

Sarah Seitz Colstrip Environmental Project Officer Waste Management & Remediation Division



Agenda

- Introductions
- Background/AOC Overview
- Update on Progress
 - Plant Site
 - Units 1&2 Remedy
 - Units 3&4 Remedy
 - Presentation by Talen MT
 - Dry Disposal
 - Wastewater Treatment Upgrades
- Water Feasibility Study
- Units 1&2 Ponds Settlement Agreement Discussion
- What's Next & Public Participation in Future
- Questions/Comments



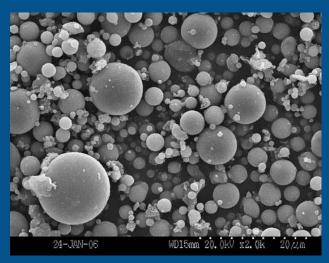


INTRODUCTIONS

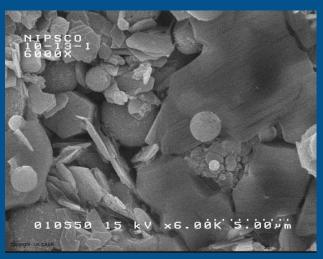
- Sarah Seitz Colstrip SES Environmental Project Officer, <u>sarah.seitz@mt.gov</u>
- Katie Morris Cleanup, Protection & Redevelopment Section Supervisor katie.morris@mt.gov
- Kevin Stone DEQ/Project Public Information Officer, <u>kevin.stone@mt.gov</u>

What is Coal Ash?

- Coal Ash = Coal Combustion Residual (CCR)
 - Byproduct of burned coal
 - May contain traces of contaminants, typically metals naturally present in the coal
 - Regulated by Federal CCR Rule



Fly ash (magnified 2000x)



Bottom ash (magnified 6000x)





Constituents of Concern or Interest (COCs or COIs)

- Colstrip Coal Ash AOC/CCR Rule
 - CCR Appendix III:
 - Boron, Sulfate
 - CCR Appendix IV:
 - Cobalt, Lithium, Selenium,
 Molybdenum (Plant Site)
 - Other Potential Constituents (COIs):
 - Manganese



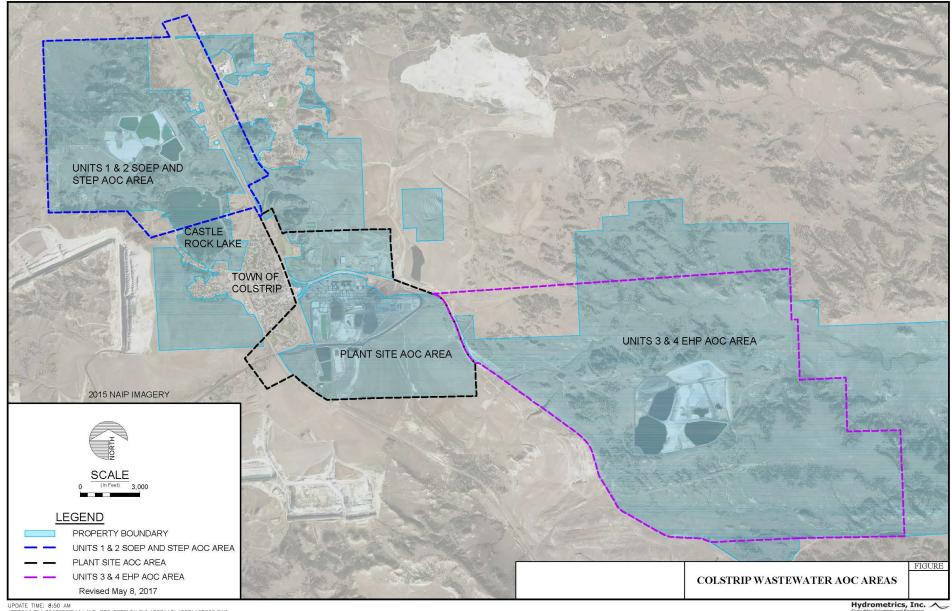




Administrative Order on Consent (AOC)

