

Introduction

This Annual Audit Compliance Report (AACR) is submitted to meet Condition 5 of Ministerial Statement 728 for Wagerup Refinery. It covers the period from 1 January 2009 to 31 December 2009.

In May 2005 Alcoa submitted its Environmental Review and Management Programme to the EPA, seeking approval to increase production from 3.3 Mtpa to 4.7 Mtpa. In September 2006 Ministerial Statement 728 was released detailing the conditions of approval for expansion of Wagerup Refinery. The conditions of Statement 728 supersede statements 564, 390 and 95.

Current Status

Ministerial Statement 728 relates to the ongoing operation of the Wagerup Refinery and a project to expand refinery production to 4.7 Mtpa. The expansion project (Wagerup 3) has been suspended and accordingly, many of the Conditions within Statement 728 were not applicable during the period covered by this AACR.

Compliance

During the reporting period, I confirm that Alcoa has complied with all of its Conditions. See the attached Audit Table for more information.

Environmental Monitoring and Research

Please refer to the Wagerup Refinery 2009 Annual Environmental Report for detailed analysis of environmental monitoring conducted during the reporting period and for a summary of research undertaken. This report is submitted to the DEC annually prior to 1 April.

A brief summary of the applicable environmental research completed is provided below.

Dust Suppression Alternatives

Several alternatives to the use of water for dust suppression were used on residue embankments and drying areas in 2009:

- A polymer (Gluon) based product is currently being used during Residue Storage Area (RSA) 7N construction activities.
- New pasture was planted on existing embankments of RSA2N, RSA3, RSA8 and RSA6, which successfully covered approximately 25ha. This is considered best practice dust control and completely removes the requirement to apply water once established.

Residue Re-use Alternatives

A number of opportunities for residue re-use continue to be investigated as part of Alcoa's research and development program based at Kwinana. The products of interest are Residue Sand, Alkaloam, Red Lime and Geopolymers. These products are all supported by the Cooperative Research Centre for Sustainable Resource Processing (CSRP).

Alkaloam

The Western Australian Department of Agriculture and Food (DAFWA) continue to monitor Alkaloam trial sites within the Peel Harvey Catchment, with the work now being coordinated through the CSRP. The results continue to show very good nutrient retention and soil pH

adjustment with no detrimental effects. DAFWA have submitted a Project Compliance Report to the Department of Environmental and Conservation, seeking clearance of all outstanding commitments stemming from the EPA approval for use of Alkaloam in the Peel Harvey Catchment as an agricultural soil amendment.

A detailed sustainability review of the use of Alkaloam has been undertaken by the CSRP. This study is drawing together all available information on the use of Alkaloam and will make recommendations for potential use into the future. It is anticipated that the report will be released for public comment early 2010.

Red Lime

It is estimated that residual lime contributes around 5% of the total residue mass. Work is underway on assessing the feasibility of producing a residual lime by-product suitable for use as an agricultural lime. Testing of Red Lime has shown an acid neutralising value of 75-80%, similar to other high-grade agricultural limes. A thorough evaluation of the Red Lime is required before it can be used in broad scale trials. Preliminary field trials comparing Red Lime to Alkaloam and a range of conventional liming agents are continuing, coordinated by DAFWA, under a project supported by the CSRP.

Reuse of Red Sand™

In 2009, 2,500m³ of washed sand from Wagerup Refinery was used as road base on the Greenlands Road access to the new Perth to Bunbury Highway. Another trial involved the application of washed sand to create a nutrient trap alongside the highway, which is designed to strip nutrients from runoff water before it enters surrounding waterways. It has been demonstrated that Red Sand™ has a high phosphorous retention index and the coarse particle size distribution will prevent dusting and will not compromise drainage properties.

This project is being run through the CSRP, with the support of local industry and government groups. Alcoa is currently looking for a company to work with to produce and commercialise the utilisation of this processed sand on a larger scale.

Geopolymers

Geopolymers are inorganic polymers formed by the reaction between an alkali and an aluminosilicate source. These materials have properties which make them an ideal substitute for Ordinary Portland Cement in a whole range of applications. The CSRP has a program of work looking at the potential for many by-products produced by industry to be used as feed stocks for geopolymer, including fly ash, mine tailings and bauxite residues.

The Alcoa project team working under the CSRP is currently demonstrating the use of geopolymer formulations in a range of construction projects such as footpath installations and sewer pipe fabrication.

Stakeholder Consultation

Throughout the reporting period Alcoa continued to engage with immediate neighbours, government representatives and community groups to discuss and encourage feedback on key aspects related to Alcoa's operations and environmental performance.

Community meetings, local media articles, and one-on-one discussions were utilised to provide information and seek community input on key aspects. Wagerup maintained a 24-hour/7-day free-call complaints response service and dedicated resources to respond to complaints throughout 2009.

Neighbours

Residents living in towns between Waroona to Harvey are considered key stakeholders based on their proximity to the Refinery.

Wagerup Community Consultative Network

The Wagerup Community Consultative Network (CCN) was formed in June 2000. The CCN is an open forum with any interested party welcome to attend. The group generally meets monthly and is comprised primarily of representatives from Waroona and Yarloop, the Shire of Waroona and Harvey as well as other interested stakeholders and Alcoa Wagerup management.

Most meetings include a guest speaker who is available to respond to enquiries about topics relevant to the group. Community members are encouraged to raise matters with the CCN by writing to the Wagerup CCN Chairperson (an elected community member from the group) or by contacting one of the members directly.

CCN meeting minutes and locations (which rotate between Yarloop and Waroona) are published in the local paper to ensure broad community access to the information discussed. All interested members of the community are invited to attend CCN meetings.

Wagerup Tripartite Group

Alcoa is a key stakeholder in the DEC convened Wagerup Tripartite Group, which was established in early 2004 as the primary consultative forum for the Wagerup environmental licence.

Alcoa is represented on the group by the Wagerup Environmental Manager and a refinery employee representative. In addition, various specialist representatives, including research personnel and the Refinery Manager, attend meetings to provide information on key discussion points.

Local Government

Wagerup Refinery is situated in the Shire of Waroona, however Alcoa also has significant landholdings in the Shire of Harvey. Neighbours of the Refinery reside in both Shires.

Regular contact was maintained with both Shires during 2009 through Council briefings and one-on-one discussions with Shire officers including Chief Executive Officers, Shire Planners, Shire Environmental Health Officers and Shire Community Services Officers.

