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# LOGISTICS

Welcome and thank you for participating in DEQ's <u>Colstrip Stakeholders Meeting</u>. Please read the following tips about participating in this hybrid meeting:

- All Zoom participants have been automatically muted. Please remain so until called on to speak. You will need to be given permission to unmute. Once you have spoken, please re-mute yourself.
- On Zoom, use the "raise hand" feature in the app to indicate that you would like to speak. For those in the room, please also raise your hand.
- If you are called on to speak, please identify yourself by stating your first and last name.
- You may also use the chat box and/or Q&A (Zoom webinar) to type your questions.
- If you are joining by phone:
  - O Press \*6 to mute/unmute yourself.
  - Press \*9 to raise your hand.
- Visit the following link for helpful tips about using Zoom software:
  - https://support.zoom.us/hc/en-us/articles/201362193-Joining-a-meeting

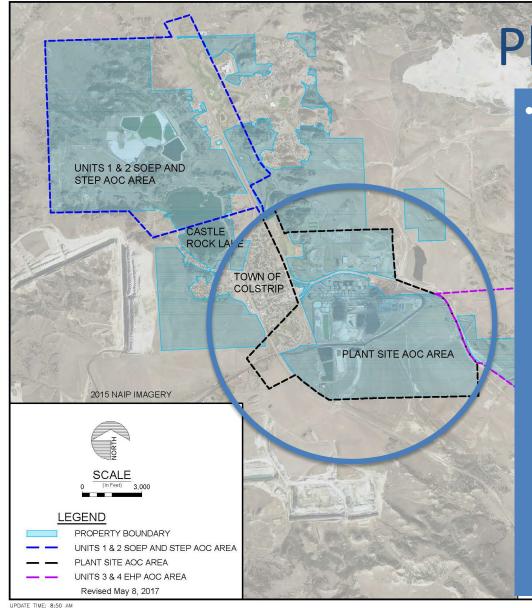


# Agenda

- Quarterly Update on Plantsite
  - Operate and Optimize Groundwater Flushing/Capture System
  - Pond Closure Evaluation and Update May 2023
- Quarterly Update on Units 1&2
  - Remedy Startup
    - Flushing/Capture system operation February 2023
  - Remedial Design Ongoing
    - o Model Update Completed and Presented to DEQ March 2023
    - o RD/RA Work Plan April 18, 2023
    - o No update on 11A
- Quarterly Update on Units 3&4
  - Remedy Startup Flushing/Capture system operation Q2 2023
  - Dry disposal completed by October 31, 2022
  - o RD/RA Work Plan late March/early April 2023
- Site Wide Issues
  - CCR Discussions with EPA and Talen Montana Oct/Nov 2022
  - Water Feasibility Study Submitted and DEQ Completeness Review in progress
- Talen Remedy/Closure Financial Assurance Bonding
  - DEQ in comprehensive FA review AOC requires every 5-years (2022)
    - DEQ requested additional back-up and updated cost sheets March 2023
    - Updated bonds Q2 2023
  - DEQ continues to hold \$306M in bonds



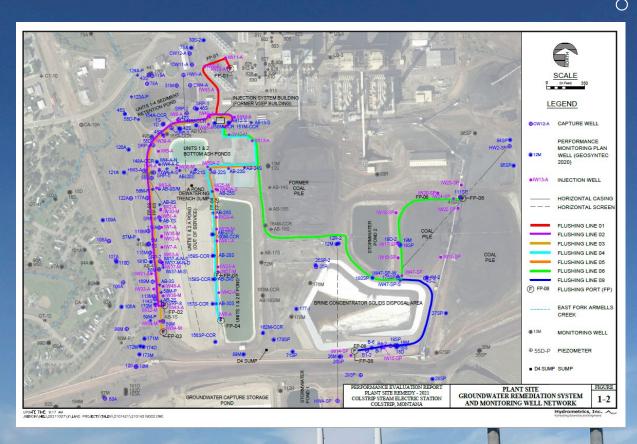




Plant Site Remedy

- Approved remedy addresses groundwater contamination from coal ash process/disposal ponds
  - Closure of ponds and ash dewatering (in place)
  - Freshwater flushing and groundwater capture system
  - Additional Measures:
    - Monitored Natural Attenuation (MNA)
    - Permeable Reactive Barriers (PRB)

