or who are contributing to
the past or present handling, storage, treatment, transportation, or disposal of any solid or hazardous
waste which may present an imminent and substantial endangerment to health or the environment. 42
U.S.C. § 6903(15), 6972(a)(1)(B). An action for injunctive relief under RCRA is authorized by 42
U.S.C. § 6972(a). Violators of RCRA are also subject to an assessment of civil penalties of up to
\$27,500 per day (violations from January 30, 1997 through March 15, 2004) and \$32,500 per day

(violations after March 15, 2004) pursuant to Sections 7002(a) and 3008(g) of the Act, 42 U.S.C. §§ 6972(a), 6928(g) and 40 C.F.R. §§ 19.1 - 19.4.

BACKGROUND FACTS

The Royal Mountain King Mine

33. Meridian owns the Royal Mountain King Mine, which covers approximately 197 acres of land approximately five miles from Copperopolis, California. Meridian and/or its predecessors in interest conducted gold mining, including heap leach mining, at the site from approximately 1988 to July 1994. During active mining, approximately 56 million tons of ore and overburden were removed from three mining pits at the site.

10 34. Two creeks flow through RMKM. Littlejohns Creek drains the eastern and central portions of the site. Clover Creek drains the western side of the mining area. Both creeks are 12 tributaries to Flowers Reservoir. Littlejohns Creek continues below the Flowers Reservoir dam and 13 flows into French Camp Slough. French Camp Slough is a tributary of the Delta.

35. Clover Creek, Littlejohns Creek, and Flowers Reservoir are tributaries to navigable waters. Clover Creek, Littlejohns Creek, and Flowers Reservoir are "waters of the United States" under the terms of the CWA.

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The Applicable Water Quality Standards

18 36. The Regional Water Quality Control Board has established water quality standards for 19 the San Joaquin River, the Delta and their tributaries in the Water Quality Control Plan for the 20 Sacramento River and San Joaquin River Basins, generally referred to as the Basin Plan. The Basin 21 Plan includes a narrative toxicity standard which states that "[a]ll waters shall be maintained free of 22 toxic substances in concentrations that produce detrimental physiological responses in human, plant, 23 animal, or aquatic life." The Basin Plan establishes a dissolved oxygen standard of 6.0 mg/L for the 24 San Joaquin River in and around Stockton and its tributaries. The Basin Plan establishes a standard for 25 electrical conductivity in the Delta and its tributaries of 0.7 mmhos/cm from April 1 through August 31 26 and 1.0 mmhos/cm from September 1 through March 31. The Basin Plan provides that "[t]he pH shall not be depressed below 6.5 nor raised above 8.5." The Basin Plan also provides that "[a]t a minimum, 28 water designated for use as domestic or municipal supply (MUN) shall not contain concentrations of

chemical constituents in excess of the maximum contaminant levels (MCLs)." Id., p. III-3.0. EPA has established recommended secondary MCL ranges for total dissolved solids (500 mg/L), specific conductance (900 µmho/cm), chloride (250 mg/L) and sulfate (250 mg/L). EPA also has established a maximum contaminant level for Nitrate + Nitrite of 10 mg/L.

37. The California Office of Environmental Health Hazard Assessments ("OEHHA") has established a California Public Health Goal for arsenic of 0.004 ug/L. Pursuant to Proposition 65, OEHHA has established a no significant risk level for arsenic of 5 ug/L and a maximum allowable dose level for reproductive toxicity for arsenic of 0.10 ug/day, which is equivalent to a concentration of 0.05 μ g/L. EPA also has established a primary maximum contaminant level of 10 ug/L arsenic and a recommended criterion for ambient waters of 0.018 ug/L.

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The Waste Management Units

38. There are at least seven waste management units currently on the RMKM site. These
include several overburden disposal sites ("ODSs").

39. CSPA is informed and believes, and thereupon alleges, that three of the seven waste
management units at RMKM are discernable, confined and discrete conveyances, and therefore
constitute "point sources" under the terms of the CWA. In addition, each of those three waste
management units conveys pollutants to waters of the United States via seeps, sumps, drainage ditches,
channels and other discrete conveyances that are also "point sources" under the CWA.

40. CSPA is informed and believes, and thereupon alleges, that Meridian is discharging
pollutants governed by the CWA, including manganese, nitrate, selenium, sulfate, total dissolved
solids, arsenic, and nickel, from at least three of the waste management units into waters of the United
States.