Informal discussions were also ongoing between Alcoa and Shire representatives.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Note:

- Phases that apply in this table = **Pre-Construction, Construction, Operation, Decommissioning, Overall (several phases)**
- This audit table is a summary and timetable of conditions and commitments applying to this project. Refer to the Minister's Statement for full detail/precise wording of individual elements.
- Code prefixes: M = Minister's condition; P = Proponent's commitment; A = Audit specification; N = Procedure.
- Any elements with status = "Audited by proponent only" are legally binding but are not required to be addressed specifically in compliance reports, if complied with.
- Acronyms list:- Minister for the Environment - Min for Env; Chief Executive Officer - CEO; Department of Environment – DoE (now DEC – Dept of Environment and Conservation); Evaluation Division - Part IV; Pollution Prevention Division - Part V; Waste Management Division - WMD; Department of Conservation and Land Management - CALM; Department of Minerals and Energy - DME; Environmental Protection Authority - EPA; Health Department of WA - HDWA; Water and Rivers Commission - WRC; Bush Fires Board - BFB.

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
728:G									
728:M1.1	Implementation	The proponent shall implement the proposal as documented and described in schedule 1 of this statement and previous Assessment Bulletins, subject to the conditions and procedures of this Implementation Statement.	As per any designs, specifications of schedule 1 of Statement 728 and EPA report as well as, plans or other technical material submitted with the Works Approval Application.	Annual Compliance Report (CR)	Min for Env		Overall		Proposal not implemented as project has been suspended.
728:M2.1	Proponent Environmental Management Commitments	The proponent shall fulfill the environmental management commitments contained in schedule 2 of this statement.	Refer to comments provided for schedule 2 (1) to (13)	CR	Min for Env		Overall		Refer to comments provided for schedule 2 (1) to (13)
728:M3.1	Proponent Nomination and Contact Details	The proponent for the time being nominated by the Minister for the Environment under section 38(6) or (7) of the Environmental Protection Act 1986 is responsible for the implementation of the proposal until such time as the Minister for the Environment has exercised the Minister's power under section 3 8(7) of the Act to revoke the nomination of that proponent and nominate another person as the proponent for the proposal.	Letter to the Min for Env outlining any changes to the proponent.	CR	Min for Env		Overall		No change to proponent during the reporting period.
728:M3.2	Proponent Nomination and Contact Details	If the proponent wishes to relinquish the nomination, the proponent shall apply for the transfer of proponent under section 3 (6a) and provide the name and address of the person who will assume responsibility for the proposal, together with a letter from that person which states that the proposal will be carried out in accordance with the conditions and procedures of this statement, and documentation on the capability of that person to implement the proposal and fulfill the conditions and procedures.	Letter to the Minister for Environment providing details of new proponent and confirming they will fulfill all obligations of approval.	Letter to Min for Env requesting change to proponent	Min for Env		Overall		No change to proponent during the reporting period.
728:M3.3	Proponent Nomination and Contact Details	The nominated proponent shall notify the Department of Environment and Conservation of any change of the name and address of the proponent within 30 days of such change.	Letter to DEC outlining any changes to the proponent within 30 days,	Letter to DEC notifying change of name and address	Min for Env		Overall	Within 30 days of such change	No change to proponent during reporting period.
728:M4.1	Time limit of approval to commence	The proponent shall provide evidence to the Department of Environment and Conservation that the revised proposal has been substantially commenced within five years following the date of this statement or the approval granted in this statement shall lapse and be void,	Letter to DEC providing evidence that proposal has substantially commenced by 14 Sept 2011.	Letter including photographic evidence sent to DEC to confirm that project has substantially commenced	Min for Env		Construction	Within five years following the date of this statement	Condition not triggered during reporting period.
728:M4.2	Time limit of approval to commence	The proponent shall make an application for any extension of approval for the substantial commencement of the proposal to the Minister for the Environment within four years and six months following the date of this statement which shall demonstrate that: 1. the environmental factors of the proposal reported in Bulletin 1215 have not changed significantly; 2. new, significant, environmental factors have not arisen; and 3. All relevant government authorities and stakeholders have been consulted.	Letter to the Minister for Environment to apply for an extension, that demonstrates: <ul style="list-style-type: none">• the environmental factors reported in bulletin 1215 have not changed significantly• no new <i>significant</i> environmental factors have arisen• All relevant government authorities and stakeholders have been	Letter to Min for Env requesting an extension to the approval for substantial commencement.	Min for Env		Construction	Within four years and six months following the date of this statement	Condition not triggered during reporting period.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			consulted.						
728:M5.1	Compliance Reporting	The proponent shall submit annually an audit compliance report, for the previous twelve-month period.	<p>Submit an Audit Compliance Report to DEC annually</p> <p>The audit compliance report shall:</p> <ol style="list-style-type: none"> 1. be endorsed by the proponent's Managing Director or a person, approved in writing by DEC, delegated to sign on the proponent's Managing Director's behalf; 2. Include a statement as to whether the proponent has complied with the conditions, procedures, commitments and actions within the Environmental Management Plans; 3. identify all non-compliances and describe the related corrective and preventative actions taken; 4. review the effectiveness of all corrective and preventative actions taken; 5. provide verifiable evidence of compliance with the conditions, procedures and commitments; 6. describe the state of implementation of the proposal; and 7. be prepared in accordance with an audit program and in a format acceptable to the DEC 	CR	Min for Env		Overall	Annually	The most recent Annual Audit Compliance Report was submitted in March 2009 for the period January 2008 to December 2008.
728:M5.2	Compliance Reporting	The proponent shall make the audit compliance report publicly available in a manner approved by the Department of Environment and Conservation.	Make the audit compliance report publicly available through publication on the Alcoa website	CR	DEC		Overall		The 2009 AACR was published to the Alcoa website and is publically available.
728:M6.1	Performance Review	The proponent shall submit a Performance Review Report to the Environmental Protection Authority every five years after commissioning of the revised proposal.	<p>Submit a report to EPA every 5 years after commissioning which addresses:</p> <ol style="list-style-type: none"> 1. The major environmental issues associated with implementing the project, the environmental objectives for those issues; the methodologies used to achieve these; and the key indicators of environmental performance measured against those objectives. 2. the level of progress in the achievement of sound environmental performance, including industry benchmarking and the use of best available technology where practicable; 3. significant improvements gained in environmental management, 	Performance Preview Report (PPR) submitted every five years after the commissioning of the revised proposal	EPA		Overall	Every five years. after commissioning of the revised proposal	Condition not triggered during reporting period.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			<p>including the use of external peer reviews</p> <p>4. stakeholder and community consultation about environmental performance and the outcomes of that consultation, including a report of any on-going concerns being expressed</p> <p>5. The proposed environmental objectives of the next five years, including improvements in technology and management processes.</p>						