- Addresses groundwater contamination from coal ash disposal ponds
- Divides site into 3 areas:
 - Plant Site
 - Units 1&2 Evaporation Ponds
 - Units 3&4 Effluent Holding Ponds





AOC Process

Site Characterization Report (describes the current condition of each area)

Cleanup Criteria & Risk Assessment Report (identifies constituents of interest, risk for exposure to contaminants, and cleanup criteria for contaminants)

Remedy Evaluation Report (evaluates remediation alternatives)

DEQ selects remedy



DEQ selects remedy

Remedial Design/Remedial Action Work Plan (implementing selected remedy)

Final Remedial Action Report (describes completed remedy)

Facility Closure Plan (long-term maintenance and monitoring)

AOC Status

Report Name	Plant Site	Units 1&2	Units 3&4
Site Characterization Report	√	√	✓
Background Screening Level Report			✓
Cleanup Criteria & Risk Assessment Report	√	✓	✓
Remedy Evaluation Report	\checkmark	\checkmark	✓
Remedial Design/Remedial Action Report	√		✓
Final Remedial Action Report	*		
Closure Plans	√	√ *	✓

AOC Financial Assurance

Colstrip Owners	Financial Assurance (FA) Provided as of 12/01/2020 ¹
Talen ²	\$58.7 million
Puget Sound Energy ²	\$71.7 million
Northwestern Energy	\$19.5 million
Portland General Electric	\$26.0 million
Avista	\$19.5 million
PacifiCorp	\$13.0 million
Total	\$208.3 million

^{1:} DEQ revisits and reviews FA annually

^{2:} Includes \$21.6M from Talen and \$21.6M from Puget Sound toward Units 1&2 Remedy/Closure



- MCA §75-8-101 through 109 (2017 Legislative Session)
- Requires Colstrip owners to submit a remediation plan within 90 days of shutdown
- The purpose of this plan was to provide remediation information for items not covered under the AOC – primarily in operations areas

- Due to safety and other considerations related to operation of Units 3&4, demolition and removal will be deferred until after Units 3&4 are retired
- Periodic inspections
- Future use of land = industrial (primarily)
- Remediation measures will comply with 75-8-107, requiring contractors and subcontractors to use a skilled and trained workforce and pay the standard prevailing rate of wages.





Universal Wastes

- Consists of lamps/bulbs, mercury devices, batteries and electronic wastes
- Quantities have been identified and will be disposed of in accordance with ARM regulations
- Include table of quantities

Material	Approximate Quantity Units	
Mercury Devices	80-130	each
Batteries	200-250	each
CFC	215	units
Light Bulbs and Ballast	throughout	each
Fire Extinguishers	34	each
E-Waste	200-250	each





Asbestos

Material	Approximate Quantity	Units
Flooring Paper	10	square feet
Coating Under Lab Sinks	20	square feet
Roof Flashing	300	square feet
Plaster	125	square feet
Floor Tile Mastic	432	square feet
Steam Drum Calk	68	linear feet
Boiler 2 Calk	74	linear feet
*Turbine Shell Interior Coating	8,500	square feet
*Spray on Cable Insulation	9,400	linear feet
Spray on Electrical Cabinets	6,500	square feet
*Lab Counter Tops	48	square feet
*Roofing Material	5,500	square feet

^{*}indicated presumed asbestos containing materials (PACM)





Polychlorinated biphenyl (PCB) wastes
Regulated under the Toxic Substances Control Act
(TSCA), with US EPA having regulatory authority

- Potential materials at Colstrip include fluorescent lighting ballasts and high intensity discharge fixtures, small transformers, capacitators and ballasts, oil, and building materials such as caulk, glazing and paint
- Potential PCB materials will be sampled and properly disposed of if determined to contain PCBs