## Plant Site – Groundwater Flushing/Capture



Operate and Optimize
Groundwater
Flushing/Capture System

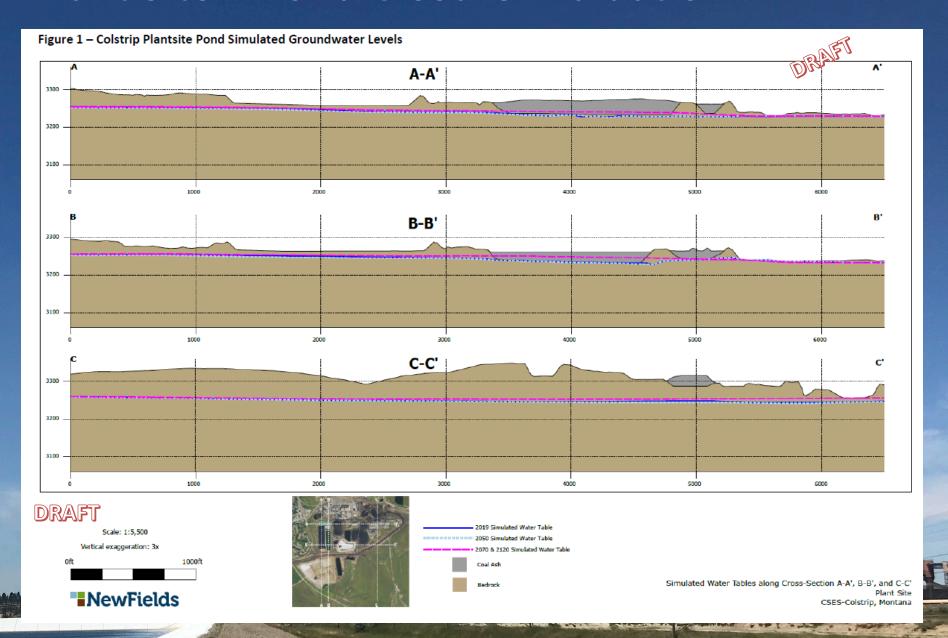
- Started GWCapture/FlushingRemediation in July2020
- Updated analytical to be presented in next Annual Hydrologic Report – April 2023

#### Plant Site Ponds

- Pond closures and planned closures recent
  - Units 1&2 A Pond Closed in place/cover added 2020-2021
    - Dewatering active
  - Units 1&2 B Pond
    - Units 1&2 B Pond stopped receiving water from Units 1&2 SOEP/STEP in Q2 2022
  - Units 1&2 Bottom Ash and Clearwell
    - Had planned start closure 2022
- DEQ/Talen discussion on closure design for
   B Pond and Bottom Ash/Clearwell Pond
  - Agreed to delayed Closure Activities –
     Jan 2023
  - Model Updates Completed March2023
  - Evaluation in progress Talen submit to DEQ by May 1, 2023