728:M7.1	Decommissioning Plan	Within two years following the date of this Statement, the proponent shall prepare a Preliminary Decommissioning Plan for approval by the Department of Environment and Conservation, which describes the framework to ensure that the site is left in an environmentally acceptable condition, and provides: 1. the rationale for the siting and design of plant and infrastructure as relevant to environmental protection; 2. a conceptual description of the final landform at closure; 3. a plan for a care and maintenance phase; and 4. initial plans for the management of noxious materials.	<p>Submit Preliminary Decommissioning Plan to DEC for approval by 14 September 2008.</p> <p>The plan must describe the framework to ensure that the site is left in an environmentally acceptable condition and provide:</p> <ol style="list-style-type: none"> the rationale for the siting and design of plant and infrastructure as relevant to environmental protection; a conceptual description of the final landform at closure; a plan for a care and maintenance phase; and Initial plans for the management of noxious materials. 	Preliminary Decommissioning plan submitted.	DEC		Operation	Within two years following the date of this Statement	Preliminary Decommissioning Plan was submitted to the DEC on 12 September 2008.
728:M7.2	Decommissioning Plan	At least six months prior to the anticipated date of closure, or at a time agreed by the Environmental Protection Authority, the proponent shall submit a Final Decommissioning Plan designed to ensure that the site is left in an environmentally acceptable condition prepared on advice of the Environmental Protection Authority, for approval of the Department of Environment and Conservation.	<p>Submit a Final Decommissioning Plan at least six months prior to the anticipated date of closure, or at a time agreed by the EPA</p> <p>Prepare the plan in liaison with the EPA for approval by the DEC</p> <p>The Final Decommissioning Plan shall address:</p> <ol style="list-style-type: none"> removal or, if appropriate, retention of plant and infrastructure in consultation with relevant stakeholders; rehabilitation of all disturbed areas to a standard suitable for the agreed new land uses(s); and Identification of contaminated areas, including provision of evidence of notification and proposed management measures to relevant statutory authorities. 	Final Decommissioning Plan	DEC	EPA	Operation	At least six months prior to the anticipated date of closure, or at a time agreed by the EPA	Condition not triggered during reporting period.
728:M7.3	Decommissioning Plan	The proponent shall implement the Final Decommissioning Plan required by condition 7-2	Implement the actions detailed in the final decommissioning plan until	CR	Min for Env	DEC	Decommissioning		Condition not triggered during reporting period.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
		until such time as the Minister for the Environment determines, on advice of the Department of Environment and Conservation, that the proponent's decommissioning responsibilities are complete.	Minister for Environment determines, on advice of DEC that the proponents decommissioning responsibilities are complete.						
728:M7.4	Decommissioning Plan	The proponent shall make the Final Decommissioning Plan required by condition 7-2 publicly available in a manner approved by the Department of Environment and Conservation.	Publication of the final decommissioning plan	CR	DEC		Operation		Condition not triggered during reporting period.
728:M8.1	Best Practice Pollution Control Measures to be Applied	Prior to submitting a Works Approval application (under Part V of the Environmental Protection Act 1986) for works included in the revised proposal, as documented and described in Schedule 1, the proponent shall prepare and submit a Detailed Design Report that details the best practice pollution control measures employed to minimise emissions from the Refinery, to the requirements of the Minister for the Environment, on the advice of the Environmental Protection Authority.	<p>Submit a Detailed Design Report (DDR) to the Minister for Environment.</p> <p>The Detailed Design Report shall set out the base emissions rates for major sources for the Refinery and the design emission targets for the expanded works. In particular, the Detailed Design Report shall demonstrate that the design of the expansion works will reasonably achieve the following reductions from base emission rates:</p> <ol style="list-style-type: none"> 1. at least a 75% reduction in peak and average emission rates of volatile organic compounds (VOCs) and odour from the 25A slurry tank vents 2. at least a 50% reduction in peak and average emissions rates VOCs and odour from clarification tanks – 35A green liquor 3. reduction to negligible emissions of VOCs and odour from clarification tanks – 35J causticisation 4. at least a 50% reduction in peak and average emission rates VOCs and odour from cooling towers 5. reduction to negligible emissions of VOCs and odour from calciner low volume vent emissions (vacuum pumps, Dorrco and Filter scroll hoods) 6. the mass of VOCs discharged to the cooling pond shall not increase by more than 50%; and 7. no increase in particulate emissions from the Residue Disposal Area. <p>NOTE: The term "base emission rates" means emission rates determined from monitoring from July 2002 to March 2004.</p> <p>Base emission rates will be updated</p>	Detailed Design Report submitted.	Min for Env	EPA	Pre-Construction		Condition not triggered during reporting period.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			where applicable through monitoring undertaken for Condition 9-1						
728:M8.2	Best Practice Pollution Control Measures to be Applied	The Detailed Design Report shall address how the design emission targets in condition 8-1 will be met during stable operations. The Detailed Design Report shall also address how best practice will be applied to minimising emissions during unstable operating conditions such as during shut-down, start-up, and equipment failure.	DDR to outline how design emission targets will be met during stable operations and how best practice will be applied to minimise emissions during unstable operating conditions such as start-up, shut-down and equipment failure.	Detailed Design Report submitted.	Min for Env		Pre-Construction		Condition not triggered during reporting period.
728:M8.3	Best Practice Pollution Control Measures to be Applied	In the case where best practice pollution control measures do not achieve the individual reductions in base emission rates in condition 8-1, the Detailed Design Report shall provide alternative measures to achieve equivalent overall reductions.	DDR to outline alternative measures to achieve equivalent overall reductions should best practice pollution measures not achieve the individual reductions in 728:M8.1	Detailed Design Report submitted.	Min for Env		Pre-Construction		Condition not triggered during reporting period.
728:M8.4	Best Practice Pollution Control Measures to be Applied	The Detailed Design Report referred to in condition 8-1 shall be subject to independent peer review (refer to Procedure 1).	DDR to be reviewed by IDRT (refer to procedure 1)	Independent Peer review of Detailed Design report conducted.	Min for Env		Pre-Construction		Condition not triggered during reporting period.
728:M8.5	Best Practice Pollution Control Measures to be Applied	Notwithstanding the requirements of conditions 8-1, 8-2, 8-3 and 8-4, the proponent may implement individual works of this proposal, as described in schedule 1 of this statement, subject to the requirements of a Works Approval and Licence under Part V of the Environmental Protection Act 1986, on the proviso that the individual works: (1) have effect in reducing or offsetting emissions from the existing refinery, where possible; and (ii) do not significantly increase the production capacity of the refinery.	Submit a Works Approval Application if individual works of the proposal need to be implemented that shows that the individual works. 1. have effect in reducing or offsetting emissions for the existing refinery, where possible; 2. do not significantly increase the production capacity of the refinery.	Works Approval Application submitted for individual works where appropriate.	Min for Env		Construction		A Works Approval application for the recommissioning of the oxalate kiln, in accordance with this requirement, was originally submitted to the DEC in January 2006. The project was approved in December 2009.
728:M9.1	Air Dispersion Model Validation	Prior to submitting a Works Approval application (under Part V of the Environmental Protection Act 1986) for works included in the revised proposal, as documented and described in Schedule 1, the proponent shall carry out data acquisition and investigations for the purpose of validation of air dispersion model predictions of ground level concentrations in the Environmental Review and Management Program (May 2005) and associated documents, to the requirements of the Minister for the Environment, on advice of the Environmental Protection Authority.	Undertake and report to the Minister for Environment all data acquisition and investigations outlined in 9-1 (1 to 6). The data acquisition and investigation shall include: 1. twelve months of meteorological data from an escarpment meteorological station; 2. twelve months of vertical profile temperature and wind velocity measurements using methods acceptable to the DEC; 3. twelve months of meteorological data (wind speed, direction and temperature) from up to two additional meteorological stations located on the coastal plain, using methods and at locations acceptable to the DEC; 4. investigation into the validity of the building wake dispersion scheme used in the air dispersion model, by a suitably qualified modeller. 5. investigation into the validity of	Provision of: 12 months of meteorological data from escarpment met station 12 months of vertical profile temperature & wind velocity measurements 12 months of meteorological data from up to 2 additional stations located on the coastal plain Investigation into building wake dispersion scheme Investigation into validity of modeled plume rise behaviour. 12 months of base case emission rate data for Liquor burner, calciner, 25A tank vent, 35A tank vent, 35J tank vent and cooling tower sources. Revised emission rates	Min for Env	EPA	Pre-Construction		Condition not triggered during reporting period.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			<p>modelled multiflue plume rise behaviour, in light of recent findings reported in literature, by a suitably qualified modeller;</p> <p>6. twelve additional months of base case emission rate data for key sources;</p> <p>7. any revised emission rates from the Detailed Design Report referred to in condition 8.1.</p> <p>NOTE: the "key sources" referred are the liquor burner, calciners, 25A tank vents, 35A tanks, 35J tanks and cooling towers.</p>	from detailed design report to be documented.					
