STATE OF NEW MEXICO BEFORE THE WATER QUALITY CONTROL COMMISSION

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IN THE MATTER OF PROPOSED AMENDMENTS TO GROUND AND SURFACE WATER PROTECTION REGULATIONS, 20.6.2 NMAC

No. WQCC 17-03 (R)

REBUTTAL TESTIMONY OF ROBERT S. BEERS LOS ALAMOS NATIONAL SECURITY, LLC.

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1		I. <u>WITNESS BACKGROUND AND QUALIFICATIONS</u>
2	Q.	Please state your name and business address.
3	A.	My name is Robert S. Beers. My business address is Los Alamos National Laboratory,
4		Mail Stop K490, Los Alamos, New Mexico 87545.
5	Q.	On whose behalf are you submitting rebuttal testimony?
6	A.	I am submitting this rebuttal testimony on behalf of Los Alamos National Security, LLC
7		("LANS").
8	Q.	Have you provided previous testimony in this case?
9	A.	Yes, I provided direct testimony, which includes a summary of my qualifications and
10		experience; an explanation of my duties and responsibilities in my current position; and
11		discussion of LANS' proposed changes. That testimony was submitted with LANS'
12		Notice of Intent to Present Technical Testimony, filed on September 11, 2017.
13		II. PURPOSE OF TESTIMONY
14	Q.	Please describe the purpose of this rebuttal testimony?
15	A.	I am responding to the direct testimony submitted by NMED and other parties to this
16		proceeding relating to NMED's proposed amendments to 20.6.2 NMAC and additional
17		changes submitted by the other parties. Specifically, I will address and rebut (1)
18		comments and proposals related to the addition of a definition of and process for
19		discharge permit amendments, and (2) comments and proposals related to toxic
20		pollutants.
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III. DISCHARGE PERMIT AMENDMENT

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2 Why is it necessary for the WOCC to provide an opportunity to amend a previously Q. issued discharge permit? 3 Discharge permit applications are generally submitted prior to beginning construction and 4 A. operation of a source and are usually based on anticipated water quality and engineering 5 judgment, including expected pollutant removal efficiencies. During operation, changes 6 7 in conditions and operational experience may necessitate changes to equipment, processes, or other facility components identified in a discharge permit that will have 8 little or no impact on the discharge or the affected ground water. Permittees should be 9 afforded the flexibility to make these changes in a timely manner without going through 10 the lengthy and involved permit modification process. Based on current experience, 11 12 permit modifications may take nine to twelve months to complete. That delay and the cost involved in procuring a modification are unnecessary and inconsistent with the 13 insignificant impact of the above described minor changes to a discharge permit. 14 Have you reviewed NMED's proposed amendment to 20.6.2.7 NMAC to add a 15 Q. definition for the term "discharge permit amendment" and proposed changes to 16 20.6.2.3106 NMAC and 20.6.2.3109 NMAC establishing procedures for processing 17 discharge permit amendments? 18 Yes. I have reviewed the proposed language in NMED's Petition to Amend the Ground 19 A. and Surface Water Protection Regulations filed May 1, 2017, and NMED's Notice of 20 Amended Petition, filed July 27, 2017, as well as NMED's Statement of Reasons for the 21 proposed amendments. I have also reviewed the written direct testimony of NMED's 22

1		witness, Kurt Vollbrecht, addressing NMED's proposal to add a definition and
2		procedures for "discharge permit amendments."
3	Q.	Can you please summarize your understanding of NMED's proposal?
4	A.	NMED's proposal provides a defined process to permittees and the public for requested
5		amendments to existing permits that do not meet the regulatory definition of a "permit
6		modification." Under the proposed process, permittees will be timely authorized to make
7		changes at facilities that do not substantially effect the permitted discharge. The
8		Department is required to make a decision on an amendment within 30 days from receipt
9		of such request. See NMED's proposed 20.6.3109.B(1) NMAC. After the Department
10		renders its decision, interested members of the public are provided with notice of
11		amendment approvals or denials and have the opportunity to appeal those decisions. See
12		NMED's proposed 20.6.3.3109.C and 20.6.3.3112.A NMAC.
13	Q	Are the types of amendments that would constitute "permit amendments" under
14		NMED's proposal currently processed as permit modifications?
15	A.	No. As expressed in Mr. Vollbrecht's direct testimony, NMED Exhibit 13, the regulatory
16		definition of "discharge permit modification" does not encompass all permit changes at a
17		facility. It does not encompass changes that do not result in "significant" changes to the
18		quantity, quality, or location of the discharge. However, without a definition of
19		"significant" NMED is left to determine whether a requested change will have a
20		significant impact and thus necessitate the full public process of a permit modification.
21		Without an established formal process, NMED has adopted an informal practice
22		of issuing discharge amendments for these excluded types of changes that NMED
23		determines do not arise to a "significant impact". NMED's proposal to add process for