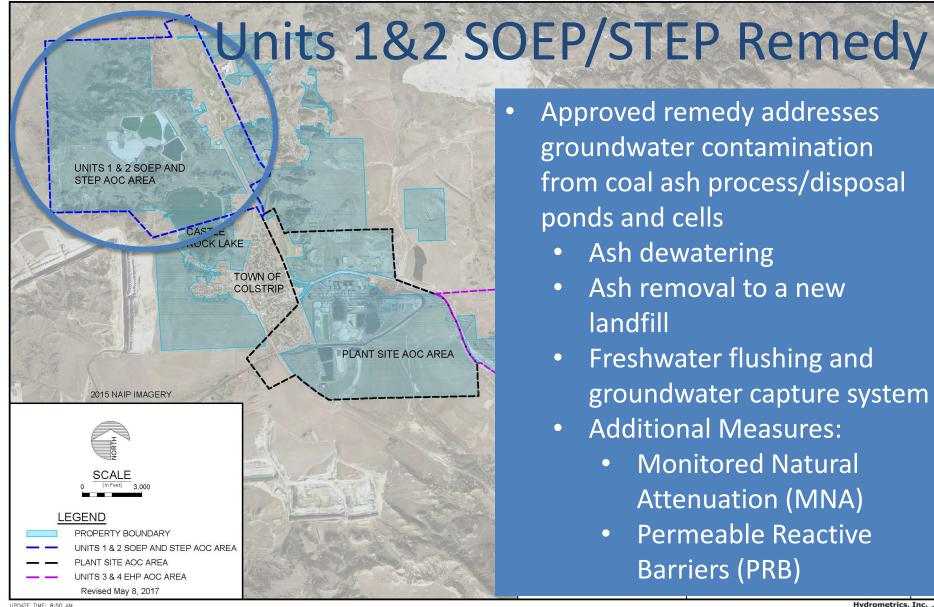


#### Plant Site – Pond Closure Evaluation



#### Plant Site – Pond Closure Evaluation





Approved remedy addresses groundwater contamination from coal ash process/disposal ponds and cells

- Ash dewatering
- Ash removal to a new landfill
- Freshwater flushing and groundwater capture system
- Additional Measures:
  - Monitored Natural Attenuation (MNA)
  - Permeable Reactive Barriers (PRB)

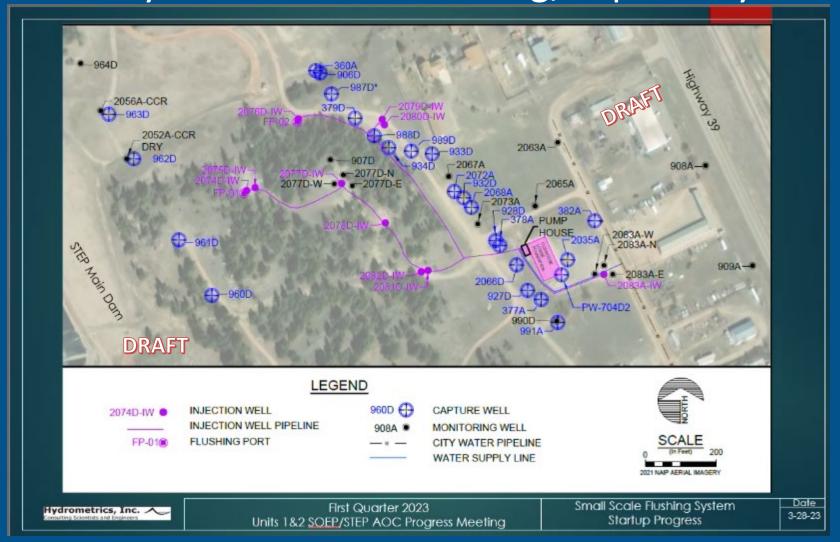
#### Units 1&2

- Groundwater Remedy Starting
  - Small-Scale Capture/Flushing System
    - Started intermittently December 2022
    - o Full-time operation February 2023
- Remedial Design/Remedial Action (RD/RA) Work Plan
  - Quarterly Discussions March 28<sup>th</sup> (most recent)
  - o RD/RA Workplan April 18, 2023
  - Remedial Design Ongoing
    - Updated Units 1&2 SOEP/STEP Model Appendix J of RD/RA Work
       Plan
    - Landfill design 75% in RD/RA Work Plan
      - Hydrogeological ongoing analysis
      - Design ongoing design general layout with cut/fill, leachate collection system and cover (multiple cells not designed yet), stormwater collection
    - Ash Excavation/Transport Design dewatering on-going at A and E cells
- Alternative 11A No update
  - Talen has not initiated discussion or presented substantive factors in quarterly meetings