728:M9.2	Air Dispersion Model Validation	The proponent shall make use of the results of the data acquisition and investigations, referred to in condition 9-1, to: 1. validate the performance of the dispersion model; and" 2. provide detail on whether ground level concentrations achieve the predictions presented in the Environmental Review and Management Program (May 2005) and associated documents, both in the near field and the far field, up to ten kilometers from the multiflue stacks; This work shall be carried out to the requirements of the Minister for Environment on advice from the Department of Environment and Conservation.	<p>Validate the air dispersion model through incorporation of data obtained through M9.1</p> <p>Provide detail on whether ground level concentrations reasonably achieve the predictions presented in the Environmental Review and Management Program (May 2005) and associated documents, both in the near field and the far field, up to ten kilometres from the multiflue stacks.</p>	Modelling report	Min for Env	DEC	Pre-Construction		Condition not triggered during reporting period.
728:M9.3	Air Dispersion Model Validation	In the case that the validation of the dispersion modelling, referred to in 'condition 9-2, does not reasonably demonstrate that ground level concentrations similar to that predicted in the Environmental Review and Management Program (May 2005) and associated documents will be achieved, the proponent shall make revisions to the detailed engineering design and repeat the air dispersion modelling until reasonable achievement is demonstrated.	Review the detailed engineering design and repeat modelling until reasonable achievement with GLC's predicted in ERMP (2005) is demonstrated.	Modelling report	Min for Env		Pre-Construction		Condition not triggered during reporting period.
728:M9.4	Air Dispersion Model Validation	Notwithstanding the requirements of conditions 9-1, 9-2 and 9-3, the proponent may implement individual works of this proposal, as described in schedule 1 of this statement, subject to the requirements of a Works Approval and Licence under Part 'V' of the Environmental Protection Act 1986, on the proviso that the individual works: (1) have effect in reducing or offsetting emissions from the existing refinery, where possible; and (ii) do not significantly increase the production capacity of the refinery.	<p>Submit a Works Approval Application for implementation of individual works that shows that the individual works.</p> <p>1. have effect in reducing or offsetting emissions for the existing refinery, where possible;</p> <p>2. do not significantly increase the production capacity of the refinery.</p>	Technical information to be submitted with the Works Approval Application if individual works are implemented.	Min for Env		Construction		A Works Approval application for the recommissioning of the oxalate kiln, in accordance with this requirement, was originally submitted to the DEC in January 2006. The project was approved in December 2009.
728:M10.1	Operational Performance Verification	Prior to submitting a Works Approval application (under Part V of the 'Environmental Protection Act 1986) for works included in the revised proposal, as documented and described in Schedule 1, the proponent shall prepare and submit a revised Air Quality' Management Plan to the satisfaction of, the Minister for the Environment on advice from the Environmental Protection Authority,	<p>Prepare and submit a revised Air Quality Management Plan that includes.</p> <p>1. an Emissions and Ambient Air Quality Monitoring Programme for performance verification monitoring, that addresses Point Source Emissions (for the key emission sources, refer to Condition 9-1), Diffuse Source</p>	Air Quality Management Plan available.	Min for Env	EPA	Pre-Construction	Prior to submitting a Works Approval application	Condition not triggered during reporting period.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			<p>Emissions and Ambient Air Quality, including where practicable and appropriate, continuous monitoring;</p> <p>2. management procedures with the objective of achieving the design emission targets referred to in Condition 8-1 under stable operating conditions and minimising emissions during unstable operating conditions such as during start up, shut down and equipment failure as referred to in Condition 8-2; and</p> <p>3. a program for independent audit and review of the results of monitoring undertaken in accordance with the Air Quality Management Plan.</p>						
728:M10.2	Operational Performance Verification	The Air Quality Management Plan referred to in condition 10-1 shall be subject to independent peer review (refer to Procedure 1).	Air Quality Management Plan to be reviewed by the IDRT (Refer to Procedure 1)	Provide Air quality Management Plan to IDRT for review.	Min for Env		Pre-Construction		Condition not triggered during reporting period.
728:M10.3	Operational Performance Verification	The proponent shall implement the Air Quality Management Plan referred to in condition 10-1 throughout the commissioning and operational phase of the expanded Refinery to the requirements of the Minister for the Environment on advice of the Environmental Protection Authority.	Implement the Air Quality Management Plan as approved in M10.1.	CR, Implement the Air Quality Management Plan	Min for Env	EPA	Operation		Condition not triggered during reporting period.
728:M10.4	Operational Performance Verification	The proponent shall make the Air Quality Management Plan referred to in condition 10-1 publicly available to the requirements of the Minister for the Environment on advice front the Environmental Protection Authority.	Air Quality Management Plan is made publicly available on the Alcoa website and copies provided on request.	CR, Air Quality Management Plan published on the Alcoa website and copies made available upon request	Min for Env	EPA	Pre-Construction		Condition not triggered during reporting period.
728:M10.5	Operational Performance Verification	In the case that the performance monitoring referred to in condition 10-1 indicates that the design emission targets referred to in conditions 8-1 and 8-2 and the management procedures referred to in condition 10-1 are not being reasonably achieved, the proponent shall make revision to the operational procedures and/or engineering design to ensure compliance with the design emission targets.	If performance monitoring indicates that the design emission targets referred to in Conditions 8-1 and 8-2 and the management procedures referred to in Condition 10-1 are not being reasonably achieved review performance monitoring to see if design emission target are reasonably achieved. If not, revise operational and/or engineering design.	CR	Min for Env		Operation		Condition not triggered during reporting period.
728:M10.6	Operational Performance Verification	The proponent shall regularly review and, where appropriate, employ adaptive management practices to facilitate continuous improvement in key source emissions management at the refinery in line with current best practice management. Note: It is expected that the outcomes of condition 10-6 will be implemented through Part V of the Environmental Protection Act 1986.	Review management practices for key emission source to determine if in line with best practice management.	Where appropriate, table of continuous improvement activities to be included in the Triennial Environmental Review	Min for Env		Operation		Condition not triggered during reporting period.
728:M10.7	Operational Performance Verification	Notwithstanding the requirements of conditions 10-1, 10-2, 10-3, .10-4, 10-5 and 10-6 the proponent may implement individual works of this proposal, as described in schedule 1. of this statement; subject to the requirements of a Works	Submit a Works Approval Application if individual works of the proposal need to be implemented that shows that the individual works.	Technical information to be submitted with the Works Approval Application if individual	Min for Env		Overall		A Works Approval application for the recommissioning of the oxalate kiln, in accordance with this requirement, was originally submitted to the DEC in January 2006. The project was