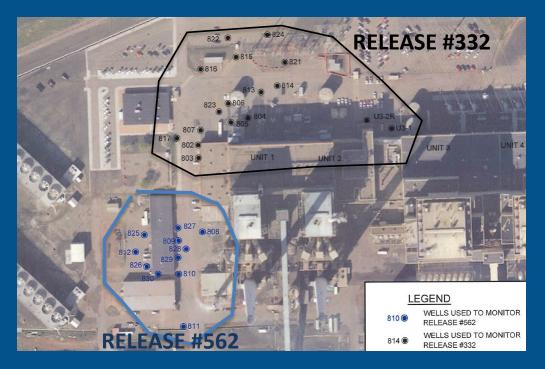
Other Regulated Material, Including Hazardous Material

- Includes lubricating oils, hydraulic oils, non-PCB transformer oils, fuel and waste oil, fire extinguishers, refrigerants, and devices containing small amounts of nuclear materials (e.g., exit signs, smoke detectors, coal handling density gauges).
- Initial site reconnaissance identified products containing hazardous substances; these will be tracked and disposed of per applicable waste regulation





Petroleum Releases: Two known petroleum release sites in the Units 1&2 area:





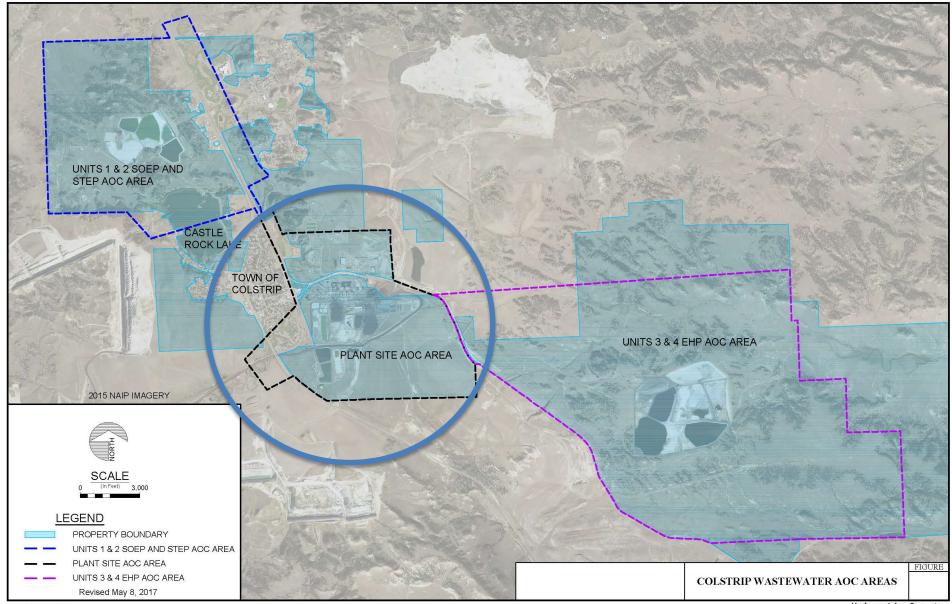


AOC Remedy Progress

- Plant Site
 - Remedial Design/Remedial Action Work Plan moving toward full design
 - Annual Performance Evaluation for Plant Site Remedy Plant Site Flushing/Capture System
- Units 1&2 SOEP/STEP
 - Remedy Evaluation Report Finalized/Approved moving toward Remedial Design/Remedial Action Work Plan
 - Alternative 10 Selected (Talen invoked dispute resolution)
 - Settlement Agreement Oct 2021
- Units 3&4
 - Cleanup Criteria/Risk Assessment Approved in Jan 2020
 - Finalize Remedy Evaluation 2021 Conditional Approval
 - Incorporate additional elements into Remedial Design/Remedial Action Work Plan

