



Sierrita Operations
Environment, Land & Water Department
6200 West Duval Mine Road
PO Box 527
Green Valley, Arizona 85622-0527

June 30, 2010

Via Certified Mail #
Return Receipt Requested

Ms. Cynthia S. Campbell
Arizona Department of Environmental Quality
Water Quality Compliance Section
1110 West Washington Street
Phoenix, Arizona 85007-2935

Re: Mitigation Order on Consent Docket No. P-50-06
April 1 through June 30, 2010 Status Report

Dear Ms. Campbell:

In accordance with Section V.A. of the Mitigation Order on Consent Docket No. P-50-06, Freeport-McMoRan Sierrita Inc. (Sierrita) submits the Status Report covering the period from April 1, 2010 through June 30, 2010.

Since the last Status Report was submitted, the following measures have been taken under Section III of the Mitigation Order:

- Sierrita completed the second quarter 2010 groundwater monitoring activities.
- Continued work to acquire State Trust land.
- Continued work to obtain the easements and/or rights-of-way on public or private land where new wells and associated infrastructure will be placed.
- Obtained all ADWR permits for the new interceptor wells (formerly SC wells)
- Awarded contract and commenced work for engineering of the conceptual wellfield design.
- Initiated bid for the construction of the new interceptor wells. Due to poor production encountered in the replacement well for IW-5, located in the vicinity of two of the new interceptor wells, the scope of the work had to be re-evaluated and revised to include two additional exploration wells, which in turn caused a delay in the process.
- Awarded contract and commenced work on feasibility study for the new tailings impoundment.
- Found replacements for three (3) CAG members that had announced their wish to leave the CAG (see attached invitation letters).

During the next quarter, the following activities will be completed:

- Award contract and commence drilling of new wells not dependant on purchase of State land (Interceptor wells).
- Obtain ADWR permits for PS wells.
- Hold the next CAG meeting on July 21, 2010.
- Continue work to obtain the easements and/or right-of-ways on public or private land where new wells not dependant on purchase of State Land will be placed.
- Continue working on the feasibility study for the new tailings impoundment.
- Conduct quarterly groundwater monitoring according to the revised groundwater monitoring schedule.

Please do not hesitate to contact Mr. Stuart Brown at (602)448-0972 or myself at (520) 393-4435 if you have any question regarding this submittal.

Sincerely,



Martha G. Mottley
Chief Environmental Engineer
Freeport-McMoRan Sierrita Inc.

MGM:ms
Attachments (3)

xc: Henry Darwin, Arizona Department of Environmental Quality
John Broderick, Sierrita
Chad Fretz, Sierrita
Ned Hall, Freeport-McMoRan Copper & Gold
Stuart Brown, Freeport-McMoRan Copper & Gold
Jim Norris, Clear Creek Associates



Sierrita Operations
Environment, Land & Water Department
6200 West Duval Mine Road
PO Box 527
Green Valley, Arizona 85622-0527

June 10, 2010

Via Certified Mail # 7006 2150 0004 3661 4063
Return Receipt Requested

Mr. Robert Hedden
Green Valley Water District
3290 South Camino Del Sol
Green Valley, AZ 85622-4636

Re:

Mitigation Order on Consent Docket No. P-50-06 –
Community Advisory Group

Dear Mr. Hedden:

As you may already know, Mr. Les Gunderson was an active member of the Community Advisory Group (CAG) representing the Green Valle Water District. The CAG was formed in 2006 as part of the requirements of the Mitigation Order on Consent between Freeport McMoRan Sierrita Inc (Sierrita) and the Arizona Department of Environmental Quality. Membership includes individuals from a cross section of the Green Valley and Sahuarita communities. Mr. Gunderson recently communicated to Sierrita his wish to discontinue his participation in the CAG and he informed me that you have expressed interest in replacing him.

Sierrita would like to extend you an invitation to represent the Green Valley Water District in the CAG. Sierrita strongly feels that by having a representative of the Green Valley Water District the CAG will continue to be comprised by a cross section of the community, as mandated by the Mitigation Order on Consent.