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
		Approval and Licence under Part V of the Environmental Protection Act 1986, on the proviso that the individual works: (i) have effect in reducing or offsetting emissions from the existing refinery, where possible; and (ii) do not significantly increase the production capacity of the refinery.	<ol style="list-style-type: none"> have effect in reducing or offsetting emissions for the existing refinery, where possible; do not significantly increase the production capacity of the refinery. 	works are implemented.					approved in December 2009.
728:M11.1	Noise.	Prior to issue of any Works Approval (under Part V of the Environmental Protection Act, 1986) for works included in the revised proposal, as documented and described in Schedule I, the proponent shall revise the Noise Management Plan submitted in Section 10 of the Wagerup Refinery Unit Three Expansion ERMP (May 2005) to provide detail on all reasonable and practicable measures to control noise emissions incorporated in design and construction of the expansion works, to the requirements of the Minister for the Environment on advice of the Environmental Protection Authority.	<p>Prepare and submit a revised Noise Management Plan (NMP)</p> <p>The Plan shall include details of:</p> <ol style="list-style-type: none"> all significant noise sources, options considered for noise control, noise control measures proposed to be adopted and design target Sound Power Levels; acoustic modelling of noise emission levels in the surrounding environment utilising the design target Sound Power Levels; procedures for verifying that the design target Sound Power Levels have been achieved and total noise emissions from the works meet those predicted in the acoustic modelling undertaken in respect of 2; procedures for approval of noise emissions during construction and commissioning under noise regulation 13; and parties engaged in the design, acoustic modelling and noise verification. 	Revised Noise Management Plan	Min for Env	EPA	Pre-Construction		Condition not triggered during reporting period.
728:M11.2	Noise.	The proponent shall make the Noise Management Plan required by condition 11-1 publicly available to the requirements of the Minister for the Environment on advice from the Environmental Protection Authority following approval of the report required by condition 11-1.	Noise Management Plan is publicly available on the Alcoa website.	CR, Revised Noise Management Plan to be published on the Alcoa website and copies made available upon request	Min for Env	EPA	Pre-Construction		Condition not triggered during reporting period.
728:M11.3	Noise.	The proponent shall implement the Noise Management Plan required under condition 11-1 to the requirements of the Minister for the Environment on advice from the Environmental Protection Authority.	Implement the actions and monitoring identified in the NMP throughout commissioning and operation of the expanded Refinery.	CR Noise Management Plan implemented	Min for Env	EPA	Overall		Condition not triggered during reporting period.
728:M11.4	Noise.	Notwithstanding the requirements of conditions 11-1, 11-2 and 11-3, the proponent may implement individual works of this proposal, as described in schedule 1 of this statement, subject to the requirements of a Works Approval and Licence under Part V of the Environmental Protection Act 1986, on the proviso that the individual works: (i) have effect in reducing or offsetting emissions from the existing refinery, where possible; and (ii) do not significantly increase the production capacity of the refinery.	<p>Submit a Works Approval Application if individual works of the proposal need to be implemented that shows that the individual works.</p> <ol style="list-style-type: none"> have effect in reducing or offsetting emissions for the existing refinery, where possible; do not significantly increase the production capacity of the refinery. 	Technical information to be submitted with the Works Approval Application if individual works are implemented.	Min for Env		Overall		A Works Approval application for the recommissioning of the oxalate kiln, in accordance with this requirement, was originally submitted to the DEC in January 2006. The project was approved in December 2009.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
728:M12.1	Water Use	Prior to the commencement of construction, the proponent shall prepare a Water Use Management Plan to the requirements of the Minister for the Environment on the advice of the Environmental Protection Authority. The Water Use Management Plan shall describe the water use minimisation and re-use practices that will be employed so as to achieve the minimum practicable water use at the refinery.	Prepare and submit a Water Use Management Plan. The Water Use Management Plan shall describe the water use minimisation and re-use practices that will be employed so as to achieve the minimum practicable water use at the refinery.	Water Use Management Plan.	Min for Env		Pre-construction	Prior to the commencement of construction	Condition not triggered during reporting period.
728:M12.2	Water Use	The proponent shall implement and comply with the Water Use Management Plan referred to in condition 12-1.	Implement the actions and practices identified in the Water Use Management Plan.	CR, Water management practices implemented	Min for Env		Overall		Condition not triggered during reporting period.
728:M12.3	Water Use	The proponent shall make the Water Use Management Plan referred to in condition 12-1 publicly available.	Water Use Management Plan publicly available on Alcoa website.	Water Use Management Plan published on the Alcoa website and copies made available upon request	Min for Env		Construction		Condition not triggered during reporting period.