41. CSPA is informed and believes, and thereupon alleges, that Meridian is discharging
pollutants and/or chemicals listed pursuant to Proposition 65, including arsenic and nickel, from all
seven of its waste management units into surface waters and/or ground waters on, adjacent to or
beneath the mining site.

42. Specifically, CSPA is informed and believes, and thereupon alleges, that the following
discharges are occurring from the waste management units:

Discharges from Skyrocket Pit Lake

43. Skyrocket Pit Lake is a former mining pit now filled with a combination of wastewater, groundwater and stormwater. Skyrocket Pit Lake is a point source under the terms of the CWA. Pollutants from Skyrocket Pit Lake are discharging to groundwater beneath the mining site. Pollutants from Skyrocket Pit Lake are discharging by upwelling and lateral flow to surface water in Littlejohns Creek. CSPA is informed and believes, and thereupon alleges, that Skyrocket Pit Lake is discharging, among other pollutants, nitrate, selenium, sulfate, bicarbonate and total dissolved solids to Littlejohns Creek. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering Littlejohns Creek from Skyrocket Pit Lake frequently exceed applicable numeric and narrative water quality standards. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering Littlejohns Creek from Skyrocket Pit Lake frequently exceed applicable numeric and narrative water quality standards. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering groundwater from Skyrocket Pit Lake frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose levels, or maximum contaminant levels.

Discharges from Gold Knoll ODS

Gold Knoll ODS is a waste management unit filled with discarded waste rock. Pollutants from Gold Knoll ODS are discharging to groundwater beneath the mining site. Pollutants from Gold Knoll ODS are also discharging by lateral flow to surface water in Clover Creek. CSPA is informed and believes, and thereupon alleges, that the Gold Knoll ODS is discharging, among other pollutants, manganese, nitrate, selenium, sulfate and total dissolved solids to Clover Creek. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering Clover Creek from Gold Knoll ODS frequently exceed applicable numeric and narrative water quality standards. CSPA is informed and believes, and thereupon alleges, that the Gold Knoll ODS is discharging, among other pollutants, arsenic, nickel, nitrate, sulfate, and total dissolved solids to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering groundwater from Gold Knoll ODS frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose levels, or maximum contaminant levels.

Discharges from West ODS

45. The West ODS is a waste management unit filled with discarded waste rock. Pollutants from the West ODS are discharging to groundwater beneath the mining site. Pollutants from the West ODS are discharging by lateral flow to surface water in Littlejohns Creek. The West ODS is a point source under the terms of the CWA. CSPA is informed and believes, and thereupon alleges, that the West ODS is discharging, among other pollutants, manganese, nitrate, selenium, sulfate and total dissolved solids to Clover Creek. CSPA is informed and believes, and thereupon alleges, that the West ODS is discharging nitrate, selenium and sulfate to Littlejohns Creek. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering Littlejohns Creek from the West ODS frequently exceed applicable numeric and narrative water quality standards. CSPA is informed and believes, and thereupon alleges, that the West ODS is discharging arsenic and nickel to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering arsenic and nickel to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering arsenic and nickel to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering arsenic and nickel to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering arsenic and nickel to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering groundwater from West ODS frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose levels, or maximum contaminant levels.

Discharges from Flotation Tailings Reservoir ODS

46. The Flotation Tailings Reservoir ODS is a waste management unit filled with discarded waste rock. Pollutants from the Flotation Tailings Reservoir ODS are discharging to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the Flotation Tailings Reservoir ODS is discharging, among other pollutants, selenium, sulfate, TDS and nitrate to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering groundwater from the Flotation Tailings Reservoir ODS frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose levels, or maximum contaminant levels.

Discharges from the Flotation Tailings Reservoir

47. The Flotation Tailings Reservoir is an engineered waste management unit. Pollutants
from the Flotation Tailings Reservoir are discharging to groundwater beneath the mining site. CSPA is
informed and believes, and thereupon alleges, that the Flotation Tailings Reservoir is discharging,
among other pollutants, sulfate, TDS and nitrate to groundwater flowing beneath the mining site.

CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering groundwater from the Flotation Tailings Reservoir frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose levels, or maximum contaminant levels.