I look forward to hearing from you regarding your participation as a CAG member. If you have any questions, please contact me at (520) 393-4435 or via e-mail at Martha_Mottley@fmi.com.

Sincerely,

A handwritten signature in blue ink that reads "Martha G. Mottley".

Martha G. Mottley
Chief Environmental Engineer

MGM:ms
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xc: Ms. Cynthia Campbell, Arizona Department of Environmental Quality
John Broderick, Sierrita
Chad. D. Fretz, Sierrita
Stuart Brown, FCX



Sierrita Operations
Environment, Land & Water Department
6200 West Duval Mine Road
PO Box 527
Green Valley, Arizona 85622-0527

June 25, 2010

Hand Delivered

Mr. Dick Walden
Farmers Investment Company
1525 E Sahuarita Rd.
Sahuarita, AZ 85629-8001

Re: Mitigation Order on Consent Docket No. P-50-06 – Community Advisory Group

Dear Mr. Walden:

As you may already know, Mr. Harold Metz was an active member of the Community Advisory Group (CAG) representing the Twin Buttes Properties/Park Corporation. The CAG was formed in 2006 in connection with the Mitigation Order on Consent between Freeport-McMoRan Sierrita Inc (Sierrita) and the Arizona Department of Environmental Quality. Membership includes individuals from a cross section of the Green Valley and Sahuarita communities. Mr. Metz recently communicated to Sierrita his wish to discontinue his participation in the CAG.

Sierrita would like to extend an invitation to Farmers Investment Company (FICo) to be a part of the CAG by assigning a FICo representative to participate in the meetings. Because FICo has in the past communicated its interest in Sierrita's activities under the Mitigation Order, Sierrita believes it would be beneficial for FICo to participate in the CAG along with other members of the community. FICo's representation on the CAG will also allow the CAG to continue to be comprised of a cross section of the community, as intended by the Mitigation Order on Consent.

I look forward to hearing from you regarding FICo's participation in the CAG. If you have any questions, please contact me at (520) 393-4435 or via e-mail at Martha_Mottley@fmi.com.

Sincerely,

Martha G. Mottley
Chief Environmental Engineer

MGM:ms
20100625_001

xc: Ms. Cynthia Campbell, Arizona Department of Environmental Quality
John Broderick, Sierrita
Chad. D. Fretz, Sierrita
Stuart Brown, FCX



Sierrita Operations
Environment, Land & Water Department
6200 West Duval Mine Road
PO Box 527
Green Valley, Arizona 85622-0527

June 22, 2010

Hand Delivered

Dr. Manuel O. Valenzuela
Superintendent of Schools
Sahuarita Unified School District
350 W Sahuarita Rd.
Sahuarita, AZ 85629

Re:

**Mitigation Order on Consent Docket No. P-50-06 – Community
Advisory Group**

Dear Mr. Valenzuela:

As you may already know, while still the Superintendent, Dr. Jay St. John was an active member of the Community Advisory Group (CAG) representing the Sahuarita Unified School District (SUSD). The CAG was formed in 2006 as part of the requirements of the Mitigation Order on Consent between Freeport McMoRan Sierrita Inc (Sierrita) and the Arizona Department of Environmental Quality. Membership includes individuals from a cross section of the Green Valley and Sahuarita communities.

Since you are now the current Superintendent, Sierrita would like to extend you an invitation to represent the SUSD in the CAG. Sierrita strongly feels that by continuing to have a representative of the SUSD, the CAG will continue to be comprised by a cross section of the community, as mandated by the Mitigation Order on Consent.

I look forward to hearing from you regarding your participation as a CAG member. If you have any questions, please contact me at (520) 393-4435 or via e-mail at Martha_Mottley@fmi.com.

Sincerely,

A handwritten signature in blue ink that reads "Martha G. Mottley".

Martha G. Mottley
Chief Environmental Engineer

MGM:ms
20100622_001

xc: Ms. Cynthia Campbell, Arizona Department of Environmental Quality
John Broderick, Sierrita
Chad. D. Fretz, Sierrita
Stuart Brown, FCX