Frac Sand Mining: Frac Sand 101 and DNR Regulations



AWaRE TEAM MEETING SEPTEMBER 12, 2012

SAND MINING IN WISCONSIN IS NOT NEW

Mining sand and nonmetallic minerals in Wisconsin for over 100 years > All frac sand is quartz sand

- > Foundry
- Glass
- > Water Filtration
- Construction
- Sandblasting
- Road sand

Nonmetallic mining – a widespread activity in WI

Variety of geologic environments provides for a diverse industry. Currently there's an estimated 2,500 + mines in the state. We have non metallic mines in every Wisconsin county.





WHAT'S NEW AND DIFFERENT?

- Footprint of the new mines and plants
- > Geographical concentration of the new mines
- Rate of mineral withdrawal
- Number of new mining and processing plant proposals







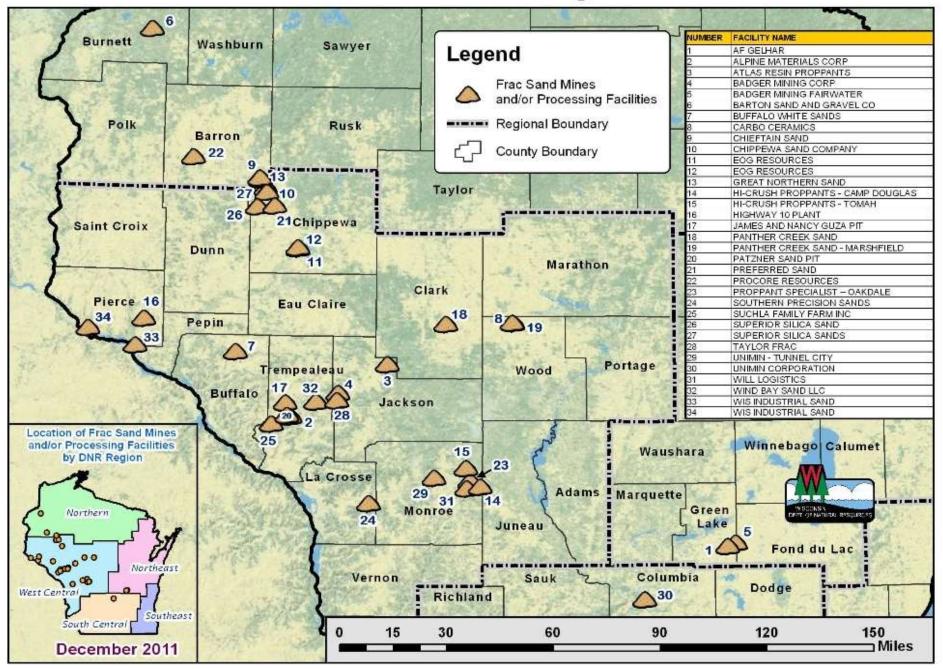




ALLUVIAL/BEDROCK-CRANSAND



Location of Frac Sand Mines and/or Processing Facilities in Wisconsin



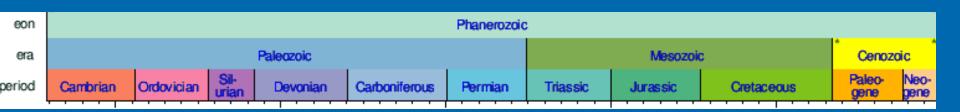
WHY HERE?

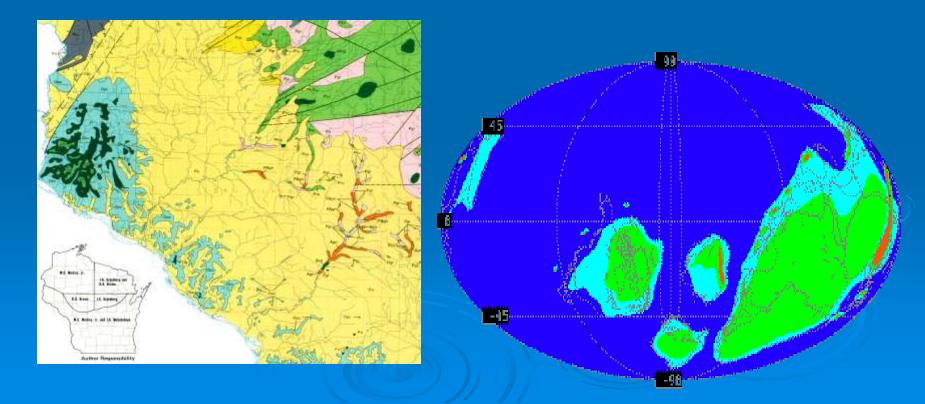
Wisconsin has sandstone deposits that are:

Clean, crystalline, almost pure silica sand
Spheroid shape

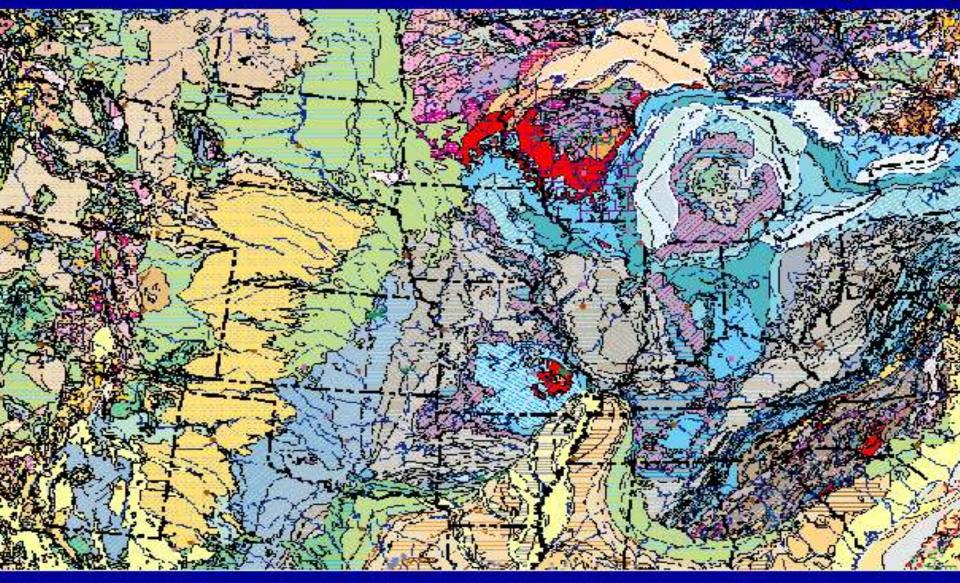
- Desirable size gradations and consistency
- > High crush resistance
- > Usually close to the surface and easy to mine

THE GEOLOGIC STORY BEHIND THE WI SANDSTONE FORMATIONS





WHERE THE BEST FRAC SAND IS (RED)



THE BEST FRAC SAND IS WELL ROUNDED AND NEARLY PURE QUARTZ

Many younger sands are too angular or contain other minerals or rock fragments







FRAC SAND "BOOM" WHY NOW?

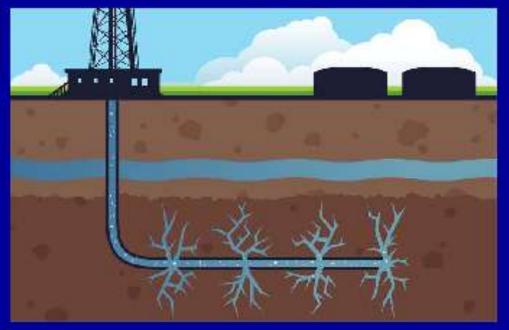
Technological advances
Maximizes oil and gas yields
Increasing worldwide demand for petroleum products and gas