Discharges from the Process Water Pond

48. The Process Water Pond is an engineered waste management unit. Pollutants from the Process Water Pond are discharging to groundwater beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the Process Water Pond is discharging, among other pollutants, sulfate, TDS and nitrate to groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, that the levels of these pollutants entering groundwater from the Process Water Pond frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose levels, or maximum contaminant levels.

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Discharges from the Leachate Concentrate Residue Facility

13 49. The Leachate Concentrate Residue Facility is an engineered waste management unit. 14 Pollutants from the Leachate Concentrate Residue Facility are discharging to groundwater beneath the 15 mining site. CSPA is informed and believes, and thereupon alleges, that the Leachate Concentrate 16 Residue Facility is discharging, among other pollutants, sulfate, TDS, nitrate, and cyanide to 17 groundwater flowing beneath the mining site. CSPA is informed and believes, and thereupon alleges, 18 that the levels of these pollutants entering groundwater from the Leachate Concentrate Residue Facility 19 frequently exceed applicable public health goals, no significant risk levels, maximum allowable dose 20 levels, or maximum contaminant levels.

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The Industrial Storm Water Permit

50 On March 20, 1992, Meridian submitted a notice of intent to comply with the terms of the Industrial Storm Water Permit for certain portions of the Royal Mountain King Mine. On June 6, 1997, the company prepared an updated notice of intent. Meridian relied on its preexisting surface water monitoring program to comply with the Industrial Storm Water Permit's monitoring requirements. CSPA is informed and believes, and thereupon alleges, that Meridian has not prepared a monitoring program exclusively for the purpose of monitoring the quality of storm water flowing from the waste management units at the site.

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The NPDES Permit Application

51. CSPA is informed and believes, and thereupon alleges, that Meridian submitted an 10 11 application to the Regional Board to obtain an NPDES permit on July 30, 1999. On March 13, 2003, 12 Meridian withdrew its NPDES permit application. On July 29, 2005, Meridian submitted an NPDES 13 permit application to the Regional Board for discharges from the West ODS. On September 29, 2005, 14 Meridian submitted a revised NPDES permit application to the Regional Board. This application 15 proposes to transfer the discharges from Gold Knoll ODS and West ODS into Skyrocket Pit Lake, and 16 discharge water from the Lake after treatment by blending.

FIRST CAUSE OF ACTION Discharge of Pollutants Without an NDPES permit (Violation of the Clean Water Act, 33 U.S.C. §§ 1311, 1342)

CSPA realleges and incorporates by reference as if specifically set forth herein 52. Paragraphs 1 through 51 inclusive.

53. CSPA is informed and believes, and thereupon alleges, that Meridian is violating the 21 CWA on an ongoing and continuing basis by discharging pollutants into navigable waters of the 22 United States without obtaining an NPDES permit. Specifically, CSPA is informed and believes, and 23 thereupon alleges, that Meridian is discharging pollutants into Clover Creek, Littlejohns Creek and 24 Flowers Reservoir from Skyrocket Pit Lake, Gold Knoll ODS and West ODS on an ongoing and 25 continuing basis, and may be adding pollutants to these and other tributaries through the other waste 26 management units on the site as well. 27

1	54. Upon information and belief, Meridian has not yet obtained an NPDES permit for its		
2	discharges from the West ODS, Gold Knoll ODS, and Skyrocket Pit Lake because its permit		
3	application is currently pending before the Regional Board and an NPDES permit has not been issued.		
4	55. For these reasons, Meridian is in violation of Section 1311(a) of the CWA, for		
5	discharging pollutants from point sources without first obtaining the requisite NPDES permit. CSPA		
6	is informed and believes that these violations have been ongoing on a daily basis since June 1, 2000		
7	and will continue to occur. Each day on which Meridian fails to obtain an NPDES permit for these		
8	discharges constitutes a separate violation of the Act, subjecting Meridian to daily penalties since June		
9	1, 2000.		
10	WHEREFORE, CSPA prays for relief as hereinafter set forth.		
11	SECOND CAUSE OF ACTION		
12	Violations of Industrial Storm Water Permit		
13	<u>First Count</u> Discharges of Contaminated Storm Water in Violation of Permit Conditions and the Act		
14	(Violations of Permit Conditions and the Act, 33 U.S.C. §§ 1311(a), 1342)		
15	56. CSPA realleges and incorporates Paragraphs 1-55, inclusive, as if fully set forth herein.		
16	57. If the General Permit applies to some storm water discharges at Royal Mountain King		
17	Mine, Meridian is in violation of the terms of the General Permit, specifically Discharge Prohibitions		
18	A(1) and A(2) and Receiving Water Limitations C(1) and C(2).		
19	58. CSPA is informed and believes, and thereupon alleges, that Meridian has discharged		
20	and continues to discharge high electrical conductivity, total dissolved solids, sulfate, arsenic,		
21	selenium, and nitrate+nitrite in violation of the General Permit as evidenced by high levels of these		
22	pollutants discharged from RMKM during significant rain events, as set forth in Paragraph 59, below.		
23	59. CSPA is informed and believes, and thereupon alleges, that these discharges of		
24	contaminated storm water are causing pollution and contamination of the waters of the United States in		
25	violation of Discharge Prohibition A(2) of the General Permit.		
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60. CSPA is informed and believes, and thereupon alleges, that these discharges of contaminated storm water are adversely affecting human health and the environment in violation of Receiving Water Limitation C(1) of the General Permit.

