

DEPARTMENT OF ENVIRONMENTAL QUALITY
STATE OF WYOMING

NOTICE OF VIOLATION

IN THE MATTER OF THE NOTICE OF
VIOLATION ISSUED TO
URANERZ ENERGY CORPORATION
ATTN: Mr. Michael P. Thomas
1701 East E Street
Casper, WY 82605
PERMIT PT778

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) Docket No. 5464-14
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NOTICE

NOTICE IS HEREBY GIVEN THAT:

1. Notice of Violation (NOV) is being sent to you pursuant to Wyoming Statute §35-11-701(c)(i) which requires that a written notice shall be issued in the case of failure to correct or remedy an alleged violation.
2. Uranerz Energy Corporation is the operator of an in situ uranium mining operation located in Campbell County, Wyoming, in Sections 8, 17, 20, Township 43 North, Range 76 West and in Johnson County, Wyoming, in Sections 7, 8, 17, 18, 20, Township 43 North, Range 76 West. As part of its operation, Uranerz Energy Corporation has mined mineral from this site and distributed or sold the mined mineral for commercial use.
3. On July 17, 2014 a spill was observed in Production Area #1 of the Nichols Ranch Unit. The spill originated from recovery well N1A-002 located in Section 7, Township 43N, Range 76 West. The spill report dated July 24, 2014 stated that the spill flowed outside the permit boundary. On September 8, 2014 an unplanned release was observed in Production Area #1 of the Nichols Ranch Unit. The release originated from recovery well N1A-002 located in Section 7, Township 43N, Range 76 West. The spill report dated September 12, 2014 stated that the unplanned release flowed outside the permit boundary.
4. Failure to conduct mining operations within the permit area is a violation of Wyoming Statute §35-11-415(b)(ii); failure to properly operate and maintain all facilities and systems of treatment and control which are installed or used by the operator to achieve compliance with the terms and conditions of the permit is a violation of Land Quality Division Non-coal Rules and Regulations Chapter 11. Section 9.(a)(iv).
5. Wyoming Statute §35-11-901(a) provides that any person who violates any provision of the Environmental Quality Act or any rule, standard, permit, license or variance adopted hereunder is liable to a penalty of ten thousand dollars (\$10,000.00) for each day of violation, which penalty may be recovered in a civil action brought by the Attorney General in the name of the People of the State of Wyoming.

NOTHING IN THE NOTICE shall be interpreted to in any way limit or contravene any other remedy available under the Environmental Quality Act, nor shall this NOV be interpreted as being a condition precedent to any other enforcement action.

SIGNED this 7th day of October, 2014



Todd Parfitt
Director
Department of Environmental Quality



Nancy Nuttbroek
Deputy Director
Department of Environmental Quality
Administrator, Land Quality Division

Please direct all inquiries regarding this Notice of Violation to Mr. Mark Rogaczewski, District III Supervisor, Wyoming Department of Environmental Quality/Land Quality Division, 2100 West 5th St., Sheridan, WY, 82801

Permit PT778

cc: Mark Rogaczewski, LQD DIII
Cheyenne LQD File