728:M13.1	Residue Disposal Areas	Prior to the commencement of construction, the proponent shall revise the Long Term Residue Management Strategy, which addresses the potential impacts of emissions from the Residue Disposal Areas, in particular the management of emissions and protection of groundwater, in consultation with the Residue Planning Liaison Group, to the requirements of the Minister for the Environment on advice from the Environmental Protection Authority.	Review the LTRMS in consultation with the RPLG & community stakeholders. The LTRMS shall address the potential impacts of emissions from the Residue Disposal Areas, in particular the management of emissions and protection of groundwater, in consultation with the RPLG	Revised Long Term Residue Management Strategy	Min for Env	EPA	Pre-construction	Prior to the commencement of construction	The LTRMS was updated in 2007 as part of a scheduled review process, in consultation with RPLG and community stakeholders. It was finalised in April 2008 and distributed to RPLG members. The LTRMS is reviewed every five years.
728:M13.2	Residue Disposal Areas	The revised Long Term Residue Management Strategy referred to in condition 13-1 shall be subject to an independent peer review to ensure that the monitoring and management is undertaken in accordance with international best practice. Note I: During the development of the Long Term Residue Management Strategy, the proponent must consult with community and stakeholders.	Independent review of the LTRMS to review monitoring & management against best practice.	LTRMS provided for independent peer review.	Min for Env		Pre-construction		The LTRMS was updated in 2007 as part of a scheduled review process, in consultation with RPLG (representing the independent peer review process) and community stakeholders. It was finalised in April 2008 and distributed to RPLG members. The LTRMS is reviewed every five years.
728:M13.3	Residue Disposal Areas	The proponent shall make the Long Term Residue Management Strategy required by condition 13-1 publicly available.	LTRMS publicly available	CR, LTRMS is published on the Alcoa website and copies made available upon request	Min for Env		Construction		The LTRMS is published on the Alcoa website: (http://www.alcoa.com/australia/en/pdf/LTRMS_WG.pdf)
728:M13.4	Residue Disposal Areas	The proponent shall implement the Long Term Residue Management Strategy required under condition 13-1.	Implement the actions and practices identified in the LTRMS.	CR, LTRMS implemented	Min for Env		Overall		The LTRMS has been implemented and relevant aspects are built into residue operations.
728:M14.1	Transport Related Noise	The proponent shall demonstrate participation in a detailed review (refer Note 2) of logistical aspects of the rail transport activities associated with its operations to ensure that these activities are managed in a manner which minimises impacts on residential amenity.	Participate in the Inter-agency Working group – Rail noise impacts (co-ordinated by DMP) of the logistical aspects of rail transport associated with the refinery operations. NOTE DMP responsible for establishing the inter-agency working group within 12 months following this statement. Refer to procedure 2	CR, Attendance/participation in working group	Min for Env		Overall		Participation in an Interagency Working Group commenced in October 2007, with the provision of information requested by the then DoIR. Alcoa is not aware of any further progress being made since that time.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
728:M15.1	Community Consultation – Mining Plans	Report the results of consultation with the affected local government authorities in the preparation of mining plans.	Consult with affected local government when preparing mining plans and report results to the MMPLG: - detail consultation - feedback received - and action taken	CR, Consultation summarised in annual Mining and Management Program submissions to the MMPLG	MMPLG		Operation		The annual Mining and Management Program submission to the MMPLG contains a section summarizing consultation with affected local government authorities.
728:M15.2	Community Consultation - Mining	Consult with residents of private properties whose amenity (dust, noise, vibration, visual) or hydrology are likely to be affected by the mining operations, and report the results to the MMPLG.	Consult with those residents within the predicted 35 dB(A) noise contour (worst case) for the mining operations and any refinery expansion in the first instance and report results to MMPLG. - detail consultation - feedback received - and action taken	CR, Consultation summarised in annual Mining and Management Program submissions to the MMPLG	MMPLG		Operations Annually		The annual Mining and Management Program submission to the MMPLG contains a section summarizing consultation with potentially impacted neighbours.
728:M16.1	Long-term Bauxite Residue Management – Closure Strategy Review	Revise the “closure strategy” for the residue storage areas at Wagerup, in consultation with the RPLG and submit to Minister for approval.	Review and revise the LTRMS with the RPLG. The LTRMS shall be submitted to the RPLG for approval and submission to the Minister for Environment through the Minister that administers the Alumina Refinery (Wagerup) Agreement Act 1978	CR, Closure Strategy included in LTRMS	Min for Env on advice of EPA		Operation		The residue closure strategy is reviewed as part of the LTRMS, which was finalised in January 2008.
728:M16.2	Long-term Bauxite Residue Management – closure strategy implementation	Implement the Bauxite Residue “closure strategy”	Implement the actions detailed within the closure strategy.	CR, Closure Strategy implemented	Min for Env on advice of Minister responsible for administering the Alumina Refinery (Wagerup) Agreement and Acts 1978		Closure		Condition not triggered during reporting period.
728:M17.1	Social Impacts – Local Government Liaison	Maintain formal liaison and monitoring processes at appropriate times with the Shire of Waroona and the Shire of Harvey.	Formal liaison with the Shires of Waroona and Harvey where appropriate.	CR, Consultation summarised in Annual Environmental Review.	Min for Env		Overall		During this reporting period formal liaison and monitoring processes have included: <ul style="list-style-type: none"> ▪ Attendance at Council meetings when required ▪ Briefings and one-on-one discussions with Shire Officers including the Chief Executive Officers, Shire Planners and Shire Environmental Health Officers ▪ Shire representation at the Wagerup Tripartite Group meetings convened by the