61. CSPA is informed and believes, and thereupon alleges, that these discharges of contaminated storm water are contributing to the violation of the applicable water quality standards in the Statewide Water Quality Control Plan and/or the applicable Regional Board's Basin Plan in violation of Receiving Water Limitation C(2) of the General Permit.

62. Meridian's Annual Reports and Sampling and Analysis Results confirm discharges of materials other than stormwater and specific pollutants in violation of Discharge Prohibitions A(1) and A(2) and Receiving Water Limitations C(1) and C(2) of the General Permit, including discharges of effluent with high specific conductance, high total dissolved solids, high sulfate levels, high levels of arsenic, high levels of selenium, and high levels of nitrate + nitrate.

63. CSPA further alleges that such violations also have occurred or will occur on other rain dates, including during every single significant rain event that has occurred since June 1, 2000, and will continue to occur on an ongoing basis. Each discharge of these pollutants constitutes a separate violation of the General Permit and the Act. Consistent with the five-year statute of limitations applicable to citizen enforcement actions brought pursuant to the CWA, Meridian is subject to penalties for these violations of the General Permit and the CWA since June 1, 2000.

WHEREFORE, CSPA prays for relief as hereinafter set forth.

<u>Second Count</u> Failure to Adequately Monitor Storm Water (Violations of Permit Conditions and the Act, 33 U.S.C. §§ 1311, 1342)

64. CSPA realleges and incorporates Paragraphs 1-63, inclusive, as if fully set forth herein.
65. Meridian is violating Sections B(5)(a) and B(7) of the Permit requiring, respectively, all storm water discharge locations to be sampled and representative of the quality and quantity of RMKM's storm water discharges from each sampled storm event. Likewise, Meridian is violating Section B's timing requirements for taking samples.

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66. CSPA is informed and believes, and thereupon alleges, that the monitoring program implemented by Meridian has failed to obtain representative samples of storm water discharges from the mine site as required by the General Permit.

67. CSPA is informed and believes, and thereupon alleges, that the monitoring program implemented by Meridian has also failed to sample all storm water discharges on the site as required by the General Permit.

68. CSPA is informed and believes, and thereupon alleges, that the samples taken by Meridian were not taken during rain events consistent with the sampling requirements of the General Permit.

69. CSPA is informed and believes, and thereupon alleges, that since at least the 2001-2002 rainy season, Meridian has failed to report analytical results in its annual reports for all of the pollutants likely to be discharged, including arsenic, selenium and nitrate+nitrite.

70. Meridian's failure to comply with the General Permit's monitoring requirements are ongoing violations of the Act. Consistent with the five-year statute of limitations applicable to citizen enforcement actions brought pursuant to the CWA, Meridian is subject to penalties for these violations of the General Permit and the Act since June 1, 2000.

WHEREFORE, CSPA prays for relief as hereinafter set forth.