AOC Status

Report Name	Plant Site	Units 1&2	Units 3&4
Site Characterization Report	√	√	✓
Background Screening Level Report	√	√	✓
Cleanup Criteria & Risk Assessment Report	✓	√	✓
Remedy Evaluation Report	\checkmark	√	√
Remedial Design/Remedial Action Report	✓		✓
Final Remedial Action Report	Annual Progress Report (>1yr remedy)		
Closure Plans	√	√ *	✓

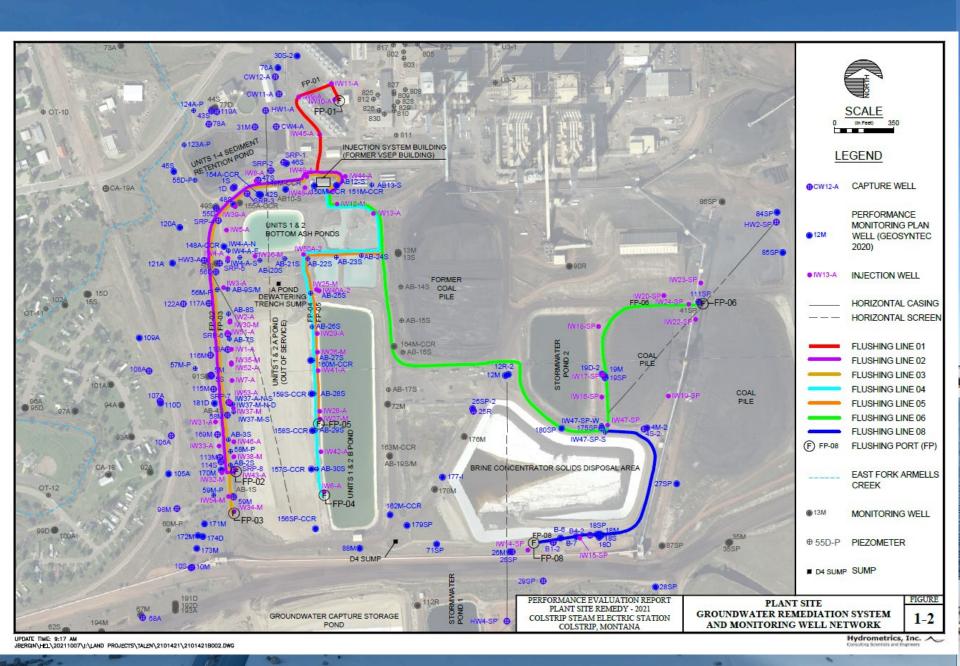




Plant Site

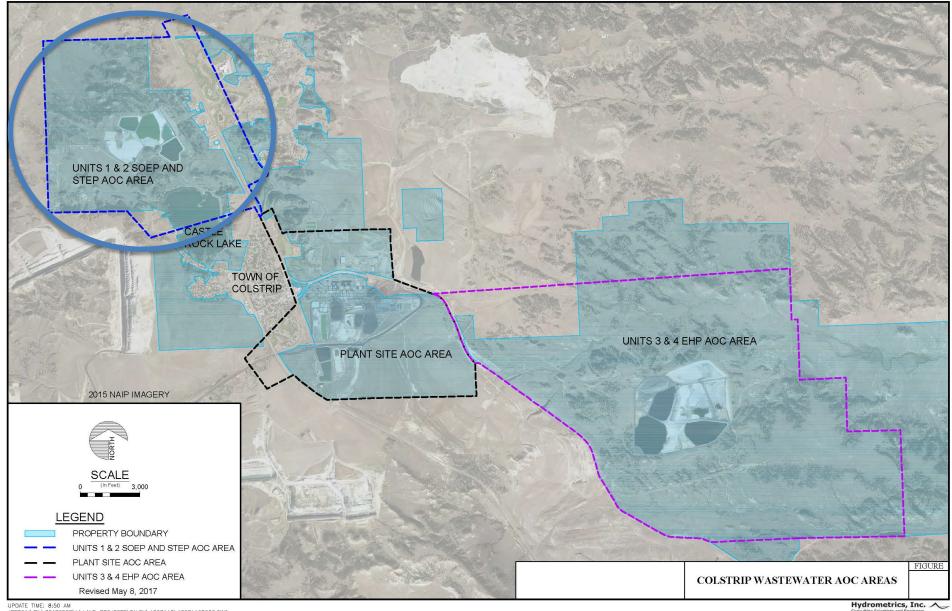
- Remedy addresses
 groundwater contamination
 from coal ash process/disposal
 ponds
- 2021 Activities
 - Biannual groundwater monitoring
 - Operation of flushing/capture system
 - Groundwater Capture Pond
 - Annual Flushing/Capture system report in review