	requests for "discharge permit amendments" will in effect formalizes the NMED's
	longstanding practice, striking a reasonable balance between facility flexibility and the
	public's notice and the ability to challenge the department's determination on an
	amendment request. LANS believes that this proposed formal, defined process will be
	beneficial to both permittees and the public. Accordingly, LANS recommends that the
	WQCC adopt NMED's proposed language providing for amendments to ground water
	discharge permits.
Q.	Can you provide examples of requested changes to discharge permits LANS has
	submitted to NMED that would have benefitted from this proposed process and
	would not have been subject to the definition and process for "permit
	modifications?"
A.	Based on my review, LANS has requested changes to discharge permits that did not meet
	the definition of a "discharge permit modification," on four occasions, each explained in
	more detail below. Consistent with the examples provided in Mr. Vollbrecht's testimony,
	these requested amendments to LANS permits were not requests for a "discharge permit
	modification" as defined under 20.6.2.7.P NMAC because they did not involve "a change
	in the location of the discharge, a significant increase in the quantity of a discharge, [or] a
	significant change in the quality of the discharge."
	The specific permits amendments LANL requested and were granted are as follows:
	(i) A November 2016 change to DP-1589. DP-1589 authorizes discharge of
	domestic wastewater to eleven septic tank-disposal systems throughout the facility and
	specifies the buildings serviced by each system. The change eliminated two buildings
	erroneously identified in the permit as being serviced by tank TA-33-0375;

1		(ii) A March 2017 change to DP-1589. The change removed three septic
2		tank-disposal systems that were taken out of service;
3		(iii) An August 2017 change to DP-1589. The change revised Condition 10 of
4		the permit, which specified periodic inspections of the septic tanks and the criteria for
5		accumulated scum and solids requiring pumping the units. The revised condition
6		requires all septic tanks to be pumped annually to remove the accumulated scum and
7		solids; and
8		(iv), A July 2017 change to DP-1835. DP-1835 authorized the discharge of up
9		to 648,000 gallons per day of treated contaminated ground water from three extraction
10		wells as part of a plume control interim measure. The extracted ground water is treated
11		and then injected through six permitted Class V Underground Injection Control Wells.
12		The amendment eliminated the permit limit on the number of wells from which ground
13		water may be extracted. This permit change did not result in a change to the location,
14		quantity or quality of the permitted discharge.
15	Q.	Why in these examples would it have been problematic to provide the same process
16		that would have been required had the request been considered a permit
17		modification?
18	A.	Processing minor changes to discharge permits as permit modifications would likely be
19		impracticable for permittees or NMED. Processing these changes as discharge permit
20		modifications would require satisfaction of all public notice and participation
21		requirements contained in 20.6.2.3108 NMAC. Under those provisions, the permittee
22		must provide notice of its proposed modification by mail, posting signs and publication in
23		a newspaper of general circulation. The Department similarly must provide notice by

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written and electronic mail and by publication on its website. If the modification request is approved, then NMED must again provide notice, open a period for public comment and provide an opportunity for a public hearing.

Operational decisions often may result in changes being made to equipment, processes or other facility components identified in a discharge permit, but that have no effect on the quantity or quality of the discharge. Facility operators should be afforded the flexibility to make these changes in a timely manner without going through the lengthy and involved permit modification process, and possible curtailment or cessation of operations. In the same vein, if NMED were to implement the modification process for all changes to permits across the state, regardless of the effect on the discharge, the increased workload would likely cause significant additional permitting delays.

Q. What is your position on NMED's proposed amendment procedure?

LANS supports NMED's proposal to provide for a codified amendment procedure to allow for changes to ground water discharge permits that do not substantially change the location of a discharge, increase the volume of a discharge beyond a prescribed amount, increase an effluent limit or introduce a new water contaminant. LANS views the proposed procedure as adoption of a tiered process similar to those contained in numerous other environmental permitting regimes. A tiered permit process allows timely administrative processing of relatively minor changes that have no impact to the ground water resource and, for proposed changes that may substantially impact the discharge, provides for full review, including public notice and comment and the opportunity for a hearing.

1	Q.	Have you reviewed the modifications to the proposed definition of discharge permit
2		amendment and process for applying that definition submitted by other parities to
3		this proceeding?
4	A.	Yes, I have reviewed the proposed language and respective written direct testimony
5		related to that amendment.
6	Q.	What is your opinion on the alternative language proposed by Amigos Bravos and
7		GRIP?
8	A.	Amigos Bravos (AB) and GRIP propose alternative permit amendment language in their
9		Statement of Position on the [NMED] Petition to Amend the Ground and Surface Water
10		Protection Regulations (20.6.2 NMAC) with Statement of Reasons and Proposed
11		Changes (AB / GRIP Statement of Position). LANS opposes adoption of this language.
12		Specifically, LANS is opposed to the following AB and GRIP proposals:
13		• "Option 1," proposed at page 6 of their Statement of Position to adopt the
14		language of 40 CFR §122.63, which governs minor modifications to EPA
15		issued NPDES permits.
16		• The proposal at pages 16-18 of the AB / GRIP Statement of Position
17		changing 20.6.2.3109 NMAC to make all of the notice, public comment
18		and opportunity for hearing requirements that currently apply to permit
19		applications and modifications applicable to a request for a permit
20		amendment.
21		In my opinion, this proposed language will not provide operators with sufficient
22		flexibility in making minor changes to permits, which defeats the purpose of adopting a
23		discharge permit amendment process. Modern ground water discharge permits have

become highly detailed, and typically include references to specific equipment and descriptions of processes located upstream from the discharge. This level of detail is why Option 1 is too narrow and unsuitable for New Mexico's ground water permitting program.