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
									DEC
728:M17.2	Social Impacts – Local government Liaison Reporting Requirements	Provide details on formal liaison and monitoring processes with the Shire of Waroona and the Shire of Harvey.	Provide detail on formal liaison with Shire of Waroona & Shire of Harvey in annual report of environmental research and operations	CR, Consultation summarised in Annual Environmental Review.	Min for Env		Overall		During this reporting period formal liaison and monitoring processes have included: <ul style="list-style-type: none"> Attendance at Council meetings when required Briefings and one-on-one discussions with Shire Officers including the Chief Executive Officers, Shire Planners and Shire Environmental Health Officers Shire representation at the Wagerup Tripartite Group meetings convened by the DEC
728:N1	Independent Design Review Team	The Department of Environment and Conservation, in consultation with the proponent, will establish an Independent Design Review Team (IDRT) including specialists in design, construction, commissioning and monitoring of large industrial plants and pollution control equipment. The IDRT shall also seek specialist input from international experts where required. The IDRT will review the engineering design details for the Wagerup Unit 3 Expansion leading to the Works Approval application to advise the Department of Environment and Conservation on whether the design meets international best practice in terms of pollution control, predicted emissions and emissions management and is reasonably likely to achieve the emissions performance levels specified in condition 8. The IDRT will also review the Air Quality Management Plan required in condition 10 to ensure that the monitoring and management is undertaken in accordance with international best practice.		Independent Design Review Team	DEC		Overall		Alcoa is not aware of any progress being made to meet this condition.
728:N2	Inter-agency Working Group Rail Noise Impacts	Within 12 months following the date of this statement, the Department of Industry and Resources, will arrange for the establishment of an inter-agency working group to further define rail noise impacts, and, identifying practicable operational measures, infrastructure improvements and residential noise amelioration measures that may be necessary to mitigate the noise impacts.	Participate in the Inter-agency Working group – Rail noise impacts (co-ordinated by DMP) of the logistical aspects of rail transport associated with the refinery operations. NOTE DMP responsible for establishing the inter-agency working group within 12 months following this statement. Refer to procedure 2	CR, Attendance/participation in working group	DMP		Design	Dependent on establishment of Inter-agency working group by DoIR	Participation in an Interagency Working Group commenced in October 2007, with the provision of information requested by the then DoIR. Alcoa is not aware of any further progress being made since that time.
728:P1	Separation Distance	Implement the Wagerup Land Management Strategy.	Continue to support and implement the Land Management Strategy (January 2002) as enhanced by correspondence with individual residents in Area A and B (letters dated 24 February 2005 and 21 April	CR, Land title documentation	Min for Env		Overall		The Land Management Strategy continued throughout the reporting period, with Alcoa purchasing properties belonging to those residents who chose to relocate and were eligible under the scheme.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			2005) or any subsequent revisions agreed in consultation with the community and relevant stakeholders.						Specific data are available upon request.
728:P2	Mining Planning and Forest Management	Prepare and submit Mining and Management programmes	<p>Prepare and submit to the State, Mining and Management programmes which will specify areas which it is proposed to mine, the method of mining and the proposed methods of rehabilitation in accordance with the procedures to be agreed between Alcoa and the State. These programmes are In addition to the 10 year mining plans to be submitted to the State under Clause 4 of the Wagerup Agreement.</p> <p>Alcoa undertakes to consult closely with the State on the preparation of these programmes and not to implement the programmes until agreement has been reached with the State or they have been determined by arbitration.</p> <p>(Refer to Procedures 3 & 4)</p>	CR, Submission of the MMP's	MMPLG		Overall		The Huntly and Willowdale Mining and Management Program was submitted to the MMPLG on 15 June 2009. Ministerial approval was obtained for the MMP on the 16 October 2009.
728:P3	Mining Planning and Forest Management	Plan and manage mining operations to minimise disturbance to biologically diverse areas fringing major rock outcrops and stream zones	<p>Plan and manage mining operations to minimise disturbance to biologically diverse areas fringing major rock outcrops and stream zones by:</p> <ul style="list-style-type: none"> ▪ Maintaining appropriate buffers between these areas and mine pit boundaries. ▪ Constructing stream crossings in a manner which facilitates their removal and rehabilitation after use, unless required for ongoing forest management or other purposes agreed with the State's MMPLG. 	<p>CR, No clearing within 50 m of rock outcrops > 1 ha.</p> <p>Adhering to the DoW stream zone buffer guidelines for best practice operators.</p> <p>Rehabilitating all stream zone crossings using best practice techniques.</p>	MMPLG		Overall		No clearing was undertaken in agreed buffer zones surrounding rock outcrops and streams. One haul road streamzone crossing planned to be rehabilitated in the 2009 season (Wuka) has been delayed.
728:P4	Mining Planning and Forest Management	Conduct biological surveys and support conservation of rare, endangered & priority species near mining operations	Continue the programme of biological surveys and support of activities contributing to the conservation of rare, endangered and priority species existing within the vicinity of its mining operations.	<p>CR, Pre-mining flora and fauna surveys will be conducted in all new crusher regions to identify rare and endangered, especially protected or priority species.</p> <p>Management techniques contained within management plans will be continuously improved to minimise impact on identified species.</p>	MMPLG		Overall		Pre-mining fauna monitoring surveys have been completed for the Larego and Myara future crusher regions. Rare and Endangered fauna management plans have been developed for the four taxa known to occur in the mineral lease (chuditch, quokka, noisy scrub bird & black cockatoos). Pre-mining flora surveys were completed for Larego in 2008 and the Myara surveys have commenced and are 60% complete. These surveys will be completed in 2013. No Rare or Threatened Australian Plants (RoTAPs) have been recorded in mining regions and identified priority species are associated with vegetation communities not disturbed by mining.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
728:P5	Water Resources	Conduct research before mining in the intermediate rainfall zone.	Bauxite mining will not take place in the eastern, lower rainfall portion of Alcoa's lease without approval by the MMPLG. Results from the trial mining and continuing hydrology research and modelling will form the basis for future approval by the MMPLG of Alcoa's plans for mining in the intermediate rainfall zone. These plans will be presented in Alcoa's annual Mining and Management Programme submission at an appropriate date.	CR, MMP submissions will contain applications for clearing in the intermediate rainfall zone. Areas in the intermediate rainfall zone will not be cleared until they are on an approved MMP.	MMPLG		Overall		The Huntly Mining and Management Programme submitted in June 2009 contained new proposed mining areas in the Intermediate Rainfall Zone (IRZ). The procedure outlined in this ministerial condition was utilized with detailed examination of the proposal being undertaken by the Bauxite Hydrology Committee. Approval was obtained for the Huntly MMP on 16 October 2009.
728:P7	Mine Rehabilitation	Monitor success of all rehabilitated Mining areas.	Monitor the success of all rehabilitated Mining areas in consultation with the DEC	CR, Completion criteria reports for rehabilitated areas are submitted to DEC annually for audit.	DEC		Overall		Completion criteria reports for 2007, 2008 and 2009 rehabilitation were submitted to the DEC in October 2009 as previously agreed.
728:P8	Forest Conservation	Utilise environmental management procedures in jarrah forest conservation areas, agreed in consultation with the MMPLG.	Alcoa will not mine the bauxite resources in the jarrah forest conservation areas agreed in consultation with the State's Reserves Review Committee and specified in the Alumina Refinery Agreement Amendment Act, No 99 of 1986, for as long as their conservation values remain.	CR, No clearing for mining will be undertaken in conservation reserves.	MMPLG		Operation		No clearing for mining in conservation areas has been proposed in existing Mining and Management Programs. A haul road crossing of the Lane Poole Reserve Conservation area was proposed and approved in the Willowdale MMP to allow access to ore adjacent to Mt Keats. This requirement arose because of the imbalance in the Orion crusher region between noise sensitive and non-noise sensitive ore. Alcoa retained the right to cross these reserves with haul roads or conveyor alignments but not mine the ore.
728:P9	Forest Conservation	Mining in the recreation zone of the Lane Poole Reserve will be undertaken in accordance with site specific environmental management procedures.	Alcoa will not mine the bauxite resources in the facilities section of the recreation zone of the Lane Poole Reserve as defined in Figure 10 of the 1994 Consultative Environmental Review. Ore extraction in the remaining areas of the recreation zone will exclude the steep slopes of the Murray River valley and will be undertaken in accordance with site-specific environmental management procedures agreed with the State's MMPLG after consultation with DEC and the Lane Poole Reserve Advisory Committee.	CR, No mining in the facilities section of the recreation zone of Lane Poole Reserve. No mining outside the defined mining limit for the Orion crusher region that excluded the steep Murray River valleys. The proposal to mine in the recreation area of Lane Poole Reserve will be assessed by the CAR Informal Reserve Evaluation Committee first as agreed by the Chairman of the EPA.	MMPLG		Operation		A submission was made in August 2007 to the CAR Informal Reserves Evaluation Committee (CARIREC, a sub-committee of the MMPLG) to clear areas for mining operations in the Lane Poole Reserve Recreation area. Advice from the Minister of Environment that the values of the Informal CAR Reserve system would not be compromised by disturbing these areas was obtained in March 2008.
728:P10	Dieback Management	Implement dieback management programme mine operations in the jarrah forest.	Implement a dieback management programme designed specifically for the mine operations in the jarrah forest. This will include the rehabilitation of dieback-affected	CR, Implement Alcoa's best practice dieback management system while continuing to identify areas for	MMPLG		Overall		The dieback management program has been implemented at Huntly and Willowdale as per procedures agreed with the DEC as part of the Alcoa/DEC Working Arrangements.



