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The next order of business was to import a dredge, which they purchased from the Walter W. Johnson Co. in Oakland, California for $156,000. But delivery (included in the cost) would not be easy. After it was built, the dredge was disassembled, crated, and loaded aboard a steamship destined for Skagway. Then it was loaded onto the White Pass railroad for transport to Whitehorse, Yukon. From there it traveled by paddlewheel steamboat on the Yukon River to Slaven’s Roadhouse at the mouth of Coal Creek. Next the men hired to build the dredge had to unload the 400 tons of steel parts using a combination of pulleys, rollers, ramps and Caterpillar tractors. And, construction could not begin until they moved the whole outfit seven miles up the creek drainage.

The industrialization of gold placer mining along the Yukon River corridor demanded tremendous ingenuity and capital investment. Before the arrival of gold dredges like the one at Coal Creek (and its twin in neighboring Woodchopper Creek) miners worked mostly with hand tools, sluice boxes, and small steam boilers for thawing permanently frozen ground. The dredges by contrast could process 3,000 cubic yards of gravel every 24 hours, making relatively poor ground pay handsomely. Weighing hundreds of tons, the mighty machines moved across the landscape by floating in a lake of their own making. As a dredge’s buckets ate away at the earth in its path, the dredge floated forward, leaving behind arc-shaped mounds of discarded rock called tailings. Today piles of tailings cover seven miles of the Coal Creek streambed.

The man who financed the Coal Creek dredge was General Alexander McRae, a wealthy Canadian investor who made a fortune in the lumber, salmon canning, and whaling industries and earned his rank in Europe during WWI. In 1933 McRae contacted Ernest Patty, who was then dean of the School of Mines in Fairbanks, and asked him to recommend potential gold mining areas. Together they examined sites across Alaska before settling on Coal Creek. Just as McRae and Patty were negotiating to buy claims from the old-timers on the creek, the price of gold rose from $20 to $35 an ounce. In short order Patty resigned his university post and became the vice-president and general manager of Gold Placers, Inc.

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The theory behind gold dredging is the same as any placer mining operation: separate sand and gravel from gold. To do this the dredge functioned like an enormous washing machine which pulled in thousands of cubic yards of gravel with its 62-unit bucket-line, tumbled and sprayed the material to segregate large rocks from finer material, and used a system of sluice boxes to allow bits of gold to be captured while...
the waste rock was discarded out the back. Using a technique that dates back hundreds of years, the dredge operators laced their sluice boxes with mercury which chemically bonds with gold and allows the tiniest particles of gold to be scooped up in a blob called an *amalgam*. By applying heat, the mercury can be removed to be used again and the gold can be melted into bars. In its first two weeks of operation the dredge brought in between sixty cents and one dollar per cubic yard of gravel and yielded $27,000 in gold. This early success convinced McRae and Patty to invest in a second, nearly identical dredge which they constructed just five miles to the west in the Woodchopper Creek drainage.

One of the challenges of placer mining on an industrial scale in northern Alaska is the need to thaw large sections of permafrost ahead of the dredge. At Coal Creek the process of thawing began with bulldozers that stripped away the trees and brush and the layer of tundra that served as an insulating blanket for the ice below. This exposed the frozen, muddy ooze called *muck* that varied in depth between 6 and 26 feet. To remove the muck, they used pressurized water from a hillside ditch to blast away a few inches each day. Once the gravel was exposed, they employed a third tactic: injecting steam into the earth with steel pipes tipped with chisel bits called *steam points*. Because producing so much steam took time and money, the miners later used normal water in the same thawing apparatus.

When the dredge was in operation it traveled for miles along the creek valley, making it necessary to construct a camp for the workers built on log skids that could periodically be moved. Today the Coal Creek mining camp has been restored by the National Park Service and includes a number of bunk-houses, a mess hall, an assaying and refining office, and machine shops. The camp, gold dredge, and many other artifacts of the industrial gold mining era are all part of Yukon-Charley Rivers National Preserve and Preserve.

For more information
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Clockwise: Coal Creek gold dredge’s Atlas diesel generator; the dredge bucket-line full of gravel (and gold); Dale Patty, son of manager Ernest Patty, operating the dredge controls; pouring molten gold from a crucible into molds to create gold bricks. Courtesy Stanton Patty Collection, UAF.