For example, under AB and GRIP's language, only certain clerical changes, increased monitoring, the elimination of outfalls and other limited activities may be accomplished through an amendment. The language mirrors the minor permit modification provision contained in the federal NPDES permitting regulations. However, NPDES permits do not contain the comprehensive and substantial information or conditions related to upstream processes and equipment. Accordingly, facility changes that do not affect the discharge generally may be undertaken without the need for agency oversight or a permit modification. Thus, this procedure proposed by AB and GRIP would be ill-suited for NMED's detailed discharge permits.

For example, LANL's DP-1835 authorizes discharges from a system of six injection wells that support work on a ground water contamination plume. The permit also specifically identified three wells from which ground water may be extracted (these wells are named CrEX-1, -2 and -3). Extracted water is treated to below ground water standards and then discharged through the injection wells. As project planning evolved, it became apparent that ground water extracted from the same aquifer, but from wells other than the three identified wells, might need to be treated and injected through the permitted injection wells to effectuate project objectives. Though the permitted location, quantity, and quality of the discharge remained the same, the permit was changed so that water from sources other than CrEX-1, -2 and -3 can be treated and injected. This change

did not meet the WQCC's definition of discharge permit modification, but did require a change to the language of the permit. NMED's proposed amendment procedure would give the Department, the permittee and the public a defined process for these types of minor changes.

LANS also disagrees with the proposal to make notice, comment, and hearing procedures applicable to permit amendments. AB / GRIP Statement of Position, Pages 16-18. Adoption of this language would subject the amendment procedure, which is designed to facilitate minor, non-substantive permit changes, to all of the procedural requirements applicable to permit applications and modifications. This would simply equate amendments with applications and modifications, thereby rendering the amendment procedure superfluous.

NMED's proposal strikes a superior balance by requiring that notice of a request for an amendment be provided to persons who have expressed interest in a facility by signing up to a facility-specific list. This language requires notice to interested persons, but still allows the Department and the permittee to make timely minor permit changes. Importantly, decisions on amendments may be appealed to the WQCC. This proposal makes the level of process proportionate to the minor nature of permit amendments.

Finally, LANS opposes language in the AB / GRIP Statement of Position that proposes a once per year limitation on permit amendments. AB / GRIP Statement of Position, Page 12. Because amendments by definition do not result in a change to the location of a discharge, increase any effluent limit, add any new contaminants to the effluent or substantially increase the volume of the discharge, there is no rational basis for arbitrarily limiting amendments to once per year.

1	Q.	Do you have comments in support or opposition of any of the other proposals
2		pertaining to the definition of discharge permit amendments?
3	A.	I do not have comments on any other proposal.
4		IV. <u>TOXIC POLLUTANTS</u>
5	Q.	Have you reviewed NMED's proposed amendment to 20.6.2.3103(a)(2) NMAC to
6		add a narrative standard for toxic pollutants?
7	A.	Yes. I have reviewed NMED's proposed language and statement of bases. I have also
8		reviewed the direct written testimony of Dennis McQuillan, addressing this proposal.
9		NMED's proposal incorporates changes proposed by LANS during the public outreach
10		phase of this proceeding to clarify how toxic pollutants are addressed under the discharge
11		permit program. The current definition identifies those pollutants that are treated as toxic
12		pollutants and specifies, in narrative form, the level of those pollutants in groundwater
13		that are allowed. In effect, the current definition establishes a narrative standard for those
14		pollutants. NMED's proposal makes it clear that the narrative criteria in the definition
15		are narrative groundwater standards and identifies all of the standards in one location.
16	Q.	Have you reviewed the testimony of other parties related to NMED's proposed
17		amendment?
18	A.	Yes.
19	Q.	Has that testimony changed LANS support of the NMED proposal?
20	A.	No. LANS continues to support the proposal. However, LANS agrees with the Air
21		Force that it would be beneficial to add a more defined process for deciding acceptable
22		levels of a toxic pollutant. LANS is committed to work with NMED on the development
23		of such a process.

1		V. OTHER AMENDMENTS
2	Q.	Have you reviewed the direct testimony of the other parties to this proceeding?
3	A.	Yes.
4	Q.	Has that testimony changed LANS' position on the NMED's proposed
5		amendments?
6	A.	No. LANS' position on the NMED proposed amendments has not changed from its
7		position submitted in its Corrected Statement of Position on the Amendments Proposed
8		by the New Mexico Environment Department, filed August 7, 2017.
9		CONCLUSION
10	Q.	DOES THIS CONCLUDE YOUR REBUTTAL TESTIMONY?
11	A.	Yes.