#### Remedy – Small-Scale Flushing/Capture System





### Units 1&2 SOEP/STEP Model Update

### **Changes Implemented**

- Conceptual Model Updates TALEN and DEQ
  - Groundwater Occurrence and Flow
  - Hydraulic Properties
  - Water Quality
  - Site Operations
- Numerical Model Updates
  - Geometry DEQ
  - Parameterization TALEN and DEQ
  - Calibrations
    - 2005, 2014, and 2021 Steady-State Calibrations TALEN and DEQ
    - 2010 Aquifer Test Calibrations TALEN and DEQ
    - 2005-2007 Transient Flow Calibration Old Clearwell Breach TALEN and DEQ
    - 2017-2021 Transient Flow and Solute Transport Calibration DEQ
    - 2021 Injection Pilot Test Calibration TALEN and DEQ

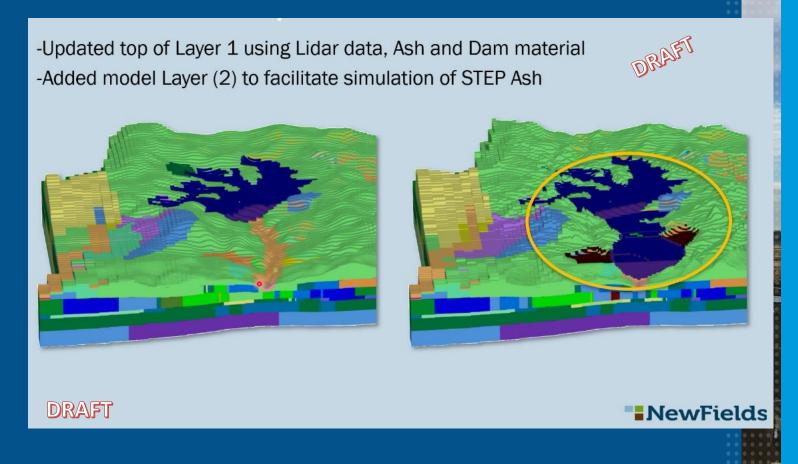
Notes: DEQ= DEQ Intitated TALEN= Talen/NewFields Initiated