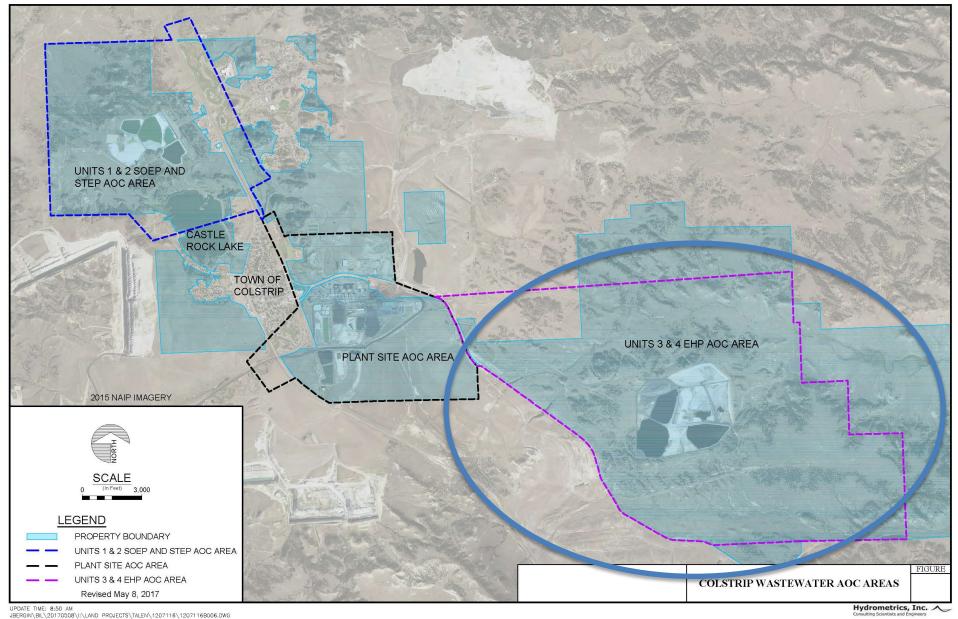


Units 1&2 Coal Ash Ponds

- Remedy selected addresses groundwater contamination from coal ash process/disposal ponds – Alternative 10
- 2021 Activities
 - Biannual groundwater monitoring
 - Remedy selected
 - Settlement Agreement
 - Remedy Design starting
 - Flushing/Capture Pilot Test