Third Count

Failure to Develop and Implement an Adequate Storm Water Pollution Prevention Plan and the Best Available and Best Conventional Treatment Technologies (Violations of Permit Conditions and the Act, 33 U.S.C. §§ 1311, 1342)

CSPA realleges and incorporates Paragraphs 1-70, inclusive, as if fully set forth herein.
CSPA is informed and believes, and thereupon alleges, that Meridian has been
operating with an inadequately developed or implemented SWPPP in violation of Sections A(1)-(10),
B(3), and E(2) of the General Permit. The SWPPP must, among other requirements, identify and
evaluate sources of pollutants associated with industrial activities that may affect the quality of storm
and non-storm water discharges from the facility and identify and implement site-specific best
management practices ("BMPs") to reduce or prevent pollutants associated with industrial activities in

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1 BMPs that achieve BAT and BCT (Effluent Limitation B(3)) and include information specified by the 2 General Permit. Permit, Sections A(3)-(10). In operating with an SWPPP that lacks these 3 requirements, Meridian has been in continuous violation of these sections of the General Permit every 4 day since October 1, 1992, and will continue to be in violation every day that Meridian fails to develop 5 and implement an effective SWPPP. 6 73. CSPA is informed and believes, and thereupon alleges, that Meridian has not 7 implemented BAT and BCT at RMKM for its discharges of high electrical conductivity, total 8 dissolved solids, sulfate, arsenic, selenium, nitrate+nitrite, and other pollutants in violation of Effluent 9 Limitation B(3) of the General Permit. 10 74 Meridian was required to have implemented BAT/BCT by no later than October 1, 11 1992. Therefore, Meridian has been in continuous violation of the BAT/BCT requirements every day 12 since October 1, 1992, and will continue to be in violation every day that Meridian fails to implement 13 BAT/BCT. 75 14 Consistent with the five-year statute of limitations applicable to citizen enforcement 15 actions brought pursuant to the CWA, Meridian is subject to penalties for these violations of the 16 General Permit and the Act occurring every day since June 1, 2000. 17 WHEREFORE, CSPA prays for relief as hereinafter set forth. THIRD CAUSE OF ACTION 18 Discharge of Listed Chemicals into Ground and Surface Waters 19 (Violation of Proposition 65, Cal. Health & Safety Code § 25249.5) 76. CSPA realleges and incorporates Paragraphs 1-75, inclusive, as if fully set forth herein. 20 CSPA is informed and believes, and thereon alleges, that Meridian is discharging 21 77. 22 contaminants listed pursuant to Proposition 65 to sources of drinking water beneath and downgradient from the Royal Mountain King Mine in violation of California Health & Safety Code § 25249.5. 23 78. CSPA is informed and believes, and thereon alleges, that Meridian is knowingly 24 discharging arsenic and nickel from the Western ODS, the Gold Knoll ODS and Skyrocket Pit Lake to 25 ground water flowing beneath the site. Groundwater beneath the mine site flows downgradient to 26 areas where domestic wells are located, to Littlejohns and Clover Creeks and to the Flowers Reservoir, 27 all of which the Regional Board or State Board have designated for drinking water use. Because 28 COMPLAINT FOR DECLARATORY AND INJUNCTIVE RELIEF AND CIVIL PENALTIES -CASE NO.: 1:06-CV-00023-REC-LJO

Meridian is violating the CWA as well as the Porter-Cologne Water Quality Control Act, Water Code § 13000, et seq., discharges of listed chemicals from the site are strictly prohibited.

79. In addition, Meridian is discharging arsenic into groundwater at levels well in excess of the significant risk level of 5 ug/day and the maximum allowable dose level for reproductive toxicity of 0.05 ug/L identified by OEHHA.

80. CSPA is informed and believes, and thereupon alleges, that Meridian's current discharges of nickel constitute a threat to violate Health and Safety Code § 25249.5 when its provisions regarding nickel discharges become effective on January 7, 2006 (20 months subsequent to the date nickel was included on the Proposition 65 list).

81. Through its acts and omissions, as alleged above, Meridian has, in the course of doing business, knowingly discharged or threatened to discharge arsenic and nickel into waters designated for drinking water.

82. CSPA is informed and believes, and thereon alleges, that the arsenic violations have been ongoing on a daily basis since at least June 1, 2004, and will continue to occur. Each discharge of arsenic as described above constitutes a separate violation of Proposition 65. Consistent with the one-year statute of limitations applicable to Proposition 65 enforcement actions, Meridian is subject to penalties for violations of Proposition 65 since June 1, 2004.

WHEREFORE, CSPA prays for relief as hereinafter set forth.

FOURTH CAUSE OF ACTION Imminent and Substantial Threat to Health and/or the Environment (Violation of the Resource Conservation and Recovery Act, 42 U.S.C. §§ 6972(a)(1)(B)

83. CSPA realleges and incorporates by reference as if specifically set forth herein Paragraphs 1 through 82, inclusive, as if fully set forth therein.