NewFields





# Units 1&2 Model Updates – Conceptual and Geometry

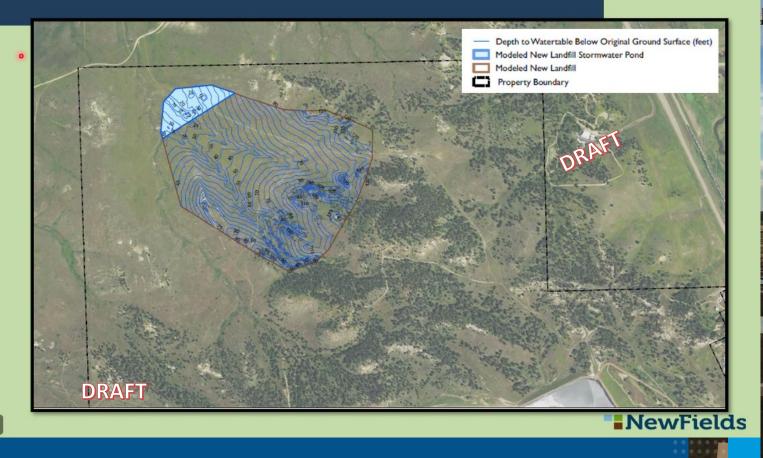






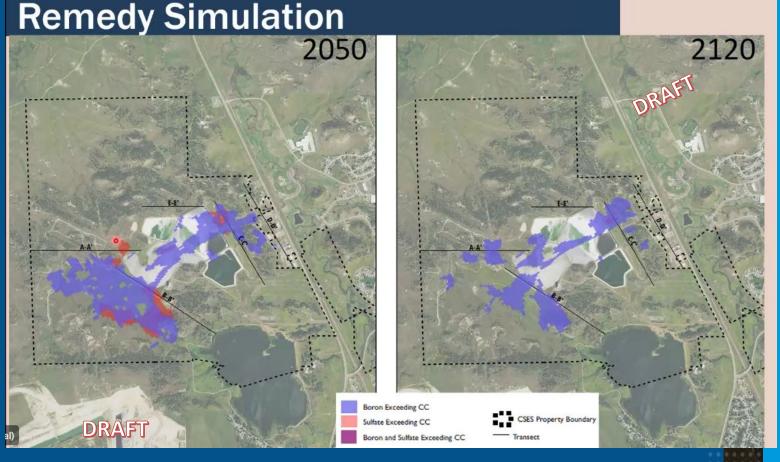
#### Units 1&2 Model Updates – Landfill

#### **Model Forecasts Landfill Area**





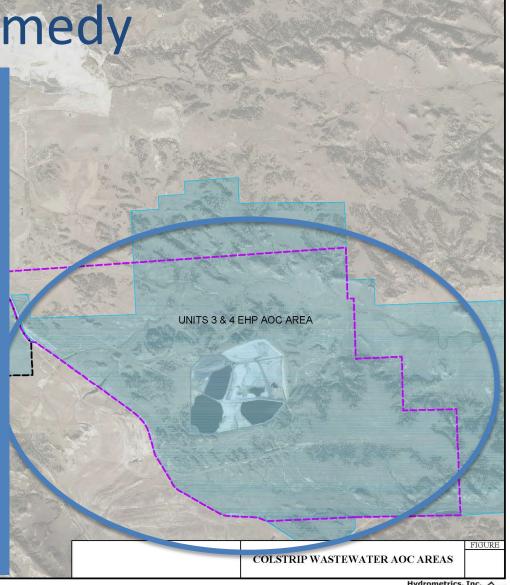
#### Units 1&2 Model Updates – Remedy Simulation





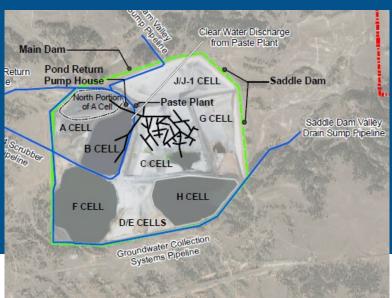
# Units 3&4 EHP Remedy

- Approved remedy addresses groundwater contamination from coal ash process/disposal ponds and cells
  - Cell Closures & Ash dewatering
  - Freshwater flushing and groundwater capture system
  - Additional Measures:
    - Monitored Natural Attenuation (MNA)
    - Permeable Reactive Barriers (PRB)