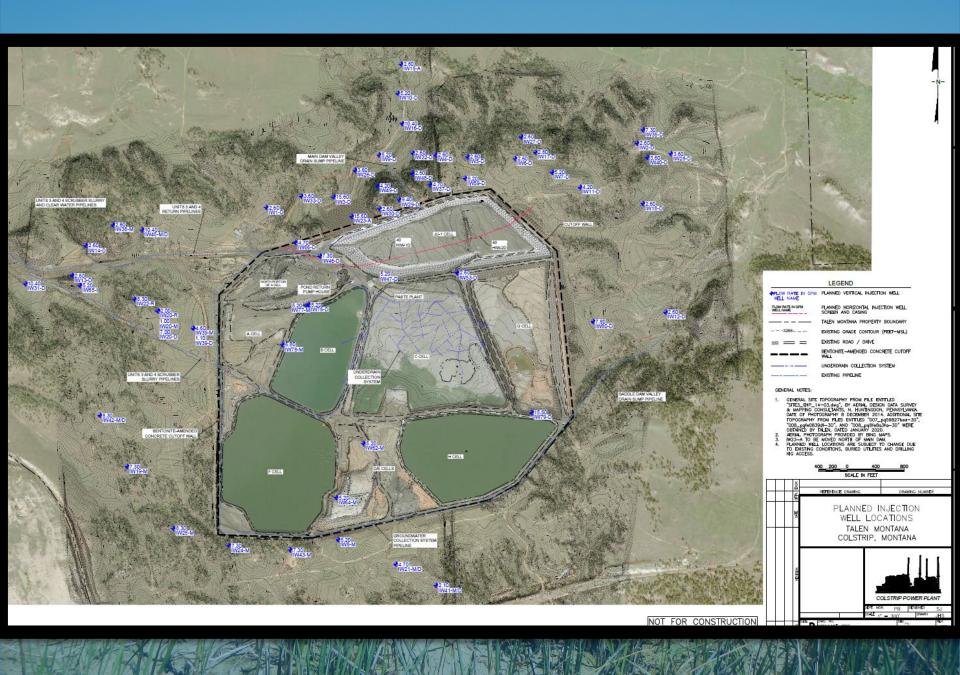




Units 3&4 Coal Ash Ponds

- Remedy selected Conditional Approval
 - Cell Upgrades & Closures
 - Flushing Capture
- 2021 Activities
 - Continued monitoring groundwater
 - RER and RD/RA Work Plan
 - Remedy Design cont.
 - Flushing/Capture Pilot Test
 - MNA
 - Dry disposal installation











Montana DEQ's mission is to champion a healthy environment for a thriving Montana.

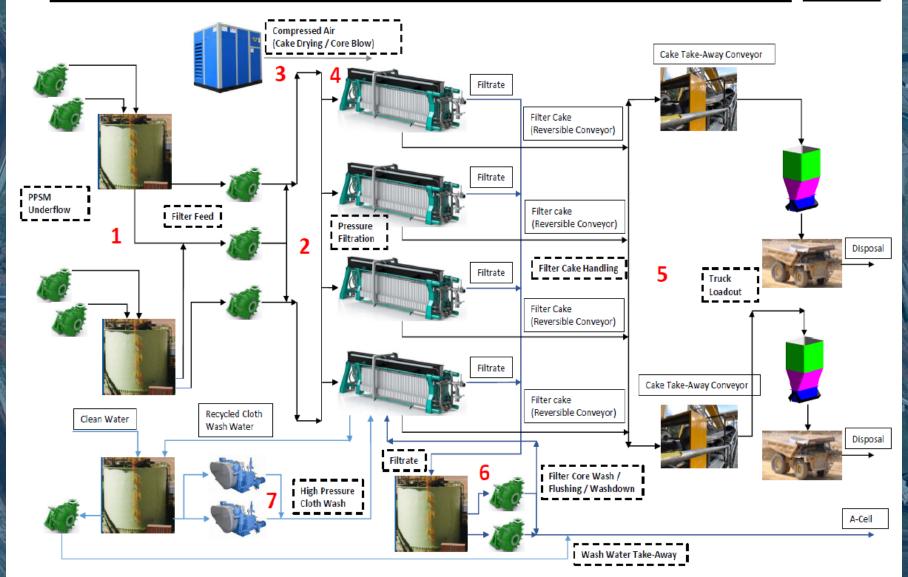
Colstrip 3&4 Dry Disposal Project



- Dry Disposal System \$38 million
 - In combination with the existing Paste Plant, dewaters scrubber slurry (ash & calcium sulfate), utilizing pressure filtration, to provide a dry disposal process
 - Helps prevent potential seepage and provides additional protection to groundwater
- Construction started in Fall 2020
- Construction scheduled for completion May 1, 2022
- Startup and tuning scheduled from 5/1/22 7/1/22
- Full operation scheduled for 7/1/22