AUDIT TABLE

Proposal Implementation Monitoring Section

PROJECT: Wagerup Alumina Refinery-Production to a maximum capacity of 4.7 million tonnes per annum and associated bauxite mining

Audit Code	Subject	Action	How	Evidence	Satisfy	Advice	Phase	When	Status
			areas adjacent to mine operating areas, in accordance with procedures agreed with State agencies, and irrespective of the cause of introduction of the disease.	improvement. Dieback Forest Rehabilitation (DFR) will be undertaken in areas identified by the Associated Works and DFR steering committee that contains DEC and Alcoa representatives.					The review of these working arrangements will be finalized in the first half of 2010.
728:P11	Environmental Research	Implement ongoing research programme into all aspects of the operation that have the potential to adversely impact the environment.	Implement an ongoing research programme into all aspects of the operation that have the potential to adversely affect the environment, and into those environmental characteristics that could be adversely affected by its operations.	CR, Included in Annual Environmental Review.	MMPLG		Operation		Research programs are ongoing for residue re-use, residue management and mining rehabilitation. Details of these research programs are provided in Annual Environmental Reports.
728:P12	Environmental Research	Submit a review of research and management programme to the Department of Industry and Resources on an annual basis.	Submit a brief review of research and management programme to the Department of State Development on an annual basis. Copies will be made available to relevant State agencies and the Shire of Waroona. A more detailed review will be prepared on a triennial basis.	CR, Included in Annual Environmental Review.	DSD		Operation		An annual environmental review is submitted to DSD prior to 31 March each year, which reviews the mining research and management programme.
728:P13	Noise Monitoring	Conduct noise monitoring.	Noise monitoring undertaken for assessment purposes will be undertaken by a recognised acoustical consultant, in consultation with the DEC. Ongoing monitoring will be undertaken by Alcoa personnel, or consultants, appropriately trained in the measurement of environmental noise.	CR, Included in Annual Environmental Review.	DEC		Operation		Ongoing noise monitoring is conducted by appropriately trained personnel and acoustic consultants.
728:P14	Noise Monitoring	Report noise monitoring results.	Noise levels will be monitored periodically at designate reference points and reported in the Review of Environmental Research and Operations submitted annually to the Department of State Development, and distributed to relevant state and local government agencies.	CR Included in Annual Environmental Review.	DMP		Operation		Noise monitoring results are reported to DSD in the Annual Environmental Review submitted prior to 31 March each year. An abbreviated 20 point noise survey was completed on 19 March 2008, with the next survey due to be completed in Q2 2010.

NOTES:

1. Where a condition states "on advice of the Environmental Protection Authority", the Environmental Protection Authority will provide that advice to the Department of Environment and Conservation for the preparation of written notice to the proponent.
2. It is expected that the Environmental Protection Authority will seek advice from other agencies or organisations 'including the Department of Health, as required, in order 'to, 'provide its advice to the Department of Environment and Conservation.
3. The Minister for the Environment will determine any dispute 'between the proponent and the Environmental Protection, Authority or the Department of Environment and Conservation over the fulfillment of the requirements of the conditions.