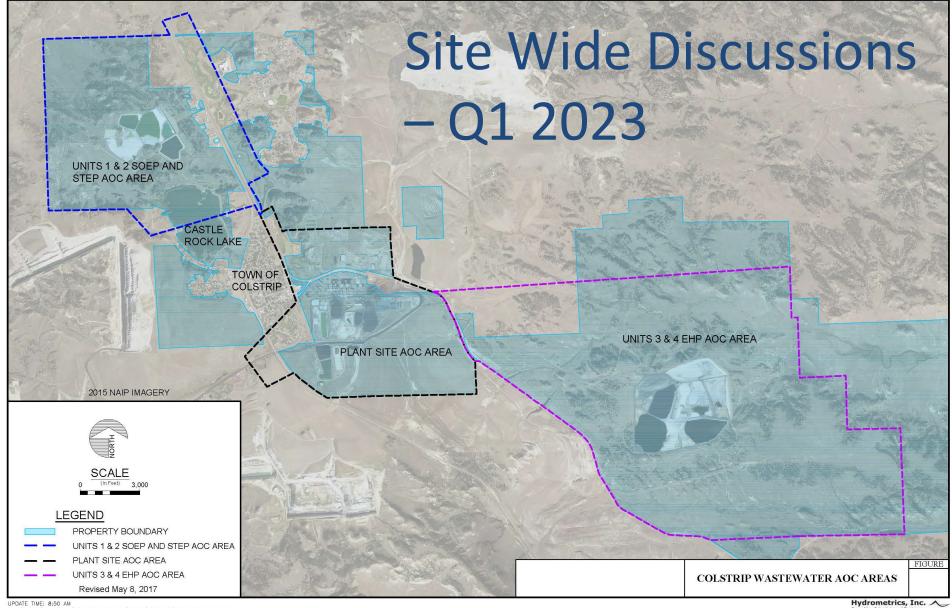


## Units 3&4

- Groundwater Remedy Starting
  - Capture/Flushing System
    - Anticipated Q2 2023 delays on final system components
- Remedial Design RD/RA Work Plan late March/Early April 2023
  - MNA and PRB Studies On-going
- Dry disposal installation progress Started October 31, 2022
  - o First Report Q1 2023







#### CCR Rules – Federal EPA

- Talen Montana responsible for self-implementing and reporting for CCR Rule Compliance – website
- <u>https://www.talenenergy.com/ccr-colstrip/</u>
- DEQ participated in discussions
  - EPA and DEQ discussions Jan-August 2022
  - Between EPA and Talen Montana October 2022
  - Talen responded to EPA November 2022
- EPA Contact: Doug Knappe Region 8 EPA POC
  - https://www.epa.gov/coalash
  - CCR Rules
    - Potential permit rules 2023
    - Potential legacy CCR pond/landfill rules –
       2023-2024
    - Evaluation of Beneficial Use –
       Unencapsulated
- DEQ will continue to be part of future discussions





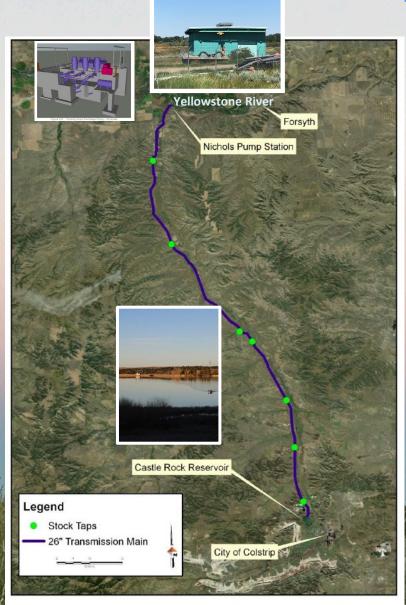


#### Water Feasibility Study (§ 75-8-110, MCA)

- Component of the Coal-Fired Generating Unit Remediation Act
  - Submitted by Colstrip Owners on November
     1, 2022, as required
  - DEQ sent completeness determination letter to Plant Owners on January 11, 2023
- DEQ recognizes that the Study's Chapter 8 Planning Section also includes continued commitment by the Plant owners to work in conjunction with the City on an agreement:
  - infrastructure transition;
  - infrastructure maintenance and reconfiguration;
  - refined cost estimates based on City resources, and responsibility of costs;
  - liability concerns for assuming responsibility for the infrastructure; and
  - additional details on water rights access or updates.