Colstrip 3&4 Dry Disposal Project





Colstrip 3&4 Dry Disposal Project





Colstrip 3&4 Dry Disposal Project

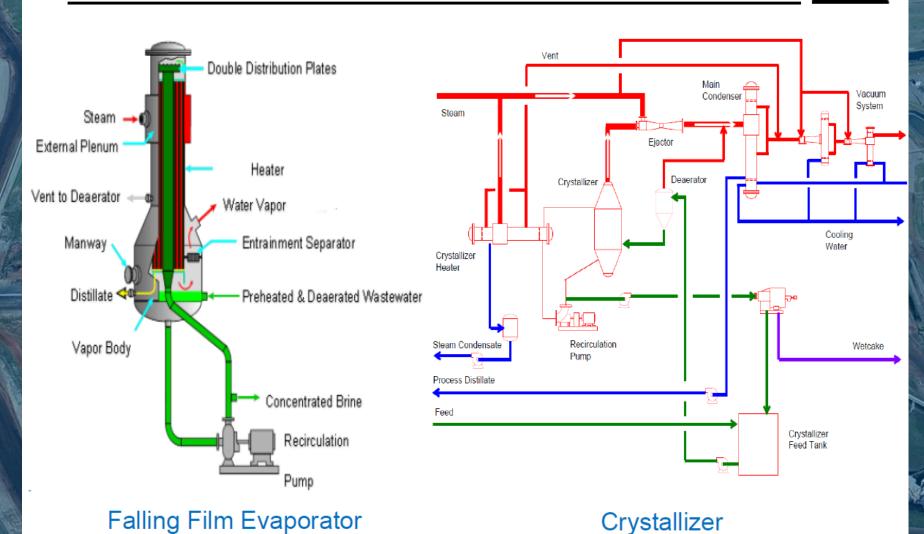




Colstrip Wastewater AOC GWCTS



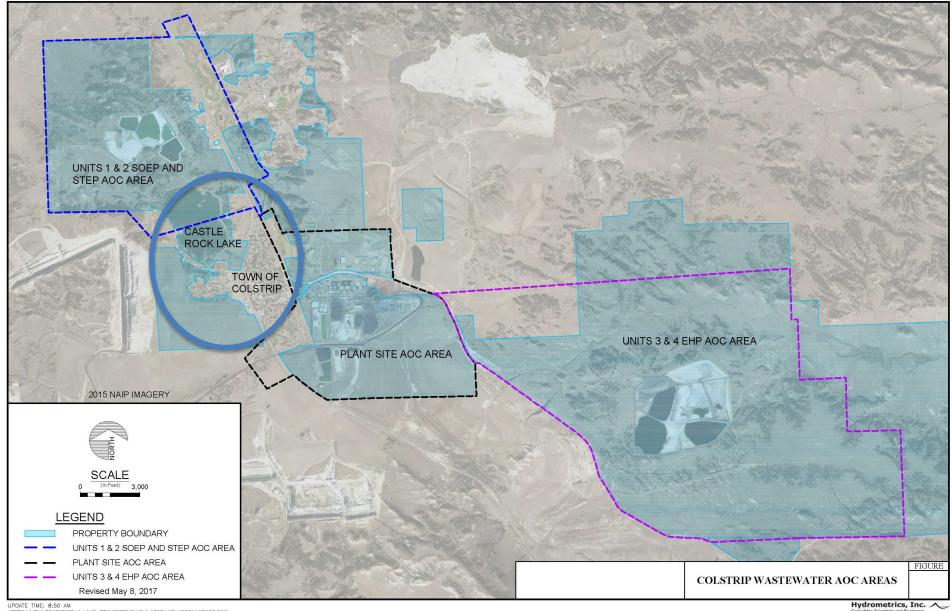
- Groundwater Capture Treatment System (GWCTS)
 - Recovery system to treat captured groundwater
 - Falling Film Evaporator technology including a low temperature, vacuum crystallization process
 - \$35 million
- Construction started in 2020
- Construction scheduled for completion Spring 2022
- Startup and tuning scheduled from 5/1/22 8/1/22
- Full operation scheduled for 8/1/22