84. CSPA is informed and believes, and thereupon alleges, that Meridian is violating RCRA at RMKM by discharging solid and/or hazardous wastes into water from its waste management units. Moreover, CSPA is informed and believes, and thereupon alleges, that Meridian is handling, storing or disposing of solid or hazardous wastes at RMKM in a manner that may present an imminent and substantial threat to health and or the environment.

1	85. For these reasons, Meridian is in violation of Section 7002(a)(1)(B) of RCRA, for	
2	handling, storing or disposing of waste in a manner that may present an imminent and substantial treat	
3	to health and or the environment. CSPA is informed and believes that these violations have been	
4	ongoing on a daily basis since June 1, 2000 and will continue to occur. Each day on which Meridian	
5	handles, stores or disposes of waste in a manner that may present an imminent and substantial threat to	
6	health and/or the environment constitutes a separate violation of the Act, subjecting Meridian to daily	
7	penalties since June 1, 2000.	
8	WHEREFORE, CSPA prays for relief as hereinafter set forth.	
9	PRAYER FOR RELIEF	
10	WHEREFORE, CSPA prays for judgment against Meridian as follows:	
11	1. Declare Meridian to have violated and to be in violation of the CWA as alleged herein;	
12	2. Declare Meridian to have violated and to be in violation of Proposition 65 as alleged	
13	herein;	
14	3. Declare Meridian to have violated and to be in violation of RCRA as alleged herein;	
15	4. Issue an injunction ordering Meridian to immediately operate RMKM in compliance	
16	with the CWA, Proposition 65, and RCRA, including obtaining a NPDES Permit that covers all	
17	discharges and complying with the applicable effluent and receiving water limitations in the Permit;	
18	5. Order Meridian to remediate the harm caused by its violations;	
19	6. Order Meridian to pay civil penalties of up to \$27,500 per day per violation for all	
20	violations of the CWA occurring before March 15, 2004, and \$32,500 per day per violation for all	
21	violations occurring after March 15, 2004, for each violation of the CWA pursuant to Sections 309(d)	
22	and 505(a) of the Act, 33 U.S.C. §§ 1319(d), 1365(a) and 40 C.F.R. §§ 19.1 - 19.4;	
23	7. Order Meridian to pay civil penalties of up to \$1,000 per day per violation for each	
24	violation of Proposition 65 pursuant to California Health and Safety Code § 25249.7(b);	
25	8. Order Meridian to pay civil penalties of up to \$27,500 per day per violation for all	
26	violations of RCRA occurring before March 15, 2004, and \$32,500 per day per violation for all	
27	violations occurring after March 15, 2004, for each violation of RCRA pursuant to Sections 7002(a)	
28	and 3008(g) of the Act, 42 U.S.C. §§ 6972(a), 6928(g) and 40 C.F.R. §§ 19.1 - 19.4;	
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1	9. Award CSPA's costs (including reasonable investigative, attorney, witness, and	
2	consultant fees) as authorized by the CWA, 33 U.S.C. § 1365(d); and award attorneys' fees pursuant to	
3	California Code of Civil Procedure § 1021.5;	
4	10. Award any such other and further relief as this Court may deem appropriate.	
5	Dated: April 6, 2006 Respectfully submitted,	
6	/s/ Michael Lozeau	
7	MICHAEL R. LOZEAU, CA Bar No. 142893 LAW OFFICE OF MICHAEL R. LOZEAU 1516 Oak Street, Suite 216	
8	Alameda, CA 94501 Tel: (510) 749-9102	
9	Fax: (510) 749-9103 mrlozeau@lozeaulaw.com	
10	LINDA M. DARDARIAN, CA Bar No. 131001	
11	NINA RABIN, CA Bar No. 229403	
12	GOLDSTEIN, DEMCHAK, BALLER, BORGEN & DARDARIAN	
13	300 Lakeside Drive, Suite 1000 Oakland, CA 94612	
14	Tel: (510) 763-9800 Fax: (510) 835-1417	
15	ldar@gdblegal.com	
16	nrabin@gdblegal.com ATTORNEYS FOR PLAINTIFF CALIFORNIA SPORTFISHING PROTECTION	
17	CALIFORNIA SPORTFISHING PROTECTION ALLIANCE	
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