# Water Feasibility Study



COLSTRIP STOCK TAP EXHIBIT

Table 2-21: Projected 2049 Water Demands

| Projected 2049 Water Demand |                              |                                     |  |  |                                       |                                 |  |  |                        |  |
|-----------------------------|------------------------------|-------------------------------------|--|--|---------------------------------------|---------------------------------|--|--|------------------------|--|
| Month                       | City of<br>Colstrip<br>(MGD) | Power Plant<br>Remediation<br>(MGD) | Castle<br>Rock<br>Lake<br>E&L<br>(MGD) | Miscellaneous<br>Agricultural<br>Users (MGD) | Combined<br>Average<br>Daily<br>(MGD) | Total<br>Monthly<br>Use<br>(MG) | New Pump<br>Rate<br>Required*<br>(cfs) | Approx. Existing Pump Runtime Hours Required per month (Single Pump) | Spray<br>Wash<br>(MGD) |  |
| Jan                         | 0.412                        | 0.965                               | 0.162                                  | 0.060  | 1.60                                  | 49.57                           | 3.09                                   | 97.2   | 0.0493                 |  |
| Feb                         | 0.427                        | 0.965                               | 0.164                                  | 0.060  | 1.62                                  | 45.24                           | 3.13                                   | 88.7   | 0.0498                 |  |
| Mar                         | 0.438                        | 0.965                               | 0.166                                  | 0.060  | 1.63                                  | 50.49                           | 3.15                                   | 99.0   | 0.0502                 |  |
| Apr                         | 0.437                        | 0.965                               | 0.588                                  | 0.060  | 2.05                                  | 61.48                           | 3.96                                   | 120.5  | 0.0632                 |  |
| May                         | 0.508                        | 0.965                               | 0.770                                  | 0.060  | 2.30                                  | 71.39                           | 4.45                                   | 140.0  | 0.0710                 |  |
| Jun                         | 1.047                        | 0.965                               | 0.826                                  | 0.060  | 2.90                                  | 86.95                           | 5.61                                   | 170.5  | 0.0893                 |  |
| Jul                         | 1.398                        | 0.965                               | 0.857                                  | 0.060  | 3.28                                  | 101.67                          | 6.34                                   | 199.4  | 0.1011                 |  |
| Aug                         | 1.388                        | 0.965                               | 0.785                                  | 0.060  | 3.20                                  | 99.15                           | 6.19                                   | 194.4  | 0.0986                 |  |
| Sep                         | 0.940                        | 0.965                               | 0.606                                  | 0.060  | 2.57                                  | 77.13                           | 4.97                                   | 151.2  | 0.0792                 |  |
| Oct                         | 0.528                        | 0.965                               | 0.164                                  | 0.060  | 1.72                                  | 53.23                           | 3.32                                   | 104.4  | 0.0529                 |  |
| Nov                         | 0.473                        | 0.965                               | 0.163                                  | 0.060  | 1.66                                  | 49.83                           | 3.21                                   | 97.7   | 0.0512                 |  |
| Dec                         | 0.420                        | 0.965                               | 0.259                                  | 0.060  | 1.70                                  | 52.81                           | 3.29                                   | 103.5  | 0.0525                 |  |
| Average                     | 0.701                        | 0.965                               | 0.459                                  | 0.060  | 2.19                                  | 66.58                           | 4.23                                   | 130.5  | 0.1                    |  |

#### ALTERNATIVES CONSIDERED (BOLDED RETAINED FOR COST EVALUATION):

Alt PMP 1: Operate Pump Station "As Is", Budget for Equipment Replacement

Alt PMP 2: Operate Pump Station "As Is", Replace Mechanical Equipment Up Front

Alt PMP 3: Convert Pump Station, Install Two Smaller Pumps and Keep One Large Pump

Alt PMP 4: Convert Pump Station; Install Three Smaller Pumps

Alternative 5: Install New Surface Water Intake, Pump Station

Alternative 6: Retrofit Pump Station and Install New Booster Station and

Pipeline Directly to Colstrip Water Treatment Plant

Alternative 7: Pursue Groundwater Source Using Wells and New Water

**Treatment Plant** 

Alternative 8: Pursue Alternative Surface Water Sources

Alternative 9: Replace Existing Pipeline & Appurtenances



#### Water Feasibility Study – Next Steps

- What it did...
  - Costs defined more adequately,
  - Infrastructure, and operation of the system, better understood
  - Water Rights understood/clarified
    - Owners planning to update water rights based on historic use
- What it is not...
  - An agreement between the local government and the Plant owners
- Local government still concerned with assumptions, costs, water rights, and agreements
- DEQ is helping initiate Owner/Stakeholder Group Updates to facilitate discussions and written commitment toward feasible solutions/agreements between the Plant Owners and the Local Government
  - No less than annually, City prefers quarterly