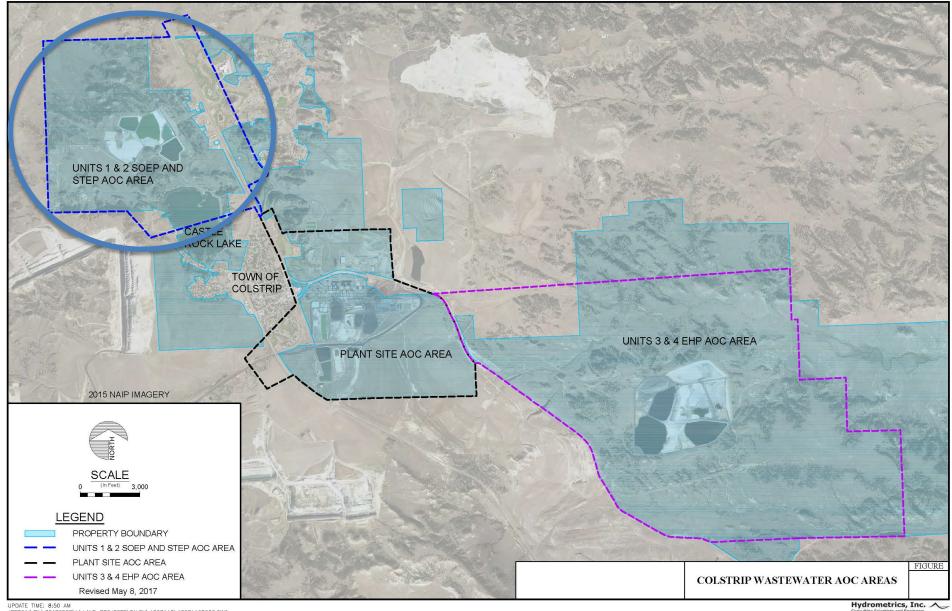




Water Feasibility Study – SB87

- 2021 Legislative Action to modify MCA – Coal-Fired Generating Unit Remediation Act
 - Requires water feasibility study to be completed by operator by Nov. 1, 2022 to evaluate water resources and costs associated with those resources for local government (City of Colstrip)







Units 1&2 Coal Ash Ponds Settlement Agreement

- Phase I: Understanding the issues Talen had with DEQ's decision
- Phase II: Agreement in Principle
- Phase III: Settlement
 Agreement Reached –
 October 18, 2021





Units 1&2 Coal Ash Ponds Settlement Agreement

- DEQ Retain Alternative 10
 - Deadlines for deliverables
 - RD/RA Work Plan Proposal
 - Jan. 31, 2022
 - RD/RA Work Plan
 - 18-months after signature
 - Landfill Application
 Information
 - 2 years after signature
 - Stipulated Penalties





Units 1&2 Coal Ash Ponds Settlement Agreement

- Alternative 10 Remedy
 - Financial Assurance
 - \$163,324,678.99
- Request to Amend
 - Single Alternative 11A
 - At end of 2 years if choose to submit Request to Amend must include RD/RA Work Plan
- Public Comment Period after preliminary decision





Questions/Comments



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References

DEQ Colstrip Coal Ash Pond Cleanup Website: https://deq.mt.gov/cleanupandrec/Programs/colstrip

MCA Title 75 Chpt 8 – Coal Fired Generating Unit Remediation Act: https://leg.mt.gov/bills/mca/title 0750/chapter 0080/part 0010/sect ions_index.html

Talen CCR Rule Website: https://www.talenenergy.com/ccr-colstrip/