HYDROFRACKING A WELL

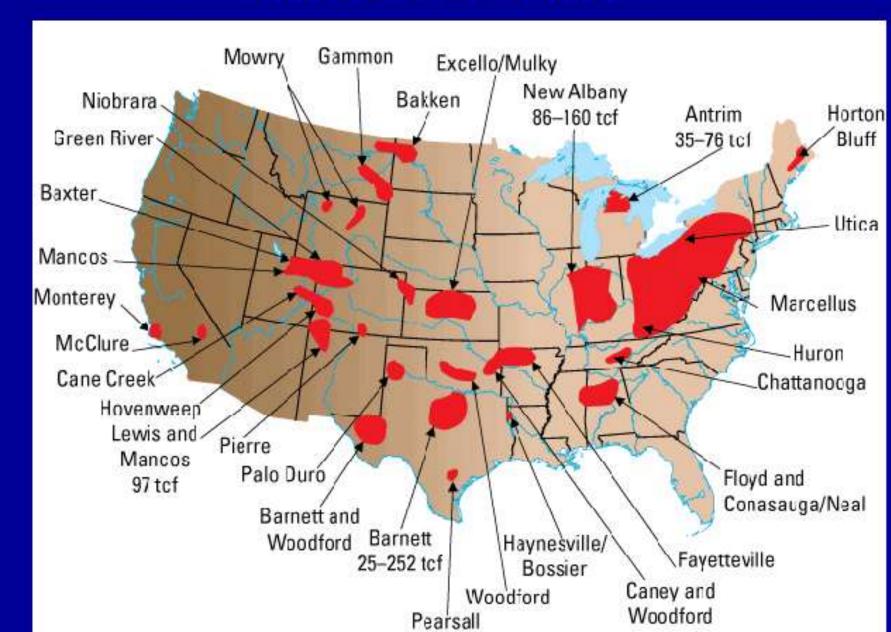
Fluid pressure fractures the rock, sand grains keep the fractures open







WHERE THE GAS IS





TYPICAL MINE TYPES

 > SURFACE
> DREDGING
> UNDERGROUND (MAIDEN ROCK AND BAY CITY)

Mining Operations

- Remove topsoil and stockpile for reclamation
- > Mine sand (blasting or dredging)
- > Rough screening
- > Washing sand to remove fines
- Sand then goes to drying or a stock pile
- Further screening
- Possible resin coating
- > Transport (typically by rail)







BADGER MINING TAYLOR

 Processing facilities (physical processes incl. washing &



Resin coating





Resin plant-coating of sand to add strength

WISCONSIN DNR REGULATIONS

> Air permits

- > Stormwater permits
- > High capacity well permits
- > Wetland and waterway permits
- Endangered and threatened species and archeological review

AIR PERMITS

- REQUIRE APPLICANT TO QUANTIFY ALL AIR EMISSION SOURCES AT THE FACILITY
- DNR WILL REVIEW APPLICATION AND DETERMINE IF AMBIENT AIR QUALITY STANDARDS WILL BE MET.
- > AIR PERMIT WILL CONTAIN OPERATIONAL AND TESTING REQUIREMENTS TO ASSURE COMPLIANCE WITH THE PERMIT.
- > AMBIENT PARTICULATE MONITORS WILL BE REQUIRED UNLESS A WAIVER IS GRANTED.
- > A FUGITIVE DUST PLAN IS REQUIRED BY THE AIR PERMIT.

WPDES GENERAL NON METALLIC STORMWATER PERMIT > REGULATES DISCHARGE OF STORMWATER AND PROCESS WASTEWATERS TO THE GROUND WATER OR SURFACE WATERS OF THE STATE.

> WASTEWATER INCLUDES PROCESS WASH WATERS, NON CONTACT COOLING WATERS, VEHICLE WASH WATERS AND MINE DEWATERING.

HIGH CAPACITY WELL PERMITS OR DEWATERING

- A HIGH CAPACITY WELL OR DEWATERING PERMIT IS REQUIRED IF TOTAL GROUNDWATER WITHDRAWEL CAPACITY EXCEEDS 70 GALLONS PER MINUTE.
- DNR REVIEW INCLUDES ANALYSIS OF THE WITHDRAWEL IMPACTS ON SPRINGS, TROUT STREAMS, OUTSTANDING AND EXCEPTIONAL RESOURCE WATERS AND PUBLIC WATER SUPPPLY WELLS.

> ALSO HAVE BEGUN ANALYZING POTENTIAL IMPACTS ON NEARBY PRIVATE WELLS.