### **AOC Financial Assurance**

- Financial Assurance Under AOC for Colstrip SES to "ensure the operation and maintenance of remedial and closure actions carried out under [the AOC]"
  - Every 5-Year Comprehensive Review
  - First Comprehensive Review under the AOC (signed in 2012) that includes remedies selected for each AOC Area
- 2022 Financial Assurance Comprehensive Review
  - October 2022: Started with Talen's Financial Assurance Cost Estimates
  - November 2022: DEQ met with Talen to discuss task descriptions, assumptions, and costs
  - Nov 2022 Jan 2023: DEQ's review continued with Talen adding line-item costs or adjusting costs, and refining the assumptions based on November meetings
  - Jan March 2023: DEQ's comprehensive review
  - March 17, 2023: DEQ submitted a letter to Talen requesting additional line items and some cost back up data based on the comprehensive review
  - April 17, 2023: Talen will submit new cost estimate spreadsheets
  - April/May 2023: DEQ will request surety bond updates after review of the changes
- DEQ continues to hold surety bonds in the amount of \$306.3M

## **AOC Financial Assurance**

| Colstrip Owners           | Financial Assurance (FA) Provided as of Jan. 2022 <sup>1</sup> |
|---------------------------|--|
| Talen                     | \$112.7 million  |
| Puget Sound Energy        | \$124.3 million  |
| Northwestern Energy       | \$17.3 million   |
| Portland General Electric | \$23.1 million   |
| Avista                    | \$17.3 million   |
| PacifiCorp                | \$11.5 million   |
| Total                     | \$306.3 million  |

<sup>1:</sup> DEQ revisits and reviews FA annually, every 5-years DEQ comprehensive review. DEQ is currently performing the comprehensive review (2022)

## **Next Steps**

#### Site Wide:

- Annual Hydrologic and Remedial Progress report April 2023
- PNNL Cow Creek/Pony Creek Annual Report May 2023
- Annual E. Fork Armells Creek Synoptic Run Sampling/Report June 2023

#### **AOC Plant Site:**

- Continued remedy implementation
- Pond Closure Evaluation May 1, 2023
  - Pond Closure Starts or Pond Closure Design July/August 2023

#### AOC Units 1&2 SOEP/STEP:

- Optimization of Small-Scale Flushing/Capture Groundwater Treatment System
- RD/RA Workplan April 2023
- Landfill Design Materials Oct 2023
- Potential Request to Amend Remedy (Alt 11A) Oct 2023

#### AOC Units 3&4 EHP:

- Startup for clean water flushing May-July 2023
- RD/RA Workplan Early 2023

#### Remediation Act – Water Feasibility Study –

- DEQ Coordination and facilitate meetings
- Annual Rem. Act Plan Report March 2023



## Questions/Comments

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





# References

DEQ Colstrip Coal Ash Pond Cleanup Website: <a href="https://deq.mt.gov/cleanupandrec/Programs/colstrip">https://deq.mt.gov/cleanupandrec/Programs/colstrip</a>

MCA Title 75 Chpt 8 – Coal Fired Generating Unit Remediation Act: <a href="https://leg.mt.gov/bills/mca/title">https://leg.mt.gov/bills/mca/title</a> 0750/chapter 0080/part 0010/sect <a href="mailto:ions\_index.html">ions\_index.html</a>

Talen CCR Rule Website: <a href="https://www.talenenergy.com/ccr-colstrip/">https://www.talenenergy.com/ccr-colstrip/</a>

EPA Region 8 CCR: Doug Knappe (Knappe.Doug@epa.gov)



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